

**Annex-I**  
(Refers to Paragraph 5.1.8.1)

**Table 19: Improper maintenance of control registers**

Sl. No.	Name of the Register	Shortcomings	Remarks
1.	<b>Cash Book</b>	a) Entries in the cash book were not attested by the Head of the Office. b) Over-writings were not attested. c) Daily totals were not cross checked by a person other than the writer of the Cash Book.	Cash book is the most fundamental and basic accounting record. The department did not follow Rule 13(ii), 13(iv) and 13(vi) of the Receipt and Payment Rules which are provided to ensure safeguards while maintaining records of cash transactions.
2.	<b>Bill Register</b>	a) Not maintained in the Form GAR-9, as required under Note 1 below Rule 34 of the Receipt and Payment Rules	Improper maintenance and non-review of Bill Register carries a risk of non-detection of possible use of fraudulent bills.
3	<b>Dead Stock Register</b>	a) It was not maintained in the prescribed form (S-158). b) The inventory was not prepared as per Rule 112 of the GFRs as it did not have columns like numbers received, numbers disposed off (by transfer, loss, sale etc. ) and balance in hand. c) All articles have been shown 'nil' balance.	In case of loss, theft etc. the department would not be in a position to check articles in its possession with the balance in the present Stock Register.
4	<b>Register of undisbursed pay and allowances</b>	a) The Register was maintained in the 'form of abstract of pay bills' and did not contain a columns as per form GAR-25. b) The Register was not reviewed periodically by the DDO.	As the balances of previous month were not carried forward, it was not possible to arrive total amount of undisbursed pay and allowances.
5	<b>Stock Register of Receipt Book</b>	It was not maintained at all. As per Rule 22 to 24 of Receipt and Payment Rules, Stock accounts of Receipt Books should be maintained and closing balance in the Stock account should be verified by the Head of the Office periodically and a certificate to that effect recorded in that register	It's non-maintenance puts as potential risk of non-detection of possible use of counterfeit receipts.
6	<b>T.A. Bill Register</b>	In many cases columns of date of completion of return journey and date of adjustment bill was not filled up.	Timely submission of adjustment bill could not be verified.
7.	<b>Log books</b>	a) It was not scrutinised by a senior officer of the rank of Joint Secretary once in a month as required under Rule 39 of the Staff Car Rules. b) History sheet of vehicles were not maintained.	Rule 39 must be followed to ensure that there is no misuse of staff cars, and entries made in the log books are correct.

**Annex-II**  
(Refers to Paragraph 5.1.10.3)

**List of Internal Audit objection common in the Annual Reports 2003-04, 2004-05 and 2005-06**

**A. Enforcement Directorate**

- Non-realisation of penalties imposed under the FERA and FEMA.
- Irregular payment on account of excess calls in respect of residential telephones.

**B. DDO, Department of Revenue**

- Advances drawn on Abstract Contingent Bills.
- Short recovery of Income Tax under Section 192 of the Income Tax Act, 1961.

**C. CBDT**

**Table 20: List of objections**

*(Rupees in lakh)*

Sl.no	Nature/Type of case	2003-04	2004-05	2005-06
1.	Non-recovery of dues like TDS, wrong payment of increments, difference of HRA, HBA, Licence fee, transfer traveling allowance, penal interest on delayed remittance, penalty from private agencies etc.	6.16	1,32.78	16.56
2.	Overpayment of pay and allowances, electricity bills, final payment of GPF, contingent payments and on hiring charges of computers etc.	55.14	18.37	3.91
3.	Idle machinery and surplus stores	Nil	14.50	Nil
4.	Loss/ infructuous expenditure on repair and maintenance, rent paid, electricity duty, recovery of license fee, sale of property	9.60	33.86	11.46
5.	Irregular expenditure on payment to contractors ,for maintenance of ACs, electricity bills and purchases without quotation and without sanction of appropriate authority etc.	195.72	96.76	290.20
6.	Irregular purchases	167.04	113.41	196.20
7.	Non-adjustment of advances	27.74	17.14	77.12
8.	Blocking of Govt. money/costly stores like properties free from litigation remaining unsold etc.	1.95	3.37	7790.72
9.	Non accountal of Govt. money/costly stores	1.59	2.82	13.04

**D. CBEC**

**Table 21: List of objections**

*(Rupees in lakh)*

Sl.no.	Nature/Type of Case	Amount			
		2003-04	2004-05	2005-06	
1.	Non-disposal of seized confiscated gold etc.	3134.00	445.91	477.54	
2.	Delay in disposal of confiscated goods	21759.00	4927.07	6008.41	
3.	Non- realisation excise/ customs duty/ penalties	8720.55	41229.36	45882.00	
4.	Non- recovery of arrears of Central Excise and Customs	379678.55	290622.85	372642.89	
5.	Non-reconciliation of revenue receipts	More credit	1496908.87	40414.19	147059.00
		Less credit	470.33	15331.99	24334.28
6.	Non-reconciliation of revenue refunds and drawbacks	2054.75	24288.28	26231.15	
7.	Non-recovery of huge amount against post created on cost recovery basis	233.47	141.48	428.29	
8.	Non- deduction of tax at source from contractors, landlords	26.97	96.03	37.61	

**Annex-III**

(Refers to Paragraph 5.2.3.1)

**Table 22: Yearwise details of savings under various sub-heads/schemes)***(Rupees in Crore)*

Sl. No.	Major/Sub Head	Total Provision	Savings and Percentage	Remarks
<b>2003-04</b>				
1	2852-06-103-23 Interest subsidy as a part of BIFR package for HEC.	36.74	36.74 100%	The date for providing interest subsidy expired on 31.3.2003. (Evidently the provision was wrongly made during 2003-04)
2	2852-80-800-16 Schemes of Grants-in-aid to Industrial Associations and PSUs for Undertaking Promotional Activities	2.00	0.88 44%	Due to less requirement of funds
3	4854-60-800-01 Crucial balancing Investments for sustained viability of PSUs	7.00	7.00 100%	Due to re-appropriation for providing equity to Andrew Yule & Co. Ltd.
4	4854-60-800-02 Investment for Additional, Modification & Replacement in PSUs	8.00	8.00 100%	Entire provision was re-appropriated for providing plan equity to Andrew Yule and Co. Ltd. as per approved financial restructuring scheme.
5	4858-03-190-02 Investment in Scooters India Ltd.	1.00	1.00 100%	Reduction of Plan provision at RE stage
6	4858-60-190-05 Investment in Instrumentation Ltd	5.06	3.84 76%	Due to non utilization of funds
7	4858-60-190-09 Investment in BYNL	1.75	1.75 100%	Reduction of Plan provision at RE stage
8	4858-60-190-10 Investment in BBUNL	1.75	1.01 58%	Non utilization of funds
9	4858-60—190-13 Investment in HMT Ltd.	3.28.	3.28 100%	-Do-
10	4860-60-218-02 Investment in HSL	2.50	1.75 70%	-Do-
11	6854-60-800-01 Implementation of revival schemes of PSEs	150.00	150.00 100%	Due to re-appropriation for implementation of revival plan payment of salaries & wages and statutory dues to the PSEs from concerned head of the PSEs.
12	6858-03-190-14 Loans to Scooters India Ltd	1.00	1.00 100%	Reduction of Plan provision at RE Stage
13	6858-60-190-07 Implementation of VRS and payment of statutory dues	O 250.00 S 150.00	400.00 100%	Due to re-appropriation of funds for implementation of VRS in the concerned head of PSEs.
<b>2004-05</b>				
1	2852-06-103-23 Interest subsidy as a part of BIFR package for HEC.	36.74	36.74 100%	Due to non requirement

(Rupees in Crore)

Sl. No.	Major/Sub Head	Total Provision	Savings and Percentage	Remarks
2	2852-06-103-29 Guarantee fee subsidy as part of revival package for subsidiaries of BBUNL	56.00	56.00 100%	Due to non-submission of bill by the concerned department
3	2852-80-800-16 Scheme of grants in-aid of Industrial Association and PSUs for undertaking Promotional Activities	2.00	2.00 100%	Due to non-finalization of proposal
4	4854-60-800-01 Crucial Balancing Investments for sustained viability of PSEs	5.00	5.00 100%	Due to non-approval of some schemes by Planning Commission
5	4854-60-800-02 Investment for Additional, Modification & Replacement in PSUs	5.00	5.00 100%	As comprehensive revival plans were being considered in Individual PSEs
6	4858-60-190-07 Investment in HEC	1.50	1.09 72%	Due to less requirement of funds owing to administrative reasons.
7	4858-60-190-10 Investment in BBUNL	1.52	1.52 100%	Due to uncertain future of the PSEs
8	4858-60-190-13 Investment in Hindustan Cables Ltd.	1.01	1.01 100%	Due to less requirement of funds
<b>2005-06</b>				
1	Coal Gasification in project	2.00	1.33 67%	Due to less requirement of funds
2	Allocation for DHI towards support of Bharat Earth Mover Ltd(BEML)	72.90	56.00+ 6.93 86%	Grants-in-aid for BEML are surrendered in full as the project had not approved. Balance amount of Rs.9.97 crore diverted to HEC for AMR.

**Annex - IV**

(Refers to Paragraph 5.2.4.1)

**Table 23: PSU-Wise Position of Pending Utilisation Certificates as on 24.04.2006**

(Rupees in crore)

No.	Name of PSU	2000-01		2001-02		2002-03		2003-04		2004-05		Total U.Cs
		Released	O/s UC	Released	O/c UC	Released	O/s UC	Released	O/s UC	Released	O/s UC	Outstanding
1.	Andrew Yule & Co. Ltd., Kolkata	1.00	0.00	7.53	0.00	17.20	0.00	10.78	0.00	36.14	4.02	4.02
2.	Bharat Bhari Udyog Nigam Ltd. Kolkata	109.08	1.70	227.43	0.00	90.98	0.56	58.29	1.84	24.44	6.50	10.69
3.	Bharat Yantra Nigam Ltd., Allahabad	83.56	0.00	54.98	0.00	85.00	0.00	86.20	0.77	113.26	0.52	1.29
4.	Hindustan Cables Ltd., Kolkata	48.45	0.00	10.25	0.00	31.24	0.00	13.76	0.00	105.11	0.00	0.00
5.	Heavy Engineering Corporation Ltd., Ranchi	92.36	0.00	110.07	0.00	56.71	0.00	10.89	0.01	126.07	0.42	0.43
6.	Hindustan Machine Tools, Bangalore	1.35	0.00	0.00	0.00	4.10	0.00	227.55	2.50	105.42	5.50	8.00
7.	Praga Tools Ltd., Sikandrabad	11.74	0.00	12.95	0.00	22.00	0.00	3.12	0.00	2.54	0.00	0.00
8.	Instrumentation Ltd. Kota	32.28	0.00	5.75	0.00	2.65	0.00	18.97	1.00	0.53	0.00	1.63
9.	Hindustan Photo Film Corporation Ltd., Ooty	32.88	0.00	27.26	0.00	37.48	0.00	4.80	0.00	9.96	0.00	0.00
10.	Tyre Corporation of India Ltd., Kolkata	17.70	1.50	16.39	1.40	8.78	0.00	3.02	0.00	0.00	0.00	2.90
11.	National Instruments Ltd. Kolkata	3.38	0.00	0.53	0.00	31.30	0.	0.00	0.00	2.87	0.55	0.55
12.	Scooter India Ltd., Lucknow	0.00	0.00	3.00	0.00	0.00	0.00	0.00	0.00	2.04	0.00	0.00
13.	Bharat Ophthalmio Glass Ltd. Durgapur	4.93	4.93	0.00	0.00	0.00	0.00	1.47	1.47	3.13	1.90	8.30

(Rupees in crore)

No.	Name of PSU	2000-01		2001-02		2002-03		2003-04		2004-05		Total U.Cs
		Released	O/s UC	Released	O/c UC	Released	O/s UC	Released	O/s UC	Released	O/s UC	Outstandi ng
14.	Cement Coporation of India Ltd., New Delhi	86.23	0.00	64.72	0.00	65.83	0.00	41.23	0.00	17.08	0.00	0.00
15.	Hindustan Paper Corporation Ltd. Kolkata	4.40	0.00	3.77	0.00	12.18	0.00	0.00	0.00	0.00	0.00	0.00
16.	Hindustan Salt Ltd. Jaipur	7.55	0.00	1.91	0.00	3.77	0.00	1.74	0.00	6.69	6.15	6.15
17.	NEPA	11.69	0.00	6.31	0.00	48.41	0.00	16.18	0.00	12.86	0.00	0.00
18.	Rehabilitation Industries Corporation Kolkata	15.08	0.00	0.70	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
19.	Mining and Allied Machinery, Durgapur	60.51	0.00	89.38	0.00	1.80	0.00	1.68	0.00	0.22	0.00	0.00
20.	National Industrial Development Coporation	4.52	0.00	3.58	0.00	10.87	0.00	2.68	0.00	0.15	0.15	0.15
21.	National Bioy. Corporation Ltd., Mumbai	7.42	7.42	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7.42
22.	Cycle Corporation India Ltd. Kolkata	7.90	7.90	9.03	9.03	0.00	0.00	0.00	0.00	0.00	0.00	16.93
23.	Bharat Leather Ltd. Kolkata	6.95	6.85	0.28	0.28	0.00	0.00	0.13	0.13	0.00	0.00	7.26
	<b>TOTAL</b>	<b>650.86</b>	<b>30.39</b>	<b>655.82</b>	<b>10.71</b>	<b>530.90</b>	<b>0.56</b>	<b>502.49</b>	<b>7.72</b>	<b>568.41</b>	<b>25.71</b>	<b>75.62</b>

**Annex-V**  
**(Refers to Paragraph 5.3.6.4)**  
**Table 24: Irregularities in House Building Advance**

<b>S.No.</b>	<b>Name &amp; Designation of the official Shri/Smt</b>	<b>Date of release of last instalment</b>	<b>Whether Insurance/Renewal was done</b>
1.	Ajay Kumar Sharma, UDC	25 May 2005	Not done
2.	Satish Kumar Marar, UDC	20 July 2004	Not done
3.	Rakesh Kumar, PA	14 February 2005	Not done
4.	Sanjay Bajpai, Sc D	10 March 2004	Not done
5.	B K Khurana, PPS	18 August 2005	Not done
6.	B.K.Tyagi, Sc B	30 January 2004	Not done
7.	B.K. Shukla, Sc F	29 July 2004	Not done
8.	Praveen Kumar, Sc. B	31 December 2003	Not done
9.	Rashmi Hussain, PA	20 March 2006	Not done
10.	R. Brakaspathy, Sc. F	15 March 2005	Not done
11.	Surinder Singh Rawat, UDC	10 June 2005	Not done

**Annex-VI**  
**(Refers to Paragraph 5.3.8)**

**Table 25: Delay in submission of final completion report of projects**

<b>S.No</b>	<b>Title</b>	<b>Expenditure (Rs. in lakh)</b>	<b>Date of completion</b>	<b>Date submission of Final Report</b>
<b>INDO- MEXICO PROJECTS</b>				
1.	Ontogeny and Biochemistry of Digestive system of carp Larvae Catla and Cirrhinus Mrigala	2.59	01-03-04	24-05-05
<b>INDO-US PROJECTS</b>				
2.	Engineering of Oxygen affinity of a unique bacterial haemoglobin from Vitreoseilla and studies on its implications on cellular physiology and bio-technological processes	4.05	30-06-03	18-03-04
3.	Spectral and inverse spectral problems for schrodinger operators	5.35	31-07-02	31-03-03
4.	Use of fibre re-inforced polymer material for repair of deteriorated concrete and masonry structures	3.77	30-06-03	24-04-04
5.	An ecological and taxonomic study of ectromy corrhizal fungi	6.71	30-09-03	31-07-04
6.	Synthesis and study of interactions of organic legends with various spectroscopic and DNA Sequencing techniques	3.59	31-08-03	30-08-04
7.	Thermo tectonic evolution of Himalayan metamorphic rocks, Sikkim, India	2.31	26-07-03	09-06-04
8.	Aerosol optical characterisation and investigation of aerosol radioactive forcing at the surface and top of the atmosphere	4.41	31-12-04	27-07-05
9.	Quantum cromo dynamics a light front Hamiltonian approach	3.75	29-04-05	24-02-06
<b>JTP /GL DIVISION</b>				
10.	Training of manpower for repair and maintenance of instruments	Not furnished	02-07-03	03-08-05