

## PREFACE

This Report is prepared for submission to the Governor of the State of Jammu and Kashmir under Article 151 (2) of the Constitution of India. This Report contains two parts.

**Part A: Revenue Sector**-The audit of revenue receipts of the Revenue Sector departments of the Government is conducted under Section 16 of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971. This part presents the results of audit of receipts such as sales/ value added tax, state excise, taxes on motor vehicles, and other tax and non tax receipts of the Government of Jammu and Kashmir for the Financial year ended 31 March 2014.

**Part B: Public Sector Undertakings** relates to Social, General and Economic Sectors. Audit of accounts of Government companies is conducted by the CAG under Section 619 of the Companies Act, 1956 and audit of Statutory Corporations under their respective legislation. The Government is required to submit this portion of the Audit Report to the State Legislature under Section 19A of the Comptroller and Auditor General's (Duties, Powers and Conditions of Services) Act, 1971.

The cases mentioned in this Report are among those which came to notice in the course of test audit of transactions during the year 2013-14 as well as those which had come to notice in earlier years but could not be dealt with in previous Reports; matters relating to the period subsequent to 2013-14 have also been included, wherever necessary.

The Audit has been conducted in conformity with the Auditing Standards issued (March 2002) by the Comptroller and Auditor General of India.