## TABLE OF CONTENTS

Paragraph	Particulars	Page	
	Preface	v	
	Overview	vii to xii	
CHAPTER - I : GENERAL			
1.1	Trend of revenue receipts	1	
1.2	Analysis of arrears of revenue	4	
1.3	Arrears in assessment	5	
1.4	Evasion of tax detected by the Department	6	
1.5	Pendency of Refund Cases	6	
1.6	Response of the Department/Government towards audit	7	
1.7	Analysis of the mechanism for dealing with the issues raised by audit	10	
1.8	Audit Planning	12	
1.9	Results of Audit	12	
1.10	Coverage of this Report	12	
CHAPTER - II : COMMERCIAL TAX			
2.1	Results of Audit	13	
2.2	Performance Audit on "System of assessment under VAT"	14	
2.3	Other Audit observations	36	
2.4	Incorrect determination of turnover	36	
2.5	Application of Incorrect rate of tax	37	
2.6	Non-realisation of tax on sales incorrectly treated as tax free	39	
2.7	Allowance of inadmissible Input Tax Rebate	40	
2.8	Non/ short levy of Entry tax	41	
2.9	Inadmissible grant of exemptions	42	
CHAPTER - III : STATE EXCISE			
3.1	Tax administration	43	
3.2	Results of Audit	43	

Paragraph	Particulars	Page	
3.3	Non recovery of excise duty on unacknowledged foreign liquor/ beer during transport/export	44	
3.4	Non-imposition of penalty	44	
3.5	Internal Audit	47	
CHAPTER - IV : TAXES ON VEHICLES			
4.1	Tax administration	49	
4.2	Results of Audit	49	
4.3	Short levy of motor vehicle tax due to wrong assessment of seating capacity of public service vehicles	50	
4.4	Non-realisation of vehicle tax and penalty	50	
4.5	Non/short levy of revenue due to non/short realisation of trade fees	52	
4.6	Internal Audit	53	
CHAPTER - V : LAND REVENUE			
5.1	Results of audit	55	
5.2	Performance audit on <b>"Land Revenue Receipts in Madhya Pradesh"</b>	55	
5.3	Other Audit observations	76	
5.4	Non-remittance of land revenue and <i>upkar</i> in Government account	76	
CHAPTER - VI : STAMPS AND REGISTRATION FEES			
6.1	Tax Administration	77	
6.2	Results of Audit	77	
6.3	Delay in disposal of cases referred by Sub Registrars	78	
6.4	Incorrect determination of market value	78	
6.5	Short levy of Stamp duty and Registration fees on lease deed	79	
6.6	Short levy of Stamp duty and Registration fee on instruments of power of attorney	80	
6.7	Non-registration of Mortgage deeds	81	
6.8	Irregular exemption of Stamp Duty	82	
6.9	Internal Audit	82	

Paragraph	Particulars	Page	
CHAPTER - VII : MINING RECEIPTS			
7.1	Tax administration	83	
7.2	Results of Audit	83	
7.3	Non/Short realisation of rural infrastructure and road development tax on idle mines	84	
7.4	Short levy of Stamp duty and Registration fees on instruments of lease deeds of mines	84	
7.5	Non/Short realisation of dead rent	85	
7.6	Short realisation of royalty	86	
7.7	Non/Short realisation of contract money in trade quarries	87	
7.8	Non-realisation of royalty against temporary permit issued	88	
7.9	Short realisation of royalty due to incorrect application of rate of royalty	88	
7.10	Non-levy/realisation of interest on belated payments	89	
7.11	Internal Audit	90	
CHAPTER - VIII : FOREST RECEIPTS			
8.1	Results of Audit	91	
8.2	Performance audit on "Forest Receipts in Madhya Pradesh"	92	
	Appendices	119 to 201	
	Glossary of Abbreviations	202 to 203	