

Grant of Rewards to those providing information about evasion of tax under all of the Acts currently administered by the Sales Tax Department (except the Maharashtra Tax on Entry of Motor Vehicles into Local Areas Act (i.e., Entry Tax Act.))

**GOVERNMENT OF MAHARASHTRA,  
FINANCE DEPARTMENT,**

Resolution No.STA-2004/CR-103/Taxation-2,  
Mantralaya, Mumbai-400 032,  
Dated 5<sup>th</sup> June, 2007.

Read:- 1) Government Resolution No. STA-1075/426-RES-8 Dated 1.1.1976

2) Government Resolution No. STA-1090/128/Taxation-2 Dated 18.2.1993

3) Government Resolution No. STA-2501/CR-22/Taxation-2 Dated 30.9.2002

**1. Preamble :**

The scheme for grant of rewards to informers for giving information about evasion of tax under various taxation Acts administered by the Sales Tax Department is already in force for quite some time. The latest scheme in force is in operation since 18<sup>th</sup> February 1993. There were some proposals to review the extent of reward admissible and based on the accumulated experience, to streamline the procedure for grant of reward. It was also necessary to consolidate the previous instructions and provide a comprehensive and cohesive set of instructions for this scheme. After careful consideration of the subject, the Government has taken the following decisions.

**2. Resolution :**

2.1 In supersession of all previous Government resolutions and memoranda on the subject of grant of rewards to informants for giving information about evasion of tax under the various tax Laws administered by the Sales Tax Department, the Government is pleased to prescribe the following instructions to regulate the grant of rewards to the informants for the information and assistance provided by them, leading to the detection of evasion and recovery of taxes under any of the Acts administered by the Sales Tax Department (except the Maharashtra Tax on Entry of Motor Vehicles into Local Areas Act, 1987, also called Entry Tax Act). Reward will be payable to the informants when the amount towards payment of tax, penalty and interest is realised in the

Government accounts and after the appeal, if any, has been disposed of or where the period of filing the appeal is over. In other words, the reward will be payable only when the revenue is realised irrevocably.

2.2 The reward will be admissible :

- I. to the informant(s) for information and assistance provided by them, leading to the detection of evasion of taxes and recovery thereof including Hawala cases;
- II. to the informant(s) who provide(s) help and assistance to the Sales Tax Department in the recovery of irrecoverable taxes.

2.3 This resolution will be applicable in toto to all informants for the cases where they have provided information / assistance after the publication of this resolution. In addition, it will also apply to all pending cases of rewards in respect of which information had been provided by the informants, as per the provisions of earlier resolutions. **So also in such cases the quantum of reward shall be according to para 3.1 of this Resolution.**

However the cases, wherein the decision as per earlier resolutions in respect of reward has already been taken or, as the case may be, where the rewards are already sanctioned, shall not be reopened after the date of issue of this resolution.

### **3. Scope and extent of rewards :**

3.0 Reward is an ex-gratia payment to the informant and will be granted according to these instructions in the absolute discretion of the authority competent to grant such reward. No representation or petition will be entertained from either the informant on his behalf against any decision of the competent authority regarding grant of reward and / or the quantum of reward. As reward is an ex-gratia payment, no assignment of the reward money made by the informant will be recognised. No request for the reward will be entertained from any person merely by reasons of his / her having acted as employee, agent or representative of the informant. However, in case of death of the informant, the widow or any other legal heir(s) of the informant may apply for the reward money and such application shall be considered by the competent Authority on merit.

#### **3.1 Reward in case of informants for information and assistance provided by them, leading to detection of evasion and recovery of taxes**

3.1.1(A) The maximum quantum of reward admissible in the case of informants for providing the information leading to detection and realisation of evaded taxes will be as given in Table-1 below :

**Table 1**

| <b>Sr. No.</b> | <b>Amount of additional tax realised</b> | <b>Maximum Quantum of reward to the informant</b>   |
|----------------|--|---|
| 1.             | upto Rs. 20 lakh                         | 10% of the additional tax recovered   |
| 2.             | exceeds Rs. 20 lakh upto Rs. 1 crore     | Rs. 2 lakh + 5% of additional tax realised above Rs. 20 lakh.   |
| 3.             | exceeds Rs. 1 crore upto Rs. 10 crore    | Rs. 6 lakh + 2 % of additional tax recovered over Rs. 1crore.   |
| 4.             | exceeds Rs. 10 crore                     | Rs. 24 lakhs + 1% of additional tax recovered over Rs. 10 crore, subject to a maximum of Rs. 50 lakh. |

Note : (i) For the purposes of calculation of reward, the amount of tax realised would include surcharge and turnover tax, if any, but not the interest and penalty.

(ii) In respect of rewards pertaining to recovery of irrecoverable dues the quantum of reward to informants shall be governed by clause 3.2.2.

(B) The following factors shall determine the actual reward admissible within the maximum amount prescribed in the preceding sub- para (A) :

(i) The exactness and comprehensiveness of the information provided by informant.

(ii) Additional amount of tax, including surcharge and / or turnover tax wherever applicable, realised in Government Treasury as a result of the information provided by the informant.

(iii) In case of arrears classified as irrecoverable, the extent of information and assistance rendered by the informant in recovering the tax.

The admissible amount of reward shall not be more than the limits mentioned in the last column of the Table 2 given below:

**Table 2**

| <b>Sr. No.</b> | <b>Accuracy of information</b>             | <b>Percentage of total computed reward admissible to the informant</b> |
|----------------|--|--|
| 1.             | Very accurate and comprehensive            | 100%   |
| 2.             | Largely correct and fairly comprehensive   | 75%  |
| 3.             | Generally correct but not so comprehensive | 50%  |

3.1.2 In a case where assessment is done on the basis of information given by an informant and the assessment order is passed but recovery is not made and such recovery is made in the manner explained in para 3.2, then the reward to the original informant shall be reduced by an amount admissible to a person referred to in para 3.2. Thus, the overall limit of reward to be given in a given case shall be restricted to an amount admissible as per para 3.1.1 supra.

**3.2 Reward in case of assistance in recovery of irrecoverable dues :**

3.2.1 The reward will be admissible to the persons who will provide clues / information and active assistance to the sales tax authorities in recovery of Government taxes which otherwise had become irrecoverable. The phrase "otherwise irrecoverable" for the limited purpose of granting reward under this Resolution would mean the tax which officers of the Sales Tax Department have identified and indicated as non-recoverable either because of the dealer being not traceable or because of non-availability of assets with the dealer. For this purpose, the "irrecoverable tax" shown in the periodic reconciliation statement would be taken into account.

3.2.2 In case of information and assistance provided by the informant in tracing the dealer or bringing his assets on record and helping the Sales Tax Department in furthering recovery procedure leading to recovery of tax dues from such dealers, the informant will be given the reward @ 50% of the reward as would be admissible to an informant in a tax evasion case, indicated in Table 1 in clause 3.1.1(A) subject to a ceiling of Rs. 5 lakh per case. Reward will be payable to the informant only when the entire recovery procedure is completed and pending dues are paid in to government treasury.

3.2.3 Reward on account of any information will not be admissible to employees or officers working in the Sales Tax Department.

**4. Conditions to be fulfilled before granting reward :**

- 4.1 If any person willing to provide any information in expectation of the reward, it will be necessary for him to furnish written information in the Form "A1" or "A2", whichever applicable, appended to this Resolution. The informant is expected to give the exact details of the information, which he intends to give to the Sales Tax Department with a view to availing of the reward. Information provided in Form "A1" or "A2", as applicable, should be complete, verified and signed by the informant in the presence of enforcement officer or a higher authority in that branch. As the quantum of reward is commensurate with the extent of details and exactness / correctness of information provided by informant in Form "A1" or, as the case may be "A2", the informant should take utmost precaution in filling the appropriate form A1 or as the case may be, A2. No reward would be admissible unless the information has been furnished in the appropriate prescribed proforma "A1" or, as the case may be,"A2".
- 4.2 If any person has sent some information by post, such person should be asked to appear before the concerned enforcement officer or any higher authority in that office. The person should be asked to fill and sign the information in the appropriate form. The enforcement officer or the higher authority in whose presence the informant has filed the information in Form "A1" or "A2", whichever applicable, should countersign the statement in the respective Form. However, no promise shall be given to the informant either as to the grant of any reward or about the quantum thereof.
- 4.3 The information form duly filled and signed by the informant and countersigned by enforcement officer or any higher authority is required as proof of bonafides of the informant and will not be used as evidence in assessment proceeding.
- 4.4 After receiving the information from the informant in the appropriate form, the concerned authority should immediately submit the confidential report on the next working day through its immediate superior to the Joint Commissioner of Sales Tax giving brief particulars of the informant, the information given by the informant and the action proposed by the reporting officer. The Joint Commissioner of Sales Tax should give suitable instructions to the concerned Officer in the light of the information provided by the informant and report submitted by officers.
- 4.5 No reward shall be granted if the Sales Tax Department has already initiated an action in any of such matter, in respect of which an informant has provided information in Form

“A1” or “A2” or in the event of the date of information provided by the informant in Form “A1” or "A2" is of a later date than the commencement of any investigation/visit proceedings in such a case.

**5. Proposals for rewards :**

While making the case for reward, the Sales Tax Officer or the Officer in charge shall forthwith submit his explicit observations as against the information furnished by the informant in appropriate Form "B1" or, as the case may be, "B2" and submit the same to the Joint Commissioner in charge alongwith the statement in Form "A1",or, as the case may be, "A2" and other supporting documents. The Joint Commissioner shall, after satisfying himself as to the accuracy and completeness of the information shall sanction the order for payment of reward or submit it to the Commissioner for further action, as the case may be.

**6. Procedure for sanctioning the reward :**

- 6.1 Interim reward may be granted upto a maximum of 5% of the amount of advance tax recovered on establishing prima facie evasion of tax after visit of the investigation authority on the basis of the information provided by the informant, subject to a ceiling of Rs. 10,000/-. This interim amount should be adjusted towards the final reward admissible to the informant. Final reward will be granted only after the evaded tax is realised and is paid in to government treasury so also, if the statutory proceedings in that case are completed and the time allowed for appeal is over. Concerned Joint Commissioner of Sales Tax will be competent to sanction the interim reward.
- 6.2 In determining the quantum of reward, the authority recommending the reward and the authority sanctioning the same shall be guided by the factors and principles laid down in para 3.1, 3.2 or 3.3, as the case may be.
- 6.3 In case there are more than one informants providing information in a case, the only person filing in the statement in Form "A1" or, as the case may be, "A2" should be considered for payment of reward. However, if two different informants fill up the relevant form "A1" or "A2" and give information regarding any one case of evasion to two different officers, then the reward, if any, payable for the information furnished, shall be paid only to the informant, on whose information the visit is arranged first and tax is recovered.

- 6.4 If there are more than one informants in a single appropriate form "A1" or "A2" the reward will be divided amongst the informants in the ratio indicated by the informants, if any. In case no such ratio is indicated, the reward shall be equally divided amongst the informants. However, the total amount of reward to all informants put together shall not exceed the limits prescribed in Para 3.
- 6.5 If the informant desires that his identity should not be disclosed, his desire should be complied with but only to the extent that such compliance does not cause loss of revenue to the Government. This should be made clear to the person who desires to give information, by the concerned officer.
- 6.6 If any tax dues are outstanding against the informant, the authority competent to grant reward, may withdraw the amount of reward from Govt. treasury and pay it back to the govt. account against the tax demand outstanding against the informant under intimation of the same to the informant. Balance reward amount, after recovery, if any, should be paid to the informant.

**7. Competent authorities to sanction the reward :**

- 7.1 The concerned Joint Commissioner of Sales Tax will be competent to sanction interim reward.
- 7.2 The concerned Joint Commissioner of Sales Tax shall be competent to sanction final reward up to Rs. 50,000/-. Commissioner of Sales Tax, Maharashtra State, Mumbai shall be competent to sanction final reward upto the amount of Rs. 5 lakh per case. The Government of Maharashtra will be the competent authority to sanction the reward for the cases where amount of reward exceeds Rs. 5 lakh.
- 7.3 In a case where Government is the competent authority to sanction the reward, actual disbursement of reward after the sanction of Government will be done by the office of the concerned Joint Commissioner of Sales Tax.
- 7.4 Commissioner of Sales Tax may delegate partially or fully his power of sanctioning reward to the informant under these rules to the Additional Commissioner of Sales Tax (Maharashtra State). There will not be any further redelegation of power under these rules.

**8. Disputes & their settlement :**

8. **Disputes & their settlement :**

In the event of any dispute in respect of settlement of reward or about the claim of reward, such disputes shall be placed before the Commissioner. The Commissioner on perusing the records relating to such rewards shall give a decision in the case. The decision of the Commissioner on the issue shall be final.

9. **Audit procedure :**

The orders sanctioning reward will be communicated to the respective Sales Tax authorities concerned by the sanctioning authority by a secret letter, a copy of which shall be endorsed to the Accounts Officer and the same will constitute sufficient authority for drawing a bill on the treasury against the sanctioned allotment. It will not be necessary to mention in the bill the name of the informant to whom the payment is to be made. Stamped acknowledgment of payment should be obtained from the informant and countersigned by the Officer disbursing the reward and forwarded to the respective Joint Commissioner of Sales Tax for record. Stamped acknowledgments in all cases should be kept by the Deputy Commissioner of Sales Tax in his custody after countersigning them. These receipts will be checked by the Finance Department while carrying out the administrative audit so as to verify the accounts maintained by the Joint Commissioner of Sales Tax in respect of this expenditure.

10. This Government Resolution is available on Maharashtra Government's website [www.maharashtra.gov.in](http://www.maharashtra.gov.in) under Code No. 20070605115446001.

By order and in the name of the Governor of Maharashtra.



**SHASHANK MATHANE**  
**Officer on Special Duty to the Government.**



**FORM - A1**

**Form of statement furnishing information regarding evasion of Sales Tax, Purchase Tax,  
Central Sales Tax and other taxes (except Entry Tax) administered by the Sales Tax  
Department**

(If there are more than one informants, please write the names of all informants in this same form and indicate the proportion in which rewards are to be distributed.)

- 1) Full name of the informant: 1. \_\_\_\_\_  
(In Block Capital Letters) 2. \_\_\_\_\_
- 2) Full address of the informant (alongwith Phone number)
  - (a) Residence:
  - (b) Office:
- 3) Age :
- 4) (a) Occupation:  
(b) Monthly income:  
(c) PAN under IT Act (if obtained)
- 5) Informant's identification marks ( two ) :
  - a.
  - b.
- 6) (a) Whether informant has previously given any information : Yes / No.  
(b) If yes, give names of the cases, investigating officers and the reward received :
- 7) (a) Name of the dealer complained against :  
(b) such dealer's address(es), as relevant :
  1. Place of Business :
  2. Residence :
  3. Addl. P.O.B. :
  4. Godown :
  5. Factory :
- 8) Modus operandi of evasion of tax:
- 9) Period to which evasion relates:

- 10) The exact nature of documentary evidence available with the informant ? :
- 11) At what location such documentary evidence is available or is kept by the tax evader. Give description of such location:
- 12) Particulars of documents furnished, if any,/
  - (a) In original:
  - (b) Photo copy :
- 13) Source of information:
  - (a) Whether the information has been acquired through some other person. : Yes/No.
  - (b) If yes, his connection with the dealer above.
  - (c) Whether it is the information which is generally available to public from a Government Office : Yes/No
- 14) Reward to be shared between : 1. \_\_\_\_\_ ( share : )  
 (Write names of informants and their 2. \_\_\_\_\_ ( share : )  
 respective percentage of share.)

15) Declaration. ( Strike out as is not applicable ) :

I / We solemnly declare that:-

- (a) I am / We are aware that the information or documents furnished by me do not ipso facto confer on me / us a right to any reward and that I / We would be bound by any decision the authority, competent to grant the reward, may take.
- (b) I am / We are aware that the extent of reward depends on the exactness of the information and usefulness of the documents furnished by me and that the reward would relate only to the gain to revenue directly attributable to them; and
- (c) The provisions of section 182 of the Indian Penal Code have been read by me / us or explained to me / us and I am / We are aware of the fact that if the information furnished by me / us is found to be false I / We would be liable to prosecution.

Signature of the Officer  
 before whom the statement is signed  
 Name and Designation of the Officer

Signature of the informant.  
 Informant's Code, if any:

Date:

( Add signature and details of addl. informant, if any. )

Place:

**FORM - A2**

**Form of statement furnishing information regarding recovery of “otherwise irrecoverable tax” under all the Acts (except Entry Tax Act) administered by the Sales Tax Department**

(In case of more than one informer, please write the names of all informants in this same form and indicate the proportion in which rewards are to be distributed.)

- 1) Full name of informant: 1. \_\_\_\_\_  
(In Block Capital Letters) 2. \_\_\_\_\_
- 2) Full address of the informant:
  - (a) Residence:
  - (b) Office:
- 3) Age:
- 4) (a) Occupation:  
(b) Monthly income:
- 5) Informant’s identification marks ( two ) : (a).  
  
(b).
- 6) (a) Whether informant has previously given any information : Yes / No.  
(b) If yes, give names of cases, investigating officers and the reward received :
- 7) (a) Name of the dealer complained against :  
(b) His addresses ( as relevant ) :
  1. Place of Business :
  2. Place of Residence :
  3. Addl. P.O.B. :
- 8) Whereabouts of the dealer if he is not traceable:
- 9) Amount of irrecoverable tax ( Rs ) :
- 10) Description and details of the hidden assets owned  
by the dealer which may help in recovery of tax :
- 11) What documentary evidence is available with the informant ? :

- 12) What is the approximate value of such assets? Rs \_\_\_\_\_
- 13) Any other way to recover such irrecoverable dues:
- 14) Particulars of documents furnished, if any,  
 (a) In original :  
 (b) Copy only :
- 15) Source of information:  
 (a) Whether the information has been  
 acquired through some other person : Yes / No.  
 (b) If yes, then his connection with the  
 dealer above.  
 :
- 16) Reward to be shared between:  
 (Write names of informants and the extent 1. ( share : )  
 of their share in percentage terms) 2. ( share : )
- 17) Declaration ( Strike out as is not applicable ) :  
 I / We declare that:-  
 (a) I am / We are aware that the information or documents furnished by me / us do  
 not ipso facto confer on me / us a right to any reward and that I / We would be  
 bound by any decision the authority, competent to grant reward, may take.  
 (b) I am / We are aware that the extent of reward depends on the exactness of the  
 information and usefulness of the documents furnished by me and that the  
 reward would relate only to the gain to revenue directly attributable to them; and  
 (c) The provisions of section 182 of the Indian Penal Code have been read by me /  
 us or explained to me / us and I am / We are aware that if the information  
 furnished by me / us is found to be false I / We would be liable to prosecution.

Signature of the Officer  
 before whom the statement is signed  
 Name and Designation of the Officer

Date:

Place:

Signature of the informant.

Informant's Code, if any.

( Add signature and details or  
 addl.informant, if any ).

**FORM - A3**

**Form of statement furnishing information by an employee/officer of the Sales Tax Department regarding evasion of Sales Tax, Purchase Tax, Central Sales Tax and other taxes (Except Entry Tax) administered by Sales Tax Department.**

(In case of more than one officer/employee providing this information, please write the names of all officers / employees in this same form and indicate the proportion in which rewards are to be distributed.)

1. Full name of officer / employee providing information: 1. \_\_\_\_\_  
(In Block Capital Letters) 2. \_\_\_\_\_
  
2. Designation and office address of the informant :
  - (a) Designation :
  - (b) Office :
  - (c) Residence :
  
3. (a) Whether informant has previously given any information. Yes / No.  
(b) If yes, give names of case(s), date(s) of furnishing information and the reward received :
  
4. (a) Name of the Dealer complained against :  
(b) his address(es) ( as relevant ) :
  1. Place of Business :
  2. Residence :
  3. Addl. P.O.B. :
  4. Godown :
  5. Factory :
  
- 5) Modus operandi of evasion of tax:
  
- 6) Period to which evasion relates:
  
- 7) What documentary evidence is available with the informant :
  
- 8) At what location such documentary evidence is available or is kept by the tax evader. (Give description) :
  
- 9) Particulars of documents furnished, if any :
  - (a) In original:
  - (b) Copy only:
  
- 10) Source of information:

(a) Whether the information has been acquired through some other person : Yes / No.

(b) If so, then his connection with the dealer above. :

11) Reward to be shared between.

(Write names of the informants and their 1. \_\_\_\_\_ ( Share : )  
respective percentage shares.) 2. \_\_\_\_\_ ( Share : )

12) Declaration: ( Strike out as is not applicable )

I / We declare that:-

(a) I am / We are aware that the information or documents furnished by me / us do not ipso facto confer on me / us a right to any reward and that I / We would be bound by any decision the authority, competent to grant rewards, may take.

(b) I am / We are aware that the extent of reward depends on the exactness of the information and usefulness of the documents furnished by me / us and that the reward would relate only to the gain to revenue directly attributable to them; and

(c) The provisions of section 182 of the Indian Penal Code have been read by me / us or explained to me / us and I am / We are aware that if the information furnished by me / us is found to be false I / We would be liable to prosecution.

Signature of the Officer  
before whom the statement is signed  
Name and Designation of the Officer

Signature of informant.  
Informant's Code, if any.

Date :  
Place:

( Add. Signature and details  
or the addl. informant, if any)

**FORM - B1**

**Form of statement furnishing information regarding correctness & effectiveness of the information furnished by the informants**

(To be filled in full by the officer in charge of investigation while proposing the reward)

- 1) Full name of informant:  
(In Block Capital Letters)
- 2) Code Name:
- 3) Name of Dealer against :  
whom the complaint is made
- 4) Address (/es) of the dealer : a)  
b)
- 5) Date of Visit :
- 6) Commodities in which a)  
tax evasion is noticed b)
- 7) (a) Whether the complaint of tax evasion  
is found correct (tick any one) :

|       |      |          |
|-------|------|----------|
| Yes : | No : | Partly : |
|-------|------|----------|

- (b) Effectiveness and comprehensiveness of the information : ( tick any one )

|                  |                     |                    |
|------------------|---------------------|--------------------|
| Very effective : | Largely effective : | Partly effective : |
|------------------|---------------------|--------------------|

- 8) Details of evasion noticed ( In Rs. Lakh )

| Period | Commodity | Tax | Interest | Penalty | Total |
|--------|-----------|-----|----------|---------|-------|
|        |           |     |          |         |       |
|        |           |     |          |         |       |
|        |           |     |          |         |       |
|        |           |     |          |         |       |

- 9) Methods of Evasion :  
(Write in short about each of the major methods employed by the dealer to evade tax, alongwith tax quantum sought to be evaded by each of the methods)

|  |                   |                   |
|--|-------------------|-------------------|
|  | Turnover of Sales | Tax evaded<br>Rs. |
|--|-------------------|-------------------|

|       |  |  |
|-------|--|--|
| (a)   |  |  |
| (b)   |  |  |
| (c)   |  |  |
| Total |  |  |

10) Details of payments received against the evasion detected ( In Rs. Lakh )

| Period | Date of Payment | Tax | Interest | Penalty | Total |
|--------|-----------------|-----|----------|---------|-------|
|        |                 |     |          |         |       |
|        |                 |     |          |         |       |
|        |                 |     |          |         |       |
|        |                 |     |          |         |       |

11) Whether assessment completed & appeal period is over :

Yes / No.

Date of Assessment :

Date of service of notice of demand :

Due date for filing of appeal :

12) Any special follow up needed :

13) I have explained to the informants that –

(a) The information or documents furnished by the informant do not ipso facto confer on him the right to any reward and also that they would be bound by any decision the authority competent to grant rewards may takes in the course of proceedings.

(b) The extent of reward depends on various circumstances including the precision and extent of the information and usefulness of the documents furnished by informant, and that the reward would relate only to the gain to revenue directly attributable to them relating to the quality and quantity of the information.

(b) Based on these parameters, the following reward is proposed :

Proposed reward : Rs. \_\_\_\_\_  
(Rupees \_\_\_\_\_ only).

Forwarded with recommendations.

Signature of the Officer  
authority Designation :

Signature of Supervisory  
(D.C. for enforcement)



Date :

Date :

Place:

Place :

Submitted to

The Joint Commissioner of Sales Tax

**FORM - B2**

**Form of statement furnishing information regarding correctness & effectiveness of the information furnished by the informants in case of irrecoverable dues.**

(To be filled in full by the officer in charge of investigation while proposing the reward)

- 1) Full name of informant:  
(In Block Capital Letters)
- 2) Code Name:
- 3) Name of dealer against :  
whom the complaint is made
- 4) Address (/es) of the dealer : a)  
b)
- 5) Date of Visit :
- 6) (a) Whether the complaint of irrecoverable tax  
is found correct: (tick any one)

|       |      |        |
|-------|------|--------|
| Yes : | No : | Partly |
|-------|------|--------|

- (b) Effectiveness and comprehensiveness of the complaint : ( tick any one )

|                  |                     |        |
|------------------|---------------------|--------|
| Very effective : | Largely effective : | Partly |
|------------------|---------------------|--------|

- 7) Details about location & value of assets provided to help recover the dues :
- 8) Details of payments received against the irrecoverable dues ( In Rs. Lakh )

| Period | Amount of irrecoverable dues | Interest | Penalty | Dues recovered |
|--------|------------------------------|----------|---------|----------------|
|        |                              |          |         |                |

9) I have explained to the informant(s) that –

(a) the information or documents furnished by the informant(s) do not ipso facto confer on them the right to any reward and that they would be bound by any decision the authority competent to grant rewards may take.

(b) the extent of reward depends on various circumstances including the precision and extent of the information and also the usefulness of the documents furnished by informant, and that the reward would relate only to the gain to revenue directly attributable to them relative to the quality and quantity of information :

(c) on these parameters, the following reward is proposed :

Proposed reward : Rs. \_\_\_\_\_ (Rupees \_\_\_\_\_  
\_\_\_\_\_ only)

Forwarded with recommendations.

Signature of the Officer

Designation :

Date:

Place:

Signature of Supervisory authority

(D.C. for Enforcement)

Date :

Place :

Submitted to

The Joint Commissioner of Sales Tax

**FORM – B 3**

**Form of statement furnishing information regarding correctness & effectiveness of the information furnished by the officers / employees of the Sales Tax Department.**

(To be filled in full by the officer in charge of investigation while proposing the reward)

- 1) Full name of informant:  
(In Block Capital Letters)
- 2) Name of the Dealer against :  
whom the complaint is made
- 3) Address (/es) of the dealer : a)  
b)
- 4) Date of Visit
- 5) Commodities in which a)  
tax evasion is noticed b)
- 6) (a) Whether the complaint of tax evasion  
is found correct: (tick any one)

|     |  |    |  |        |  |
|-----|--|----|--|--------|--|
| Yes |  | No |  | Partly |  |
|-----|--|----|--|--------|--|

- (b) Effectiveness and comprehensiveness of the information : ( tick any one )

|                  |                     |                    |
|------------------|---------------------|--------------------|
| Very effective : | Largely effective : | Partly effective : |
|------------------|---------------------|--------------------|

- 7) Details of evasion noticed ( In Rs. Lakh )

| Period | Commodity | Tax | Interest | Penalty | Total |
|--------|-----------|-----|----------|---------|-------|
|        |           |     |          |         |       |
|        |           |     |          |         |       |
|        |           |     |          |         |       |
|        |           |     |          |         |       |
|        |           |     |          |         |       |

8) Methods of Evasion

(Write in short about each of the major methods employed by the dealer to evade tax, alongwith tax quantum sought to be evaded by each method)

| <u>Method</u> | <u>Rs.</u> |
|---------------|------------|
| (a)           |            |
| (b)           |            |
| (c)           |            |
| Total : _____ |            |

9) Details of payments received against the evasion detected ( In Rs. Lakh ) :

| Period | Date of Payment | Tax | Interest | Penalty | Total |
|--------|-----------------|-----|----------|---------|-------|
|        |                 |     |          |         |       |
|        |                 |     |          |         |       |
|        |                 |     |          |         |       |
|        |                 |     |          |         |       |
|        |                 |     |          |         |       |

10) (a) Whether assessment completed :  
& Appeal period is over

(b) No appeal / proceeding is pending :

11) Any special follow up needed:

12) I have explained to the informant(s) that –

(a) The information or documents furnished by the informant do not ipso facto confer on him a right to any reward and that they would be bound by any decision the authority competent to grant rewards may take.

(b) The extent of reward depends on various circumstances including the precision and extent of the information and usefulness of the documents furnished by informant, and that the reward would relate only to the gain to revenue directly attributable to them relative to the quality and quantity of the information.

(c) Under this understanding, the following rewards are proposed :

Proposed reward: Rs. \_\_\_\_\_

(Rupees \_\_\_\_\_ only).

Forwarded with recommendations.

Signature of the Officer

Signature of Supervisory authority

Designation :

(D.C. for Enforcement  
& J.C. for other divisions)

Date :

Date:

Place :

Place:

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