

ANNEXURE-11

Statement showing reviews/ paragraphs for which replies were not received
(Referred to in Paragraph 3.21.1)

Sl. No.	Name of the Department	2000-01		2001-02		2002-03		Total	
		Reviews	Paragraphs	Reviews	Paragraphs	Reviews	Paragraphs	Reviews	Paragraphs
1.	Power	-	-	-	4	1	10	1	14
2.	Industries	2	2	-	2	-	2	2	6
3.	Agriculture	-	2	-	2	-	-	-	4
4.	Mines and Geology	-	1	-	-	-	-	-	1
5.	Electronics	-	-	-	1	-	1	-	2
6.	Social Welfare	-	-	-	1	-	-	-	1
7.	Tourism	-	-	-	-	1	-	1	-
	Total	2	5	-	10	2	13	4	28

ANNEXURE-12

Statement showing persistent irregularities pertaining to Government companies appeared in the Reports of Comptroller and Auditor General of India for the year 1997-98 to 2002-03 (Commercial)-Government of Haryana
(Referred to in paragraph 3.21.3)

Sl. No.	Nature of persistent irregularities	Year of Audit Report and Para No.	Money value (Rupees in crore)	Gist of audit observations	Recommendations of COPU/ Action to be taken	Details of action taken
1.	Haryana State Industrial Development Corporation Limited					
	Disbursement of loan without verifying title of collateral security and acceptance of defective/ inflated collateral security.	2000-01 3A.5.2	0.23	The Company disbursed loan to an unviable unit without verifying the ownership of collateral security of Rs. 22.95 lakh, which resulted in doubtful recovery of Rs. 22.95 lakh.	Responsibility needs to be fixed for disbursement of loan without verification of collateral security.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.
		2001-02 3A.4.1	3.85	The Company disbursed loan of Rs. 2.33 crore to a unit without verifying the title of collateral security offered which resulted in doubtful recovery of loan and interest amounting to Rs. 3.85 crore. (1997-98)	Responsibility needs to be fixed for disbursement of loan without verification of collateral security.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.
		2002-03 2.2.7	1.87	Disbursement of working capital loan without ascertaining credit worthiness report and acceptance of defective inflated collateral security resulted in non-recovery of Rs. 1.87 crore. (1997-98)	Responsibility needs to be fixed for disbursement of loan without ascertaining credit worthiness of the collateral security.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.
		2002-03 2.2.9	0.66	Disbursement of loan without verifying the title of the collateral security led to recovery of Rs. 65.82 lakh at stake. (1999-2000)	Responsibility needs to be fixed for disbursement of loan without verifying the title of collateral security.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.

Sl. No.	Nature of persistent irregularities	Year of Audit Report and Para No.	Money value (Rupees in crore)	Gist of audit observations	Recommendations of COPU/ Action to be taken	Details of action taken
		2002-03 2.2.10	0.45	Acceptance of collateral security (1998-99) at inflated value resulted into doubtful recovery of Rs. 44.66 lakh. (1998-99)	Responsibility needs to be fixed for disbursement of loan by accepting collateral security at inflated value.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.
		2002-03 2.2.12	1.73	Acceptance of collateral security at inflated value resulted in non-recovery of Rs. 1.73 crore. (1997-98)	Responsibility needs to be fixed for disbursement of loan by accepting collateral security at inflated value.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.
		2002-03 2.2.13	1.99	Acceptance of collateral security of agricultural land at highly inflated value had rendered recovery of Rs. 1.99 crore as doubtful. (1997-98)	Responsibility needs to be fixed for disbursement of loan by accepting collateral security at inflated value.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.
	Total		10.78			
2.	Power Sector companies					
	Non-enforcing of risk purchase clause.	1997-98 4.5.3	0.19	Failure to invoke risk purchase clause and levy liquidated damages against the supplier resulted in loss of Rs. 18.92 lakh. (1990-91)	The COPU observed that the matter was very serious and desired that an enquiry from State Vigilance be conducted in this case and action against defaulters be taken within a period of three month.	Investigation report from State Government was awaited.
		1998-99 4A.6.2	0.24	Failure to invoke risk purchase clause against the party for non-supply of zebra conductors resulted in loss of Rs. 23.76 lakh. (1996-97)	As the case was under arbitration the COPU decided to keep the para pending till the decision of the Arbitrator.	Details of action taken by the Company were not made available to audit.

Sl. No.	Nature of persistent irregularities	Year of Audit Report and Para No.	Money value (Rupees in crore)	Gist of audit observations	Recommendations of COPU/ Action to be taken	Details of action taken
		2001-02 2B.5.1.2.1	0.93	Non-invoking of risk purchase clause on purchase of distribution transformers resulted in extra expenditure of Rs. 0.93 crore. (1997-98)	Responsibility needs to be fixed on officials for not invoking risk purchase clause resulting in extra expenditure of Rs. 0.95 crore.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.
		2001-02 2B.5.1.2.2	0.76	Non-enforcing of risk purchase clause on purchase of distribution transformers resulted in extra expenditure of Rs. 0.76 crore. (2000-01)	Responsibility needs to be fixed on officials for not invoking risk purchase clause resulting in extra expenditure of Rs. 0.76 crore.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.
		2001-02 2.B.5.1.2.3	0.18	Non-enforcement of risk purchase clause on purchase of distribution transformers resulted in extra expenditure of Rs. 18.25 lakh. (1995-96)	Responsibility needs to be fixed on officials for not invoking risk purchase clause resulting in extra expenditure of Rs. 0.18 crore.	As the para is yet to be discussed by COPU action taken has not been intimated to audit.
	Total		2.30			
	Grand Total (1+2)		13.08			

ANNEXURE-13

Statement showing persistent irregularities pertaining to Statutory Corporation appeared in the Reports of Comptroller and Auditor General of India for the year 1995-96 to 2002-03 (Commercial)-Government of Haryana
(Referred to in paragraph 3.21.3)

S1. No.	Gist of persistent irregularities	Year of Audit Report and Para No.	Money value (Rupees in crore)	Gist of audit observations	Recommendations of COPU/ Action to be taken	Details of action taken
Haryana Financial Corporation						
1.	Non-verification of assets before disbursement of loan and defective title of collateral security.	1995-96 4.8.1	0.50	Disbursement of loan to the party without verification of assets resulted in non-recovery of Rs. 50.29 lakh. (1983-84)	The COPU observed that no serious efforts were made by the Corporation in recovering the loan for the last seven years. The Committee, therefore, recommended that responsibility for the delay and wrong appraisal may be fixed and matter may be perused regularly with the Collector Delhi to recover the balance amount from the partner of the firm and follow up action taken be intimated to the Committee.	The Corporation filed (August 2001) a case for vacation of stay against recovery, which was pending (March 2004). Further no employee of the Corporation could be held responsible for the lapse.
		1998-99 3.5 (b)(viii)	0.62	Loan was disbursed against security of land and building not in the name of loanee/guarantor which resulted in non-recovery of Rs. 62.44 lakh. (1995-96)	The COPU recommended that the para be included in the vigilance enquiry and be referred to the Vigilance Department.	Latest action taken by Corporation was not made available.
		1998-99 3.5(b)(ix)	0.22	The Corporation failed to recover Rs. 22.13 lakh as the mortgaged properties were not in the name of borrower or guarantor. (1998-99)	The COPU recommended that the para be included in the vigilance enquiry and referred to the Vigilance Department.	The case is pending with Court. Latest position was not made available.

S1. No.	Gist of persistent irregularities	Year of Audit Report and Para No.	Money value (Rupees in crore)	Gist of audit observations	Recommendations of COPU/ Action to be taken	Details of action taken
		1998-99 3.5(b)(ii)	0.34	Due to acceptance of leasehold land as collateral security in contravention to its laid down procedure, recovery of Rs. 33.51 lakh had become doubtful. (1991-92)	The COPU expressed concern that the Corporation did not take steps to recover the outstanding dues either from the promoters or by putting the unit to auction after giving wide publicity. The Committee recommended that besides taking action against the officials/officers who accepted the said land as collateral security, expeditious steps need to be taken to recover the outstanding dues from the unit.	The unit had been sold along with the collateral security for Rs. 8.10 lakh on 22 November 2002. For the balance shortfall amount, action had been initiated against the guarantors. The management stated (June 2004) that ownership rights of the same leasehold land were additionally mortgaged by the director of the unit, as per the normal practice and there was no deviation hence no action was called for against officials/officers of the Corporation.
		1999-2000 4B.1.4	0.23	Disbursement of loan to an induction furnace unit whose collateral security furnished in the form of a shop was disputed and subjudice, resulted in loss of Rs. 23.47 lakh. (1994-95)	Since the collateral security was disputed and subjudice since 1983, the Committee expressed concern that before accepting such collateral security the title of the property should have been examined. The COPU recommended that the balance amount including interest should be recovered and Committee be informed accordingly.	The party had obtained stay from Court against recovery proceedings. Latest position was not made available.
	Total		1.91			

Audit Report (Commercial) for the year ended 31 March 2004

S1. No.	Gist of persistent irregularities	Year of Audit Report and Para No.	Money value (Rupees in crore)	Gist of audit observations	Recommendations of COPU/ Action to be taken	Details of action taken
2.	Loss due to acceptance of fraudulently inflated, unrealistic and insufficient collateral security	1998-99 3.5(b)(iii)	1.12	The Corporation disbursed loan of Rs. 77.50 lakh to a unit by relaxing the condition of collateral security resulting in non-recovery of loan of Rs. 1.12 crore (including interest). (1991-92)	The COPU recommended that disciplinary action needed to be taken against the officials/officers who waived of the conditions attached with the sanction. The Committee also recommended that the Corporation should initiate action against directors of the unit who guaranteed the repayment of the loan.	The Corporation issued recovery certificate against all the directors/guarantors of the unit except Technical Director because he was only a Technical Director on the Board of the unit and also not a guarantor. The latest position was not available to audit.
		2001-02 3B.1.2	0.66	Disbursement of working capital assistance to a unit which was being run in a rented building and without obtaining sufficient guarantee, resulted in doubtful recovery of Rs. 0.66 crore. (1994-95)	Responsibility needs to be fixed on officials who sanctioned/ disbursed loan without sufficient guarantee.	As the para is yet to be discussed action taken has not been intimated to audit.
		2002-03 3.16	1.67	Disbursement of loan against fraudulently inflated collateral security resulted in non-recovery of Rs. 1.67 crore. (1998-99)	Action needs to be taken against officials who accepted fraudulent and inflated collateral security.	As the para is yet to be discussed action taken has not been intimated to audit.
		2002-03 3.17	0.47	Disbursement of loan by acceptance of grossly unrealistic value of collateral security (114 times of its purchase price) resulted in non-recovery of Rs. 47.29 lakh. (1995-96)	Action needs to be taken against officials who accepted fraudulent and inflated collateral security.	As the para is yet to be discussed action taken has not been intimated to audit.
	Total		3.92			
	Grand Total (1+2)		5.83			