

VAT SCRUTINY MODULE**27.06.2019**

This module is designed for scrutinizing returns of the dealers who filed exclusively Form 10 KVAT returns,(other than Compounded Medicine Dealers and petroleum dealers) with Annual return and Audited statement.

3 Stages involved in defects calculation

(1) Parameters (2) Defects (3) Pre-assessment Notice

The following are the parameters used in the Scrutiny Modules.

1	Defect	Parameters	Column 4	Parameters	Column 6	Code used in calculation table
1	UNACCOUNTED INTER-STATE PURCHASE	Sum total of Inter-state purchase value as per check post/Form 8FA/ Parcel Data. (All transaction coming to Kerala should taken either in 1 or 2)	All others [ie Sum of check post/Form 8FA/ Parcel Data- Stock Transfer (In)]	Total Inter-state purchase value as per Returns filed.	Form.10 Part-C,Total (2) Column.4	A
2	UNACCOUNTED INTER-STATE STOCK TRANSFER(IN)	Sum total of Inter-state stock transfer(IN) value as per check post/Form 8FA/ Parcel Data.	Stock Transfer (In) only	Total Inter-state stock transfer (IN) value as per Returns filed.	Form.10,Part.CA,Total (CA),Column.4	B
3	UNACCOUNTED INTER-STATE SALES	Sum total of Inter-state sales invoices as per checkpost/Form 8FA/ Parcel Delivery Note Data.	All others [ie Sum of check post/Form 8FA/ Parcel Data- Stock Transfer (OUT)]	Total of Inter-state sales as per Returns filed.	Form.10,Part.A(2),Sub total.1.	C
4	UNACCOUNTED INTER-STATE STOCK TRANSFER(OUT)	Sum total of Inter-state stock transfer(OUT) invoices as per check post/Form 8FA/ Parcel Data.	Stock Transfer (OUT) only	Total of Inter-state stock transfer (OUT) as per Returns filed.	Form.10,Part.AA, Total column 4.	D
5	BOGUS INTERSTATE PURCHASE RETURNS	Total of Inter-state purchase return column in Check Post/Form 8FA/Parcle Data/Delivery Note Data.		Sum total of inter-state purchase return total column in Return.	Form.10,Part-F,Total(2) Column.4.	E

6	OPT COLLECTED BUT NOT PAID (RETURN)	Total of OPT collected as per Return.	Form.10,Part.I(a) -(ii) (1) + Part I(b) – xvi + Part I(c) – xix	Total of OPT collected as per sales invoices uploaded.	Total tax paid in the uploaded own sales invoice file	F
7	OPT COLLECTED from registered dealers BUT NOT PAID (BUILD FROM OTHERS)	Total of OPT collected as per sales invoices in build from others Uploaded.	Total tax paid in the build from others file	Total of OPT collected as per own invoice (starting with TIN 32 and excluding own TIN)	Total tax paid in the own invoice sales file	G
8	IPT CLAIMED BUT NOT REFLECTED IN INVOICES	Total of IPT claimed in return.	Form.10,Part.I (a) - (i) (2) + Part I (b) – xv	Total of IPT in Purchase - own invoices uploaded.	Total tax paid in the own invoice purchase file	H
9	DN- STOCK TRANSFER(IN)-LOCAL	Total Local Stock Transfer(IN) as per Delivery Note		Total value column of Local Stock Transfer(IN) in Return	Form.10,Part.CA(1) Column.4	I
10	DN- STOCK TRANSFER(OUT)-LOCAL	Total Local Stock Transfer(OUT) as per Delivery Note		Total value column of Local Stock Transfer(OUT) in Return	Form.10,AA,Total.Column.4	J
11	DN- LOCAL SALES	Total Local Sales as per Delivery Note		Total value column of Local Sales in Return	Form.10,A(1),Sub Total(1) Column.4	K
12	DN- LOCAL PURCHASE	Total Local Purchase as per Delivery Note		Total value column of Local Purchase in Return	Form.10,Part.C,Total(1) Column.4.	L
13	DN- UNREGISTERED PURCHASE	Total Unregistered Purchase as per Delivery Note		Total value column of Unregistered Purchase in Return	Form.10,A(4),TOTAL,Column.4.	M
14	DN- PURCHASE RETURN-LOCAL	Total Local Purchase Return as per Delivery Note		Total value column of Local Purchase Return in Return	Form.10,Part-F,Total(2),Column.4.	N
15	DN- SALE RETURN-LOCAL	Total Local Sales Return as per Delivery Note		Total value column of Local Sales Return in Return	Form.10,Part-F,Total(1),Column.4.	O
16	DN- STOCK TRANSFER(IN)-INTERSTATE	Total Interstate Stock Transfer(IN) as per Delivery Note		Total value column of Interstate Stock Transfer(IN) in Return	Form.10,Part-CA,Total(2),Column.4	P
17	DN- STOCK TRANSFER(OUT)-INTERSTATE	Total Interstate Stock Transfer(OUT) as per Delivery Note		Total value column of Interstate Stock Transfer(OUT) in Return	Form.10,Part-AA,Total(2),Column.4	Q
18	DN- INTERSTATE SALES	Total Interstate Sales as per Delivery Note		Total value column of Interstate Sales in Return	Form.10,Part-A(2),1.Column.4	R
19	DN- INTERSTATE PURCHASE	Total Interstate Purchase as per Delivery Note		Total value column of Interstate Purchase in Return	Form.10,Part-C,Total(2),Column.4	S

20	DN- PURCHASE RETURN-INTERSATE	Total Interstate Purchase Return as per Delivery Note		Total value column of Interstate Purchase Return in Return	Form.10,Part-F,Total(1),Column.4.	T
21	DN- SALE RETURN-INTERSATE	Total Interstate Sales Return as per Delivery Note		Total value column of Interstate Sales Return in Return	Form.10,Part-F,Total(1),Column.4.	U
22	DN- IMPORT	Total Import as per Delivery Note		Total value column of Import in Return	Form.10,Part-C,Total(3),Column.4.	V
23	DN- EXPORT	Total Export as per Delivery Note		Total value column of Export in Return	Form.10,A(2),Sub total.2.Column.4.	W
24	LOCAL PURCHASE FROM VAT DEALERS	Total Local Purchase from VAT dealers as per Form 13A.	Form 13 – Part II (B) B1 (a) + Part III (B) Q1 (a)	Total value column of local purchase for which IPT claimed in Return.	Form.10 – Part-C . Local purchase eligible for ITC (Purchase value)	X
25	LOCAL PURCHASE FROM OTHER VAT DEALERS	Total Local purchase from other VAT dealers as per Form 13A.	Form 13 – Part II (B) B1 (b) + Part III (B) Q1 (b) + Part II (B) J1	Total value column of local purchase for which IPT not claimed in Return.	Form.10 – Part-C . Local purchase not eligible for ITC (Purchase value) + Local purchase for export (Purchase value) + Local purchase for interstate sale (Purchase value)	Y
26	LOCAL PURCHASE FROM UNREG DEALERS	Tola Local Purchase from Unregistered dealers as per Form 13A.	Form 13 – Part II (B) B1 (c) + Part III (B) Q1 (c)	Total value column of purchase return from unregistered dealers in Return.	Form.10,Part.A – Local Purchase u/s 6(2) (Total Turnover) + Local Purchase not eligible for special rebate (Total Turnover)	Z
27	INTERSTATE PURCHASE	Total Interstate Purchase as per Form 13A.	Form 13 – Part II (B) B2 (Total) + Part III (B) Q2 (Total)	Total value column of Interstate Purchase as per Return.	Form.10- Part-C interstate purchase (Total)	AA
28	IMPORT	Total Import as per Form 13A.	Form 13 – Part II (B) B4 + Part III (B) Q4	Total value column of Import as per Return.	Form.10- Part-C Import (Total)	AB
29	OTHER PURCHASE	Total value column of Purchase (Others) as per Form 13A.	Form 13 – Part II (B) B5 + Part III (B) Q5	Total value column of Consignment Purchase as per 13A.	Form 13 – Part III (C) Goods received	AC
30	PURCHASE RETURNS - INTRASTATE	Total Purchase Returns-Intra-state:To VAT registered dealers column in Form 13A.	Form 13 – Part II (B) D1 + Part III (B) R1	Total value column of purchase Return-Intra-State to VAT registered dealers in Return.	Form.10- Part-F Debit note (VAT) Amount involved	AD

31	PURCHASE RETURNS - INTERSTATE	Total Purchase Returns_Inter-state:column in Form 13A.	Form 13 – Part II (B) D2 +D3+D4, Part III (B) R2+R3+R4.	Total value column of purchase Returns -Inter-state in Return.	Form.10- Part-F Debit note (CST) Amount involved	AE
32	STOCK TRANSFER LOCAL(IN)	Total Stock Transfer-local (IN) as per FORM 13A.	Form13-[Part III(B) Q1.(d)	Total Stock Transfer-local (OUT) as per FORM 13A.	Form13-[Part III(B) V1.(b)	AF
33	STOCK TRANSFER INTER STATE(IN)	Total Stock Transfer-inter-state(IN) as per Form 13A.	Form 13 – Part II (B) B3 +Part-II-B-J2+ Part III (B) Q3	Total value column of Stock Transfer-inter-state(IN) in Return.	Form.10,Part-CA,Interstate ST(I) Transfer value column.	AG
34	STOCK TRANSFER LOCAL(OUT)	Total Stock Transfer-local(out) as per Form 13A.		Total value column of Stock Transfer-local(out) in Return.	?	AH
35	STOCK TRANSFER INTER STATE(OUT)	Total Stock Transfer-inter-state(out) as per form 13A.	Form 13 – Part II (B) M3 + Part III (B) V3	Total value column of Stock Transfer-inter-state(out) in Return.	Form.10,Part-AA,Interstate ST(Out) Transfer value column.	AI
36	STOCK TRANSFER INTERSTATE (OUT) - LIABLE TO PAY REVERSE CHARGE			Total value column of Stock Transfer-inter-state(out) in Return.	Form.10,Part-AA,Interstate ST(Out) Transfer value column.	AJ
37	LOCAL SALES	Total Local Sales as per Form 13A.	Form 13 – Part II (B) M1 + Part III (B) V1(a)	Total value column of Local sales in Return.	Form.10,Part-A(1) Local Sales – Total Turnover minus Form.10,Part-A(1),Local sales-Transfer of right to use.	AK
38	INTERSTATE SALES	Total inter-state sales as per Form 13A.	Form 13 – Part II (B) M2 (Total) + Part III (B) V2(Total)	Total value column inter-state-sales in Return.	Form.10,Part-A(1) Intersate Sales – Total Turnover	AL
39	EXPORT SALES	Total Export Sales as per Form 13A.	Form 13 – Part II (B) M4 + Part III (B) V4	Total value column of Export Sales in Return.	Form.10,Part-A(1) Export Sales – Total Turnover	AM
40	DEEMED EXPORT SALES	Deemed Export Sales – Form 13A	Form 13 – Part II (B) M5 + Part III (B) V5	Sale in the course of Import + Sale in the course of Export – Return	Form.10,Part-A(1) Sale in the course of Import + Sale in the course of Export – Total Turnover	AN
41	Sales-OTHERS+Consignment sales+ salesof fixed assets	Total sales (others) + consignment -Form 13A	Form 13 – Part III (B) V6+Part-IIIC-sales+Part IV B,sales value.	Total value column of Other Sales in Return.	Form10-Part.A-Others-Total turnover column.	AO

42	SALES RETURNS - INTRA STATE	Total Sales Returns-intra-state within time allowed as per Form 13A.	Form 13 – Part II (B) N1(total) + Part III (B) W1 (total).	Total value column Sales Returns-intra-state within time allowed in Return.	Form10-Part.F-Credit Note(VAT)-amount involved.	AP
43	SALES RETURNS - INTER STATE	Total Sales Returns-inter-state within time allowed as per Form 13A.	Form 13 – Part II (B) N2(total)+N3(total) + Part III (B) W2 (total) +W3 (total).	Total value column Sales Returns-inter-state within time allowed in Return .	Form10-Part.F-Credit Note(CST)-amount involved.	AQ
44	TRANSFER OF RIGHT TO USE GOODS	Total Transfer of Right to Use goods as per Form 13A.	Form 13 – Part -IV-A- Lease Rentals received.	Total value column of Transfer of Right to Use goods in Return	Form.10,Part-A(1),Transfer of right to use-Total turnover column.+ Form.10,Part-A(1),Local sales-Transfer of right to use.	AR
45	ITC ON CAPITAL GOODS BELOW 5 LAKH	Total Input tax credit on Capital Goods -Value below 5 lakhs as per Form 13A.	Form 13 – Part-VI B- Column.11	Total value column of Input tax credit on Capital Goods -Value below 5 lakhs in Return.	Form.10.Part-E(2) Input tax credit claimed in the month.	AS
46	ITC ON CAPITAL GOODS BELOW 5 LAKH	Total Input tax credit on Capital Goods - value below 5 lakhs as per Form 13A.		Total value column of Input tax credit on Capital Goods - value below 5 lakhs in Return.		AT
47	ITC ON CAPITAL GOODS BELOW 5 LAKH	Total Input tax credit on Capital Goods - Value below 5 lakhs as per Form 13A.		Total value column of Input tax credit on Capital Goods - Value below 5 lakhs in Return.		AU
48	ITC ON CAPITAL GOODS ABOVE 5 LAKH	Total Input tax credit on Capital Goods -Value above 5 lakhs as per Form 13A.	Form 13 – Part-VI A- Column.11	Total value column of Input tax credit on Capital Goods -Value above 5 lakhs in Return.	Form.10.Part-E(1) Input tax credit claimed in the month.	AV
49	ITC ON CAPITAL GOODS ABOVE 5 LAKH	Total Input tax credit on Capital Goods - Value above 5 lakhs as per Form 13A.		Total value column of Input tax credit on Capital Goods - Value above 5 lakhs in Return.		AW
50	IPT ON LOCAL PURCHASE	Total IPT paid on local purchase as per Form13A.	Form13A-Part-VII-1(1).	Total value column of IPT paid on local purchase in Return.	Form.10.Part-I(a)(i)(2)+Part I(b)(xv)	AX
51	IPT PAID ON CAPITAL GOODS	Total IPT paid on Capital goods as per FORM 13A.	Form 13 – Part-VI B- Column.11	Total value column of IPT paid on Capital goods in Return.		AY
52	SPECIAL REBATE	Total Special Rebate as per FORM 13A.		Total value column of Special Rebate in Return.		AZ

53	ADVANCE TAX PAID	Total Advance Tax Paid as per Form 13A.		Total value column of Advance Tax Paid in Return.		BA
54	IPT ON SALES RETURNS	Total IPT on Sales returns as per Form 13A.		Total value column of IPT on Sales returns in Return.		BB
55	TOTAL AMOUNT FOR SET OFF	Total Amount For Set Off as per Form 13A.		Total value column of Total Amount For Set Off in Return.		BC
56	OPT DUE/COLLECTED	Total OPT due/collected as per Form 13A.	Form13A-Part-VIIA(2)(i)+VIIA(2)(ix).	Total value column of OPT due/collected in Return.	Form.10.Part-I(a)(ii)(1)+Part I(b)(xvi)+I(c)(xix)	BD
57	PURCHASE TAX DUE	Total purchase tax due as per Form 13A.		Total value column of purchase tax due in Return.		BE
58	REVERSE TAX DUE	Total Reverse Tax due as per Form 13A.		Total value column of Reverse Tax due in Return.		BF
59	INPUT TAX ON PURCHASE RETURN	Total input tax on Purchase Return as per Form 13A.		Total value column of input tax on Purchase Return in Return.		BG
60	OTHER OPT	Total Other OPT as per Form 13A.		Total value column of Other OPT in Return.		BH
61	TOTAL OPT	Total OPT due as per Form 13A.		Total value column of Total OPT due in Summary Table in Return		BI
62	TAX PAYABLE	Total Tax Payable as per FORM 13A.		Total value column of Tax Payable in Return.		BJ
63	TAX DUE ON CST SALES	Total Tax due on CST-sales as per Form 13A.		Total value column of Tax due on CST-sales in Return.		BK
64	IPT on local purchase	Total IPT paid as per others invoices		Total IPT paid as per own invoices		BL
65	Total local purchase from registered dealers	Own invoice		Build from others		BM
66	Total sales + stock transfer out	Own invoice		Return	Form.10.Part-A1(total turnover)+AA(interstate stock transfer (Out-transfer value))	BN

67	Local sales to registered returns	Total local sales in build from others		Total local sales in own invoices (from registered dealers)	as word file	BO
68	Total opt	Own invoice		As per return	Form.10.Part-I(a)(ii)(1)+Part I(b)(xvi)+I(c)(xix)	BP
69	Exemption/Concession-Interstate sale			Annual Return -Interstate sale other than full rate		BQ
70	Exemption/Concession-Export			Annual Return – Export and Deemed export		BR
71	Exemption/Concession-SEZ			Annual Return – Sales to SEZ		BS
72	Exemption/Concession-Canteen			Annual Return – Sales to canteen		BT
73	Exemption/Concession-Purchase return			Annual Return – Purchase return		BU
74	Exemption/Concession-Sales return			Annual Return – Sales return		BV
75	Exemption/Concession-Sales in the course of export			Annual Return – Sales in the course of export		BW
76	Exemption/Concession-sales in the course of import			Annual Return – Sales in the course of import		BX
77	Exemption/Concession-Consignment sales			Annual Return – Consignment Sales		BY
78	Exemption/Concession-Other			Annual Return – Local sales exemption		BZ
79	Exemption/Concession-Lakshadweep			Annual Return – Sales to Lakshadweep		CA
80	Bogus 6(2) Purchase			Return- 6(2) Purchase – Plywood		CB
81	Bogus Interstate Sale	Sum total of Inter-state sales invoices as per check post/Form 8FA/ Parcel Delivery Note Data.		Return- Interstate sale	Form.10,Part-A(1) Interstate Sales – Total Turnover	CC

82	DIFFERENCE IN PURCHASE TURNOVER- FIRST SHEDULE (0)	8F & 8FA- FIRST SHEDULE (0)		As per return - FIRST SHEDULE (0)		CD
83	DIFFERENCE IN PURCHASE TURNOVER- SECOND SHEDULE (1)	8F & 8FA- SECOND SHEDULE (1)		As per return - SECOND SHEDULE (1)		CE
84	DIFFERENCE IN PURCHASE TURNOVER- THIRD SHEDULE (4 OR 5)	8F & 8FA- THIRD SHEDULE (4 OR 5)		As per return - THIRD SHEDULE (4 OR 5)		CF
85	DIFFERENCE IN PURCHASE TURNOVER- REVENUE NUTRAL RATE (12.5, 13.5 OR 14.5)	8F & 8F-AREVENUE NUTRAL RATE (12.5, 13.5 OR 14.5)		As per return -AREVENUE NUTRAL RATE (12.5, 13.5 OR 14.5)		CG
86	DIFFERENCE IN PURCHASE TURNOVER- SEC 6(20)	8F & 8F-SEC 6(20)		As per return -SEC 6(20)		CH
87	Opening stock	13A current year	Form13A-PatII-B-A (total)+J+Part-III-B-P+Part-III-C-Opening stock.	closing value in 13A of previous year . If 13A is not submitted closing stock value entered by the officer	Previous years -Form13A-PatII-B-H (total)+L+Part-III-B-Y+Part-III-C-Closing stock.	CI
88	Form 13A	Opening stock + Net purchase + Direct Expense + GP	Form13A-PatII-B-A (total)+J+Part-III-B-P+Part-III-C-Opening stock+ Part-II-B-E+Part-II-B-J1+J2+Part-III-B-S+Part-III-C-Goods received+Part-II-B-F+Part-III-B-T+Part-II-B-GP+Part-III-B-GP.	Net sale + closing stock	Form13A- Part-II-B-O + Part-III-B-X+Part-III-C-Sales+PatII-B-H (total)+L+Part-III-B-Y+Part-III-C-Closing stock.	CJ
89	Closing stock	13A	Form13A-PatII-B-H (total)+L+Part-III-B-Y+Part-III-C-Closing stock.	Closing Stock Inventory value(Office entry)		CK
90	Purchase Returns others – As per 13A			Purchase Returns Others - Form 13A		CL
91	Sales Returns Others			Sales Returns Others - Form 13A		CM
92	Consignment Stock Transfer outward, others			Consignment Stock Transfer outward, others- Form 13A		CN

The following is the Logic used for the finding defects.

Scrutiny - defects

- a-Annual return of the dealer
- b- Own invoice uploaded by the dealer
- c-13A filed by the dealer
- d-Invoices (Build from others)
- e-Sum of 8F,8FA,Parcel.
- f- Sum of 8F and 8FA
- g- Closing stock inventory
- h- **Previous years cl stock C (if not filed c, previous year g)**

Originally 92 parameters were prepared. But the following parameters are not used for calculations (I-W (4), AH, AY-BC, BE-BK). Parameters AT, AU and AW were duplicate.

Sl.No	Nature of Defect	Description	Remarks
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1	Purchase suppression	<p>Local Purchase (from registered dealers)</p> <p>$a = X (\text{COLUMN } 6) + Y (\text{COLUMN } 6)$</p> <p>$b = \text{BM}(4)$ (Taken only TIN starts with 32)</p> <p>$c = X(4) + Y (4)$</p> <p>$d = \text{BM}(6)$</p>	<p>' Highest of b/c/d minus a</p> <ul style="list-style-type: none"> • If greater than 0-Purchase suppression 		<p>Here, While considering the figures in 'b', the TIN starting with 32 should be taken and exclude own TIN.</p> <p>In case of Manufacturing account in 13 A statement,, since the amount of Purchase of finished goods cannot be bifurcated into local purchase and Interstate purchase, for computation purpose, the entire amount is treated as local purchase of finished goods. This aspect has to be considered by the Assessing authority while verifying the books of accounts.</p>
2	Purchase suppression	<p>6(2) Purchase</p> <p>$a = Z (6)$ $c = Z (4)$</p>	c minus a, if greater than 0		8FA

3	Purchase suppression	Interstate purchase/import/stock transfer(in) a = AA(6) + AB(6) + AG (6) c = AA(4) + AB(4) + AG (4) + AC(6) e = A(4) + B(4)	Highest of c and e minus a If greater than 0		It is assumed that all Consignment Purchase shown in the 13A statement is from Interstate purchase.
4	Purchase suppression	Interstate purchase/import/stock transfer(in)- Schedule wise		Cancelled (Inserted new entry)	
5	Purchase suppression	Purchase (Others) c = AC(4)	If c is =>100000 or 20% or more of total Purchase T.O. TO = AA(4)+ AB(4)+AC(4)+AC(6)+AG(4)+X(4)+Y(4) +Z(4)		
6	Purchase suppression	Purchase return a = AD(6) + AE6) c= AD(4) + AE(4)+CL(6)	c minus a If it is less than 0		
7	Purchase suppression	All type of sales +Stock Transfer (Out) a= BN(6) c= AI(4)+AK(4)+AL(4)+AM(4)+AN(4)+A O(4)+AR(4)+CN(6)	c minus a If less than 0, Sales suppression		
8	Purchase suppression	13A CJ(4)-CJ(6)	(Opening stock + Net Purchase+Direct expense+GP)-(Net Sales + Closing Stock), if less than 0,		

9	Purchase suppression	Closing stock c = CK(4) g = CK(6)	c minus g, if greater than 0.		
10	Purchase suppression	Opening stock c = CI(4) h = CI(6)	c minus h if greater than 0		h- previous years cl stock (if not filed previous year 13A, previous year closing stock value entered by officer)
11	Purchase suppression	Sales Return a = AP(6) +AQ(6) c = AP(4) + AQ(4)	c minus a, less than 0.		
12	Purchase suppression	Due to difference in Local Stock transfer(I) and Local ST(O) in 13A. AF (4) - AF(6)	c minus c is not equal to 0.		
13	Excess ITC	Excess ITC Capital good a = AS (6) +AV (6) c = AS (4) +AV (4)	c minus a, less than 0.		

14	Excess ITC claimed	<p>ITC a = AX(6) b = BL (6) - Taken only TIN starts with 32 , Clear all transactions mentioned with OWN TIN , Cancelled during the transaction period , purchase from a compounded dealer , purchase from a presumptive dealer , Parcel , Awarder and if possible remove duplicate entry (Take the lowest value) – TIN , Invoice number & Year combination d = BL(4) - Clear all transactions mentioned with OWN TIN , purchase from a compounded dealer , purchase from a presumptive dealer , and if possible duplicate (Take the lowest value) – TIN , Invoice number & Year combination</p>	<p>Lowest of b/d minus a If less than 0.</p>		<p>If the seller filed both compounded and form 10 return systems automatically reject transactions from those dealers. This will take care while verifying books of accounts. Otherwise ITC claimed against the purchase from a compounded dealer.</p> <p>Here while verifying the books of accounts, the a.a should club sl.No.13 and 14 together to see whether there is any duplication.</p>
15	Sales suppression	<p>Local Purchase (from registered dealers) a = X(6) + Y(6) c = X(4) + Y(4)</p>	<p>c minus a If less than 0, Sales suppression</p>	Already taken	
16	Sales suppression	<p>6(2) Purchase a = Z (6) c= Z(4)</p>	<p>c minus a, if less than 0</p>	Already taken	

17	Sales suppression	Interstate purchase/import/stock transfer(in) a = AA(6) + AB(6) + AG(6) c = AA(4) + AB(4) + AG(4) + AC(6)	c minus a If less than 0	Already taken	
18	Sales suppression	Purchase return a = AD(6) + AE(6) c= AD (4) + AE(4)+CL(6)	c minus a If it is greater than 0	Already taken	
19	Sales suppression	All type of sales + Stock Transfer (Out) a= BN(6) c=AI(4)+AK(4)+AL(4)+AM(4)+AN(4)+AO(4)+AR(4)+CN(6) b=BN(4)	Highest of b/c minus a <ul style="list-style-type: none"> If greater than 0- 		
20	do	Local sales(Form 8) b= BO(6) d = BO(4)	d minus c , if greater than 0.		Here, While considering the figures in 'b', the TIN starting with 32 should be taken and exclude own TIN. Here the comparison is not invoice wise but it is only comparison of total turnover
21	Sales suppression	13A CJ(4)-CJ(6)	(Opening stock + Net Purchase+ Direct Expense +GP)-(Net Sales + Closing Stock), if greater than 0,		

22	Sales suppression	Opening stock c=CI(4) h=CI(6)	c minus h if less than 0		
23	Purchase suppression-	Due to difference in ST(I) and ST(O) in 13A.	C minus C.	12	
24	Sales suppression	Sales Return a=AP(6)+AQ(6) c=AP(4)+AQ(4)+CM(6)	c minus a, greater than 0		
25	Sales suppression	Closing stock c=CK4) g=CK(6)	c minus g, if less than 0		
26	OPT due	Opt a = BD (6) b = BP(4) c = BD(4)	Highest of b/c minus a, if greater than 0		
27	OPT due (from registered dealers)	b= G(6) -Taken only TIN starts with 32 , Clear all transactions mentioned with OWN TIN d= G(4)	d minus b, greater than 0		Here while verifying the books of accounts, the a.a should club sl.No.26 and 27 together to see whether there is any duplication.
28	Reverse tax due	a = BF(6) c = BF(4)	c minus a if greater than 0		
29	Concessions/Exemptions	Wrong concession availed on Interstate sales	If column No.4 of BQ is greater than 0	Prove with supporting documents	

30	Concessions/Exemptions	Wrong concession/exemption availed on Export	If column No.6 of BR is greater than 0	Prove with supporting documents	
31	Concessions/Exemptions	Wrong concession/exemption availed on sales to SEZ	If column No.6 of SI.No.BS is greater than 0	Prove with supporting documents	
32	Concessions/Exemptions	Wrong concession /exemptionavailed on sales to canteen	If column No.6 BT is greater than 0	Prove with supporting documents	
33	Concessions/Exemptions	Wrong concession /exemptionavailed on Purchase return	If column No.6 of BU is greater than 0	Prove with supporting documents	
34	Concessions/Exemptions	Wrong concession/exemption availed on sales return	If column No.6 of BV is greater than 0	Prove with supporting documents	
35	Concessions/Exemptions	Wrong concession/exemption availed on in the course of export	If column No.6 of BW is greater than 0	Prove with supporting documents	
36	Concessions/Exemptions	Wrong concession availed on in the course of import	If column No.6 of BX is greater than 0	Prove with supporting documents	
37	Concessions/Exemptions	Wrong concession availed on Consignment sales	If column No.6 of BY is greater than 0	Prove with supporting documents	
38	Concessions/Exemptions	Wrong concession availed on other grounds	If column No.6 of BZ is greater than 0	Prove with supporting documents	
39	Concessions/Exemptions	Wrong concession availed on sales to Lakshadweep.	If column No.6 of CA is greater than 0	Prove with supporting documents	
40	Bogus 6(2) Purchase	Bogus 6(2) Purchase-Plywood	If column No.6 of CB is greater than 0		

50	Bogus Interstate Sale	Bogus Interstate Sale	If column No.6 of CC is greater than 0		
51	Stock Transfer (Out)	Value of stock transfer (out)- Liable to pay Reverse charge	AJ(6) >0		
52	Purchase suppression	Interstate purchase/import/stock transfer(in)- First schedule f=CD(4) a=CD(6)	f-a>0 purchase suppression		Parcel transactions cannot be ascertained schedule wise. Hence the parcel transactions should be verified in depth to see whether that has been accounted in the returns. While book verification Sl.No.3 and 4 should be clubbed to see whether there is any duplication.
53	Purchase suppression	Interstate purchase/import/stock transfer(in)- Second schedule f=CE(4) a=CE(6)	f-a>0 purchase suppression		
54	Purchase suppression	Interstate purchase/import/stock transfer(in)- Third schedule F=CF(4) A=CF(6)	f-a>0 purchase suppression		
55	Purchase suppression	Interstate purchase/import/stock transfer(in)- RNR F=CG(4) A=CG(6)	f-a>0 purchase suppression		
56	Purchase suppression	Interstate purchase/import/stock transfer(in)- RNR F=CH(4) A=CH(6)	f-a>0 purchase suppression		

Limitations for scrutiny in the present KVATIS

Sl.No.		Limitation	Suggestion
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1.	Tax rate wise classification of Commodity is not obtained in Closing stock inventory statement.	Accuracy in Stock analysis is not possible.	Tax rate wise classification of Commodity should be obtained in Closing stock inventory statement. A format for the same has to be prescribed for raw materials/Semi finished goods/Finished goods.
2.	Misclassification	Misclassification of sales and purchase cannot be ascertained as the tax rate wise opening stock and closing stock is not available.	
3.	Nature of Transactions and tax Schedule through Parcel service is not captured	Interstate transactions cannot be precisely calculated.	
4.	The bifurcation of Finished goods Purchased as local/Interstate/Stock transfer etc. is not available in Audited statement	In case of Manufacturing account in 13 A statement,, since the amount of Purchase of finished goods cannot bhe bifurcated into local purchase and Interstate purchase, for computation purpose,the entire amount is treated as local purchase of finished goods. This aspeخت has to be considered by the Assessing authority while verifying the books of accounts.	
5.	Exemptions?		For every exemption, the details of statutory forms have to be entered in the Annual return. Once the statutory form no. is entered in the Annual return, the corresponding amount , date and other particulars should be auto populated from the e-statutory forms uploaded/downloaded.
6.	Bifurcation of Local sales not available in Audited Statements ?		The 13A statement should be so designed to capture various heads under Total sales.

7.	Purchase return/Sales return.	The time limit within which the goods are returned cannot be identified.	
8.	Consignment Purchase	It is assumed that all Consignment Purchase shown in the 13A statement is from Interstate purchase.	
7	Consignment Stock Transfer outward, others	It is assumed that all Consignment Stock Transfer outward, others are Local consignment stock transfer.	
8	Consignment Sales/Purchases	In Audited statement for consignment transactions, there is no column for G.P/G.L, This may be considered	
9	Branch transfer inward of finished goods.	In Audited statement, there is a column for branch transfer inward of finished goods. It cannot be bifurcated into local or interstate.	Here the assumption is that, the entire Branch transfer inward of finished goods is Interstate branch transfer.