

TABLE OF CONTENTS

<i>Particulars</i>	<i>Paragraphs</i>	<i>Pages</i>
CHAPTER I—INTRODUCTORY		
Scope of Part II of the Report	1	1
Basic conceptions ; and main principles of federal financial integration	2	1—2
Date of Federal Financial Integration	3	2
“Basic Period” for Financial Adjustments	4	2—3
Plan of Part II of Report	5	4
Plan of “Scheme-Reports” :—		
Section A	6	4—5
Section B	7	6
Legal Basis : “Agreements” under Article 258(1)	8	6
CHAPTER II—SPECIFIC MATTERS CONCERNING “FEDERAL” REVENUES & “FEDERAL” SERVICE DEPARTMENTS		
“Federal” Revenues and Expenditure and the administration of federal departments to go to the Centre	9	7
Scope of this Chapter	10	7
Matters affecting all “federal” subjects	11	7—10
Staff	11 (1)	7—8
States’ rights to “federal” revenues to cease	11 (2)	8
Application of Indian rates of taxes, duties, fees, charges etc.	11 (3)	8
“Immunities” from “federal” taxation	11 (4)	9
Legal Requirements for transfer of “federal” subjects	11 (5)	9—10
Specific matters affecting particular “federal” subjects	12	11—16
Customs	12 (1)	11
Opium	12 (2)	11
Central Excise Duties	12 (3)	11—12
Taxes (other than stamp duties) upon transactions in Stock Exchanges and “Futures” markets	12 (4)	12—13
Salt	12 (5)	13—14
Railways	12 (6)	14
State Postal Systems : Telecommunication Departments in States	12 (7)	14
Postal Immunities	12 (8)	14
Currency	12 (9)	14—15
Defence	12 (10)	15
Civil Aviation	12 (11)	15
Broadcasting	12 (12)	15
Audit and Accounts	12 (13)	15—16
Interests	12 (14)	16
Pensions	12 (15)	16
CHAPTER III—ALLOCATION OF ASSETS AND LIABILITIES (GENERAL)		
General Remarks	13	17
Classification of Assets and Liabilities	14	17
Allocation of Capital Assets	15	17—18
Allocation of Liquid Assets, Current Liabilities, Reserves and Funds	16—17	19—21
Apportionment of over-all ‘surplus’ of liquid assets	18	21—22
Apportionment of “uncovered” liabilities	19	22—23
Outstanding obligations and Revenues not shown in accounts	20	23—24

<i>Particulars</i>	<i>Paragraphs</i>	<i>Pages</i>
Inter-Governmental outstandings accrued, but not settled by the prescribed date	21	24
E.P.T. Deposits, Advance Payments of Tax, etc.	22	24—25
Buildings and other Capital Assets in "Retroceded" areas	23	25
Certain Specific matters relating to particular items of Assets and Liabilities	24	25
Borrowing Powers	25	25—26
Banking and Treasury arrangements	26	26
Ways and Means	27	26
CHAPTER IV—MYSORE		
CHAPTER IV—MYSORE		
A. "Revenue-Gap" arising out of Federal Financial Intergration	28-32	27—30
B. Assets and Liabilities	33-34	31—35
Statements I-IV	...	37—44
CHAPTER V—SAURASHTRA		
A. "Revenue-gap" arising out of Federal Financial Integration	35-40	45—50
B. Assets and Liabilities	41	51—53
Statements I-IV	...	54—61
CHAPTER VI—PATIALA AND EAST PUNJAB STATES UNION		
A. "Revenue-gap" arising out of Federal Financial Integration	42-44	62—64
B. Assets and Liabilities	45-47	65—68
Statements I-II	...	69—73
CHAPTER VII—VINDHYA PRADESH UNION		
A. "Revenue-gap" arising out of Federal Financial Integration	48-51	74—77
B. Assets and Liabilities	52-53	78—79
Statements I-II	...	80—84
CHAPTER VIII—RAJASTHAN		
A. "Revenue-gap" arising out of Federal Financial Integration	54-58	85—90
B. Assets and Liabilities	59	91—94
Statements I-IV	...	95—113
CHAPTER IX—MADHYA BHARAT		
General	60	114
A. "Revenue-gap" arising out of Federal Financial Integration	61-63	114—117
B. Assets and Liabilities	64	118—121
C. Certain important modifications insisted upon by the Madhya Bharat Government	65-67	122—125
Statements I-III		126—135
CHAPTER X—CONCLUSION	68-70	136—138