

**Government of India
Ministry of Finance
Department of Revenue**

**RAJYA SABHA
UNSTARRED QUESTION NO. 1359
TO BE ANSWERED ON TUESDAY, MARCH 14, 2017
PHALGUNA 23, 1938 (SAKA)**

IMPACT OF DEMONETISATION ON TAX COLLECTION

1359: SHRI A. VIJAYAKUMAR:

Will the Minister of FINANCE be pleased to state:

- (a) whether Government had received their tax collection of direct and indirect taxes during the past three years;
- (b) if so, whether the tax collection are falling short due to demonetisation; and
- (c) if so, the action taken to increase the tax collection in the country?

**ANSWER
MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SANTOSH KUMAR GANGWAR)**

(a) The details of Direct and Indirect Tax collection during the last three years and the current year is as under:

(Amount in Rs. Crore)

Financial Year	Total Direct Tax Collection	Total Indirect Tax Collection
2013-14	6,38,596	4,97,060
2014-15	6,95,792	5,44,772
2015-16	7,41,944	7,09,825

(b)

Direct Tax

During the period between November, 2016 and February, 2017, the growth rate in gross collection of direct taxes has increased from 14.4% to 15.0% vis-a-vis figures for corresponding in the previous year. Similarly, during the same period, advance tax collections, which are better indicator of the performance of the economy, have also shown an increase in growth rate from 12.6% to 14.4%.

Indirect Tax

The growth in indirect tax revenue during April-February 2016-17 (Year on Year) was about 22.2%.

Thus there is an increase in the overall gross collections as well as advance tax collections since demonetization, both in terms of absolute numbers and growth rate.

(c) Does not arise in view of above reply to part (b).
