

**HIGH COURT OF JAMMU & KASHMIR AND LADAKH  
AT JAMMU**

**Case:** WP(C) No.2288/2023

M/S Kashmir Tubes  
Lane 2, Phase-II Sidco Industrial Complex,  
Bari Brahmana, Jammu (J&K)

..... Petitioner(s)

Through :- Mr. Gautam Chugh, Advocate

**Vs**

1. The Union of India through the Secretary, Department of Revenue, Ministry of Finance, North Block, New Delhi-110001.
2. The Deputy Commissioner of Income Tax, Circle-1, Jammu.

.....Respondent(s)

Through :- Mr. Suraj Singh Wazir, Advocate

**CORAM:**

**HON'BLE MR. JUSTICE SANJEEV KUMAR, JUDGE**

**HON'BLE MR. JUSTICE PUNEET GUPTA, JUDGE**

**ORDER**

**31.12.2024**

**01.** In the instant case, the short grievance projected by the petitioner is that it filed its return of income on 31.10.2005 for Assessment Year 2005-2006 declaring an income of Rs.2,14,20,490/- and claimed excise duty refund and interest subsidy for the said Assessment Year as per the government Scheme. The Assessing authority while assessing the petitioner made additions in income and created additional demand of tax.

**02.** Feeling aggrieved the petitioner filed an appeal before the Commissioner of Income Tax Appeals and thereafter before the Income Tax

Appellate Tribunal. Income Tax Appellate Tribunal ruled in favour of the petitioner. Feeling aggrieved, the respondents filed an appeal before this Court in terms of Section 260-A of the Income Tax which came to be dismissed vide order dated 29.01.2013. Consequent upon the order of the Hon'ble ITAT, the income of the petitioner was determined at Rs.2,14,40,836/-. The petitioner was held entitled to refund amounting to Rs.39.00 lacs which was given to the petitioner. On 15.11.2021 rectification order under Section 154 of the Income Tax Act was passed on an application moved by the petitioner on the ground that full credit of challans deposited by the petitioner had not been given by the assessing officer due to wrong PAN number mentioned in the challans by the petitioner. The petitioner has raised a dispute with regard to credit of Rs.25.00 lacs, which as per the petitioner, has not been given to him. The stand of the respondents is that as per the records maintained with ITBA system, this credit is not reflected in OLTAS system of credit management. It is submitted that the unless credit is reflected no action can be taken manually. The respondents further submit that on 09.06.2021 a communication was written to ADG (Systems)-2 Ghaziabad for correction of challans for the Assessment Year 2005-2006, for the petitioner had inadvertently mentioned its TAN number instead of PAN number on the challans deposited in the J&K Bank Gandhi Nagar, Jammu. The letter was also issued to the Branch Manager Jammu & Kashmir Bank Gandhi Nagar, Jammu on 07.04.2021 followed by reminder issued on 22.12.2023 for confirmation and verification of payment of challans

stating that perusal of the OLTAS for the relevant year revealed that above payment stated to be made by the petitioner in your bank was not reflected. The matter was taken up by the respondents with the Director General of Income Tax (Systems), Ghaziabad for correction of challan. As per the respondents, no response has been received so far.

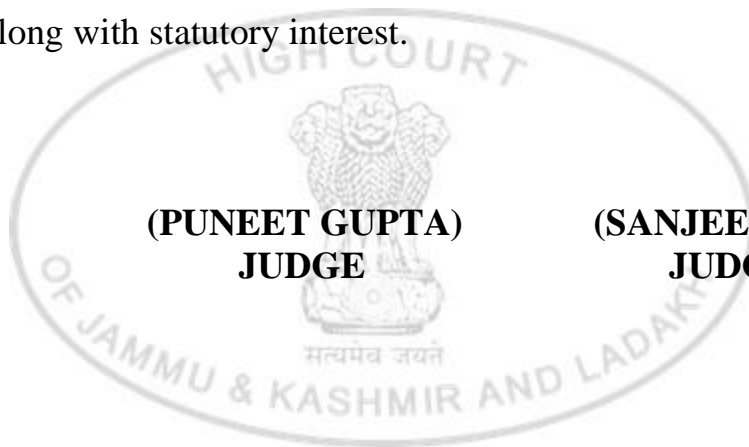
**03.** Be that as it may, the fact remains that the only correction which is required to be carried in the two challans is with regard to the PAN number. Admittedly, the petitioner has mentioned on the challans TAN number instead of PAN number. Rest there is no dispute either with regard to submission of the challans or payment of amount of Rs.25.00 lacs. The respondents do not deny that aforesaid amount is due to the petitioner. They, however, submit that unless the necessary correction in the challans is carried out by following due procedure, said amount cannot be released.

**04.** Deputy Commissioner of Income Tax, Circle-1, Jammu has appeared in person to assist this Court to sort out the matter. Dr. Ruveda Salam, Deputy Commissioner of Income Tax, Circle-1, Jammu appearing in person submits that the amount due to the petitioner shall be released after the necessary correction in the challans in question is carried out after the approval of the Chief Commissioner Income Tax, Amritsar.

**05.** In view of the aforesaid admitted position, we are inclined to dispose of this petition by directing the Deputy Commissioner Income Tax, Circle-1, Jammu to ensure that the necessary correction in the challan as stated above is

carried out with or without the approval of the Chief Commissioner Income Tax, Amritsar within a period of two weeks and the amount payable to the petitioner is released. We also make it clear that in case no approval is received by the Deputy Commissioner Income Tax Appeals for correction of an inadvertent and clerical error in the challans from the office of the Chief Commissioner Income Tax, Amritsar, the approval, as may be required, shall be deemed to have been granted and the Deputy Commissioner Income Tax, Circle-1, Jammu shall be competent to carry out the necessary correction and release the amount payable to the petitioner. Needless to say that amount shall be payable along with statutory interest.

**JAMMU**  
31.12.2024  
Shammi



**(PUNEET GUPTA)**  
**JUDGE**

**(SANJEEV KUMAR)**  
**JUDGE**

Whether the order is speaking: Yes/No  
Whether the order is reportable: Yes/No