

Annexure

ANNEXURE: 1
Fact Sheet on Special Economic Zones
As on 1 April 2020

(Refer paragraph 1.9)

Number of Formal approvals	421		
Number of notified SEZs	354 plus 7 Central Govt. plus 12 State/Pvt. SEZs		
Operational SEZs	248		
Units approved in SEZs	5,524		
Investment	Investment	Incremental Investment	Total Investment
	(As on February 2006)		(As on 1 April 2020)
Central Government SEZs	₹2,279 Cr.	₹ 18,278 Cr.	₹ 20,557 Cr.
State/Pvt. SEZs set up before 2006	₹1,756 Cr.	₹ 11,777 Cr.	₹ 13,534 Cr.
SEZs notified under the Act	-	₹ 5,37,644 Cr.	₹ 4,75,693 Cr.
Total	₹4,035 Cr.	₹ 5,67,699 Cr.	₹ 5,71,735 Cr.
Employment	Employment	Incremental Employment	Total Employment
	(As on February 2006)		(As on 1 April 2020)
Central Government SEZs	1,22,236 persons	75,541 persons	1,97,777 persons
State/Pvt. SEZs set up before 2006	12,468 persons	96,656 persons	1,09,124 persons
SEZs notified under the Act	0	19,31,404 persons	19,31,404 persons
Total	1,34,704 persons	21,03,601 persons	22,38,305 persons
Export performance			
Year	Exports		Year on year growth percentage
FY 16	4,67,337		1
FY 17	5,23,637		12
FY 18	5,81,033		11
FY 19	7,01,179		21
FY 20	7,96,669		14

Total Investment	2015-16	2016-17	2017-18	2018-19	2019-20
	₹in crore				
Central Government SEZs	15,178	15,974	19,381	18,677	20,557
State/Pvt. SEZs set up before 2006	10,169	11,478	12,952	13,274	13,534
SEZs notified under the Act	3,51,147	4,05,690	4,59,979	4,75,693	5,37,644
Total	3,76,494	4,33,142	4,92,312	5,07,644	5,71,735
Employment (in person)	2015-16	2016-17	2017-18	2018-19	2019-20
Central Government SEZs	2,38,382	2,34,861	2,39,870	2,28,037	1,97,777
State/Pvt. SEZs set up before 2006	84,004	95,970	1,00,669	1,03,052	1,09,124
SEZs notified under the Act	12,68,995	14,48,020	16,56,071	17,29,966	19,31,404
Total	15,91,381	17,78,851	19,96,610	20,61,055	22,38,305

Source: www.sezindia.nic.in

ANNEXURE: 2**Duty evasion cases detected by DRI (Scheme-wise)****(Refer Paragraph 1.13.1)**

Sl. No	Scheme	FY 16	FY 17	FY 18	FY 19	FY 20
		No. of cases				
		Duty	Duty	Duty	Duty	Duty
		(₹ in Cr.)				
1	Misuse of End-Use & Other Notification conditions.	69	29	48	60	17
		770.48	15.91	117.50	539.47	117.90
2	Misuse of EPCG	64	53	37	32	77
		454.92	311.96	237.47	72.90	389.42
3	Undervaluation	92	154	346	80	45
		254.37	184.89	1825.42	301.01	106.85
4	Mis-declaration	112	167	163	211	179
		1,187.61	309.09	184.72	791.89	349.45
5	Misuse of Drawback Scheme	94	58	146	21	83
		1,150.46	99.70	40.22	6.87	257.71
6	Misuse of EOU/EPZ/SEZ	18	6	3	3	2
		9.54	37.34	1.05	4.95	1.57
7	Misuse of DEEC/ Advance licence	12	55	79	178	70
		15.21	265.21	293.54	3,433.40	335.73
8	Others	170	145	118	167	288
		2,780.73	198.08	364.74	1,077.70	624.80
	Total	631	667	940	752	761
		6,623.32	1,422.18	3,064.65	6,228.19	2,183.43
	Comodities involved					Readymade garments, CRGO coils, Phthalic anhydride, Nutritional supplements, Ceramic Roller, IT and IT enabled services, Chilled Shrimps & Prawns, Natural Rubber etc.

Source: DRI New Delhi letter dated 3 March 2021

ANNEXURE: 3
Misclassification of imports

(Refer paragraph 3.7)

S.No.	DAP No.	Subject	Amount Objected (₹ In lakh)	Amount Accepted (₹ In lakh)	Amount Recovered (₹ In lakh)	Commissionerate	Commodity
1	6	Short levy of IGST due to misclassification	14.38	14.38	17.82	ICD, Irungattukottai	Door glass
2	8	Short levy of duty due to misclassification	44.54	44.54	55.73	ICD, Irungattukotai	Steering columns and Air bags
3	14	Short levy of duty due to misclassification	14.29	14.29	17.58	Comm. of Customs (Chennai-II)	Bracket cam shaft
4	23	Short levy of duty due to misclassification	25.02	207.00		Comm. of Customs (Chennai-II)	Palmerster
5	28	Short levy of duty due to misclassification	12.61	12.61		Custom House, Mundra	Re-melted zinc
6	30	Short levy of duty due to misclassification	11.12	11.12	14.53	ACC, Bengaluru	Control unit
7	33	Short levy of duty due to misclassification	9.93	9.93	12.85	ACC, Bengaluru	Thermal Engine Theon Sensor SA
8	37	Short levy of duty due to misclassification	8.25	8.25	10.75	ACC, Bengaluru	Size pick up measuring device
9	38	Short levy of duty due to misclassification	11.31	11.15	11.15	Tughlakabad, Delhi	Nylon Tufted Machine Made carpet
10	39	Short levy of duty due to misclassification	27.90	27.90	33.68	NCH, Import, Delhi	Hydraulic Pumps
11	41	Short levy of Customs Duty due to misclassification	43.13	14.75	15.91	Comm. Customs, Hyderabad	Sweaters and new cotton jackets
12	54	Short levy due to misclassification	23.91	23.91	24.31	Chennai (Sea)	Rail-cum-road vehicle
13	62	Short levy of duty due to misclassification	19.44	19.50	19.50	NCH, Import, Delhi	Eye Bolts/contact Bolts
14	63	Short levy of duty due to misclassification	10.57	11.76	11.76	NCH, Import ,Delhi	Taxial / Pick up Accelerometers
15	65	Short levy of duty due to misclassification	27.08	27.08	31.42	NCH, Import, Delhi	Pick up Gyroscopes
16	66	Short levy of duty due to misclassification of goods	25.36	25.36	0.35	Comm-Customs, Hyderabad	Infrared / flow microscope
17	70	Short levy of duty due to misclassification	15.56	15.56	21.02	Tughlakabad, Delhi	Pulser coil/plate
18	71	Short levy of duty due to misclassification	18.86	18.86		NCH, Import, Delhi	Outdoor Quad/Dual/Penta Band
19	72	Short levy of duty due to misclassification	12.77	2.93	2.93	NCH, Mumbai	Sunglasses/ Goggles
20	74	Short levy of duty due to misclassification	12.87	12.87	16.50	NCH (Import) Delhi	Receiver Transmitter
21	75	Short levy of duty due to misclassification	12.86	12.86	14.08	NCH (Import) Delhi	Cockpit Voice Recorders
22	77	Short levy of duty due	9.92	9.92	11.22	ICD, Tughlakabad,	Poly coated paper

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S.No.	DAP No.	Subject	Amount Objected	Amount Accepted	Amount Recovered	Commissionerate	Commodity
			(₹ In lakh)	(₹ In lakh)	(₹ In lakh)		
		to misclassification				Delhi	
23	78	Short levy of duty due to misclassification	46.47	4.34	4.34	ICD, Tughlakabad, Delhi	Conical springs
24	79	Short levy of duty (IGST) due to misclassification	10.01	10.01	17.03	JNCH, Mumbai	Argon oil wax, green apples was, gold wax, pearl wax
25	83	Short levy of IGST and interest due to misclassification of coated fabric	11.94	11.94	12.40	Customs (Port), Kolkata	Coated fabric
26	84	Short levy of Customs Duty due to misclassification of imported goods	11.44	11.44		Assistant Commissioner of Customs, Petrapole	Iron and steel shafts
27	87	Short levy of duty due to misclassification	38.39	7.50	3.84	ICD, Tughlakabad, Delhi	Ribbon /weave tape/webbing made of polyester
28	88	Short levy of duty due to misclassification	23.42	23.42		NCH (Import) Delhi	Fuel meter for Aircraft
29	89	Short levy of duty due to misclassification	13.56	13.56	14.59	ICD, Patparganj, Delhi	Latch buckle, plate and lock bar
30	90	Short levy of duty due to incorrect grant of notification benefit	11.62	11.62		NCH (Import) Delhi	PCB and Display PCB of Air conditioner
31	96	Short levy of duty due to misclassification	20.75	20.75	12.91	NCH (Import) Delhi	Motor Cycle/two wheeler parts
32	97	Short levy of duty due to misclassification	32.60	32.60		NCH, Mumbai	Water filter parts
33	111	Short levy of duty due to misclassification	43.79	43.79		ICD, Tughlakabad, Delhi	Discharge valves
34	113	Short levy of duty due to misclassification	36.17	36.17	36.17	NCH (Import) Delhi	ODU Controller unit for Air conditioners
35	114	Short levy of duty due to misclassification	44.95	44.95		NCH (Import) Delhi	Bluetooth Module
36	117	Short levy of duty due to misclassification	27.64	27.64	35.96	NCH (Import) Delhi	Mobile Phone
37	119	Short levy of duty due to misclassification	9.78	10.64	5.13	NCH (Import) Delhi	Feet Altimeter/ encoding Altimeter
38	121	Short levy of duty due to misclassification	15.58	12.04	0.11	ICD, Tughlakabad, Delhi	Solder Mask for PCB
39	125	Short levy of duty due to misclassification and inadmissible exemption allowed on smuggled goods	21.72	21.72		Customs, Shillong	Micro SD memory cards
40	129	Short levy of duty due to misclassification	42.38	42.38	64.00	CSEZ, Kakkanad, Kochi	Cable Assembly
41	137	Short levy of duty due to misclassification	41.35	41.35	51.08	NCH (Import) Delhi	Heat Exchangers
		Total	915.24	984.39	600.65		

ANNEXURE: 4
Incorrect application of Exemption notification
(Refer Paragraph 3.8)

S.No.	DAP No.	Subject	Amount Objected (₹ In lakh)	Amount Accepted (₹ In lakh)	Amount Recovered (₹ In lakh)	Commissionerate	Commodity
1	2	Short levy of duty due to incorrect adoption of IGST rate	12.36	11.28	11.28	Chennai (Sea)	Gym Equipment
2	3	Short levy of duty due to incorrect adoption of rate of Basic Customs Duty	10.71	10.71	11.84	Chennai (Sea)	Gents Shoes
3	4	Short levy of incorrect adoption of rate of BCD	17.29	17.29		ICD, Chennai	Components/parts of agricultural machinery
4	5	Short levy of duty due to incorrect extension of notification benefit	10.64	10.64	12.99	Chennai (Air)	Prawn feed/shrimp feed
5	9	Short levy due to incorrect adoption of IGST rate	38.67	38.67	50.41	Customs (Chennai-II)	Pumps assembly engine oil
6	11	Non payment of IGST	32.70	32.70		Customs (Port), Kolkata	Standard newsprint
7	25	Short levy of duty due to grant of incorrect exemption	22.27	22.27		Customs (Preventive), Cochin	IP Surveillance and access control system
8	34	Short levy of Basic Customs Duty and Integrated tax due to short fixation of tariff value	44.99	44.99	46.31	ACC, Ahmedabad	Thermal Engine Theon Sensor SA
9	55	Short levy of integrated tax (IGST) due to incorrect categorization of goods under IGST schedule	10.70	10.70	13.80	Custom House, Mundra	Bitumen 60/70 grade and carbon black
10	57	Short levy of integrated tax (IGST) due to incorrect categorization of goods under IGST schedule	11.27	11.27	13.32	ACC, Ahmedabad	Pump Assembly Full Boost
11	59	Short levy of IGST	16.81	16.81	12.73	ACC, Shamshabad	plastic parts for electric accumulators
12	61	Non levy of safeguard duty on solar cells	21.98	21.98	23.47	Customs House (Chennai-II),	Solar cells
13	93	Non levy of IGST	9.10	9.10	10.51	Pune	NVH Test Bench-Used Power train Acoustic
14	95	Short levy of duty due to incorrect grant of notification benefit	11.63	11.63	12.01	Customs (Import), ICD Tughlakabad New Delhi	Parts of E-Rickshaw/automobiles

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15	109	Short levy of duty due to incorrect IGST rate	11.10	8.52	8.52	ICD, Tughlakabad, Delhi	Water pump
16	110	Loss of revenue due to non levy of social welfare surcharge	10.02			Customs (Airport), Kolkata	Baggage
17	116	Short levy of duty due to grant of notification benefit incorrectly	20.20	20.20		ACC, NCH (Import) Commissionerate, Delhi	Zeiss surgical operating microscope
18	126	short levy of IGST	31.96	31.96	0.15	Customs (NS-5), JNCH	Computer Monitors
19	130	Short levy of duty due to misclassification	33.04	33.04	14.36	NCH, Delhi	Various machines/parts
20	135	Short levy of duty due to incorrect application of IGST rate	28.60	6.49	6.49	NCH (Import) Delhi	Parts of water pump
21	140	Short levy of duty due to incorrect availment of notification benefit	48.87	48.87		Customs (Import)-NS-1, JNCH, Mumbai	Oils for Cosmetic and Industrial use only
		Total	454.91	419.12	248.19		

ANNEXURE: 5
Incorrect application of Exemption notification

(Refer Paragraph 3.8.8)

S.No.	DAP No.	Subject	Amount Objected (₹ In lakh)	Amount Accepted (₹ In lakh)	Amount Recovered (₹ In lakh)	Commissionerate	Commodity
1	91	Non levy of anti dumping duty	14.35	14.35	17.58	JNCH, Mumbai	Chlorinated Polyvinyl chloride Resin (CPVC)
2	92	Short levy of anti dumping duty	36.86	36.86		ICD, Tughlakabad	PVC Resin SG5 (Homo polymer of vinyl chloride monomer)
3	102	Non levy of anti dumping duty	18.89			JNCH, Mumbai	Ceramic tableware and kitchenware
4	107	Non levy of anti dumping duty	10.82			JNCH, Mumbai	O-Acid or Ofloxacin acid
5	136	Non levy of anti dumping duty	12.54			Kolkata (Port)	Clear Float Glass
		Total	93.46	51.21	17.58		

Annexure:6
Non-compliance to provisions of Export Promotion Schemes
(Refer paragraph 4.2)

S.No.	DAP No.	Subject	Amount Objected (₹ In lakh)	Amount Accepted (₹ In lakh)	Amount Recovered (₹ In lakh)	Commissionerate	Commodity
1	12	Non realization of proportionate Customs Duty under the EPCG scheme	26.37	26.37		ADGFT, Kolkata	Iron ore pellets
2	13	Ineligible grant of credit under MEIS	11.80	11.80	16.30	JDGFT, Cochin	Frozen lobster
3	16	Non-fulfilment of export obligation in foreign currency under the EPCG scheme	14.80	14.80		ZDGFT, Kolkata	
4	19	Irregular grant of MEIS licence	17.74	17.74	23.32	JDGFT, Cochin	Potatoes
5	20	Incorrect grant of duty credit under MEIS	13.55	3.14	3.14	JDGFT, Madurai	Frozen Octopus
6	24	Incorrect grant of reward under IEIS	29.09	29.09	43.26	JDGFT, Madurai	Cotton Yarn
7	31	Excess payment of duty drawback for export of printed circuit board for cellular phones	34.93	34.93	38.37	Commissionerate of Customs- ACC NCH,Chennai-VII),	Cellular mobile phone
8	32	Non levy of integrated tax (IGST)	10.18	10.18	11.41	Deputy Comm. of Customs, Custom House, Mundra	Raw Sesame Seeds
9	36	Incorrect grant of duty credit under MEIS	11.79			JDGFT, Madurai	Other frozen lobsters
10	44	Short payment of Customs Duty and surcharge on DTA sale	12.44	12.44	13.67	SEEPZ-SEZ Mumbai	High pressure gate valves
11	45	Short payment of duty on DTA sales	21.01	21.01	27.89	SEEPZ-SEZ Mumbai	Food grade antioxidants
12	46	Excess grant of Terminal excise duty refund	15.51	15.51		DGFT, Mumbai	
13	49	Non-fulfilment of export obligation in EPCG scheme	32.21	32.21	5.35	Commissionerate Customs (Airport & ACC), Bengaluru	Double cream filling and packing Machine
14	50	Non-fulfilment of export obligation in EPCG scheme	11.05	11.05	1.86	ICD Whitefield under Comm. of Customs (City), Bengaluru	Capital goods
15	51	Non-fulfilment of export obligation in EPCG scheme	10.76	10.76	17.22	Addl. DGFT, Bengaluru /ICD Whitefield, Bengaluru	Automatic Silk Reeling Machine with standard Accessories
16	53	Non-payment of BCD (reversal of exemption) on DTA sale	33.82	33.82	33.82	SPEEZ SEZ, Mumbai	Ceramic pigments/colours and nickel derivatives

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17	58	Grant of excess duty credit under MEIS	10.78	10.78	10.78	JDGFT, Madurai	Cotton oven holders, aprons, cotton pot holders
18	67	Non/Short levy of late cut on CST refunds	29.46	29.46	29.46	Development Commissioner (KASEZ), Gandhidham	
19	80	Non- fixation of adhoc norms	25.97	25.84	25.84	SEEPZ-SEZ Mumbai	Shroud plates
20	81	Short payment of BCD on DTA clearances	12.25	12.25	12.94	SEEPZ-SEZ Mumbai	Perfumes, deodorants
21	103	Incorrect grant of SEIS duty credit for ineligible services	16.17	16.17	15.36	Zonal Additional DGFT, Chennai	
22	108	Short payment on DTA clearance of scrap in excess of SION norms	14.21	14.21	14.32	Development Commissioner, SEEPZ, Mumbai	Manufacturing scrap
23	127	Excess refund of Terminal excise duty on deemed exports	21.59	21.59		DGFT, Mumbai	Capital goods
24	134	Non revision of cost recovery charges	23.66	23.66	23.66	Commissioner of Customs, Nagpur	
25	142	Incorrect grant of CST reimbursement on imported goods	22.49	22.49	22.49	Development Commissioner (KASEZ) Gandhidham	
		Total	483.63	461.30	390.46		