

PREFACE

This Report for the year ended March 2014 has been prepared for submission to the President under Article 151 of the Constitution. The Report relates mainly to matters arising from test audit of the financial transactions and operational performance relating to Indian Air Force. The issues relevant to Indian Air Force arising from audit of records of the Ministry of Defence, Defence Research and Development Organisation, Military Engineer Service and Hindustan Aeronautics Limited are also part of this Report.

The Report includes 15 paragraphs including audits reviews on 'AA', 'C' aircraft, 'DD' aircraft, Operational Works in IAF, Mission Mode Projects of DRDO, Estate management in HAL and Investment in JV Companies by HAL.

The issues mentioned in the Report are among those which came to notice in the course of audit during 2013-14 as well as those which came to notice during earlier years, but could not be included in the previous Reports. Wherever necessary, information subsequent to March 2014 has also been included.