

OFFICE OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA

NEW DELHI

12th August, 2026

**Audit Report on Compliance Audit of Indian Institute of Management,
Rohtak Presented**

Report of the Comptroller and Auditor General (CAG) of India on **Compliance Audit of the Indian Institute of Management (IIM), Rohtak**, (Report No. 24 of 2026) was laid in the Parliament here today. The Compliance Audit of IIM, Rohtak was conducted to assess the financial management, internal controls and overall governance practices of the Institute and to examine whether public funds have been utilised efficiently and in accordance with applicable rules and norms. Significant observations are given below:

➤ **Governance and Regulatory Framework**

- The Board of Governors was not constituted in accordance with statutory provisions including delays in appointing of eminent/SC/ST members.
- The Institute introduced 28 unauthorised modifications in Ministry vetted regulations.
- Variable pay to the Director was approved in violation of transparency and statutory procedures.
- Academic Council was constituted without the prescribed external experts and without two year term for nominated faculty allowing conflicts of interest.
- The Institute failed to prepare budget, development plan, strategic plan and triennial performance review.

➤ **Financial Management and Accounting.**

- The corpus fund was overstated by ₹267.45 crore, due to non-transfer of funds to earmarked fund for capital expenditure.
- Interest amounting to ₹4.81 crore on unutilised Government grant was not remitted to the Consolidated Fund of India as per provision of GFR 2017.
- Gratuity and leave encashment liabilities were not actuarially valued as required under Accounting Standard-15.
- IIM, Rohtak generated surpluses of ₹217.91 crore and increased annual student fees over six years without preparing annual budget estimates.

➤ **Procurement and Contract Management.**

- Award of contracts for procurement of air-conditioners to an ineligible bidder who did not meet tendered eligibility criteria.
- Interest-free mobilisation advances extended undue financial benefit of ₹3.83 crore to a contractor.
- Acceptance of outdated wage rates and zero PF contributions resulted in statutory wage violations.
- IIM, Rohtak bypassed Government e-Marketplace (GeM) in 370 procurements worth ₹12.45 crore without non availability certificate, despite higher vendor availability on GeM.

➤ **Establishment and Human Resource Management.**

- Salary of ₹88.64 lakh was paid to ten individuals without complete recruitment records.
 - Honoraria and incentives amounting to ₹7.49 crore were paid without defined limits with payments exceeding 100% of salary in several cases and high-value items were distributed as Honorarium in kind.
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