

# Chelliah report termed theoretical

FE Bureau

NEW DELHI, Sept 19

The Director of the Indian Institute of Finance, Prof J D Agarwal, has said that the Chelliah Committee report on tax reforms is highly theoretical and lacks practical approach.

The report which lacks appropriate vision would prove to be counter productive to the nation, he said. Mr Agarwal feels that an implementation of the report can only deepen the financial crisis faced by the country.

The committee has made no recommendation to control the evasion and wilful avoidance of both direct and indirect taxes by the companies. However, the committee's suggestion to remove surcharge on corporate incomes is a welcome suggestion. Prof Agarwal has suggested that the surcharge should be used as a temporary measure