

Preface

This Report for the year ended March 2012 has been prepared for submission to the President under Article 151(1) of the Constitution of India.

Audit of Revenue Receipts – Direct Taxes of the Union Government is conducted under section 16 of the Comptroller and Auditor General of India (Duties, Powers and Conditions of Service) Act, 1971.

The Report presents the results of audit of receipts under direct taxes comprising Corporation Tax, Income Tax and Wealth Tax and is arranged in the following order: -

- (i) Chapter I: Direct Tax Administration;
- (ii) Chapter II: Audit Mandate, Products and Impact;
- (iii) Chapter III: Analysis of assessments relating to Corporation Tax and;
- (iv) Chapter IV: Analysis of assessments relating to Income Tax in Part A and Wealth Tax in Part B.

The cases included in this Report are the results of audit conducted during 2011-12 and in earlier years which could not be covered in the previous reports.