Respected Sir.

Good evening. I received LIMITED SCRUTINY letter from income tax department for following issues A.Y 2015-2016

1) Import turnover mismatch
2) Custom duty mismatch

I am proprietor of the company. During sep 2014 I have IMPORTED sheep crust leather from Nigeria for the value of usd- 200,000.70 (INR-1, 20,00,00.84). I missed to show the purchase in balance sheet. THE VALUE OF THE IMPORTED GOODS NOT INCLUDED IN BALANCE SHEET.

My doubts are

1) How can I solve this issue?

2) If there is any chance for penalty? If yes how much I have to pay?

3) How can I prepare explanation letter.

Waiting for your valuable reply.

Thanks &Regards

Krishna raja