

SIRC Newsletter

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Southern India Regional Council ▶ THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA ▶ SET UP BY AN ACT OF PARLIAMENT

IFAC Board Members





8th V. Sankar Aiyar Memorial Lecture on October 23, 2015: CCM CA. V. Murali honouring Shri. Rajeev Chandrasekhar, MP, Rajya Sabha in the presence of Shri. Mani Sankar Aiyar, MP, Rajya Sabha, SIRC Vice-Chairman CA. V.X. Jose and Treasurer CA. B. Sekkizhar.



8th V. Sankar Aiyar Memorial Lecture on October 23, 2015: Shri. Rajeev Chandrasekhar, MP, Rajya Sabha & Shri. Mani Sankar Aiyar, MP, Rajya Sabha with CCM CA. V. Murali, SIRC Vice-Chairman CA. V.X. Jose and Treasurer CA. B. Sekkizhar.



GMCS Inauguration on October 5, 2015: CA. Manoj Fadnis, President, ICAI honouring a student in the presence of CA.V. Murali, Chairman, BOS of ICAI.



CA K. Raghu, Immediate Past President - ICAI and IFAC Board Member greeting Ms. Olivia Kirtley, President of IFAC in New York on 9th September 2015.



Valedictory function on October 20, 2015: Chief Guest CA. Latha Rajan, Director, Ma Foi Strategic Consultants welcomed by CA.V. Murali, Chairman, BOS of ICAI.



Inauguration on October 29, 2015: CA.V. Murali, Chairman, BOS of ICAI inaugurated the Course.



Inauguration of GMCS Batches on October 29, 2015: Group photograph.

Regional Council writes...

Dear Members,

SIRC wishes all the members, students, staff and their family a very happy and prosperous Diwali.

Shri Rajeev Chandrasekar, Member of Parliament, Rajya Sabha delivered the 8th V. Sankar Aiyar Memorial Lecture on "Transforming the Government-Business Relationship" on October 23, 2015 at ICAI Bhawan, Chennai. Shri Mani Sankar Aiyar, Member of Parliament, Rajya Sabha was the Guest of Honour. The text of the Memorial Lecture is published in this Newsletter for benefit of all the members.

CPE Seminars on Service Tax and Indirect Tax organized by SIRC on October 3, 2015 and October 30, 2015 was well received and attended by members. We had three Study Circle Meetings on various topics of interest to the profession.

In order to provide ample opportunity for different categories of members to comply with CPE Hours Requirements for the block period of 3 years from 1st January 2014 to 31st December 2016 and for the current calendar year 2015-16, number of Seminars/Workshops on weekends, Study Circle Meetings on Wednesdays and Monday Marvel Meetings would be organized in November and December. One day Seminar on Taxation, two day Workshop on Service Tax, One day Mega Seminar on GST are scheduled in the month of November 2015. The gist of all the programmes are published in the SIRC Calendar and detailed programme of Seminars and workshops are published separately. We request the members to attend all the programmes so that they complete the required number of CPE hours in November itself.

Annual General Meetings of SIRC of ICAI

The 62nd AGM originally announced to be held on 07.06.2013, postponed to be held on 24.07.2013 could not be conducted due to Order of the Hon'ble High Court restraining SIRC from conducting the 62nd AGM on 24.07.2013 or on any other postponed date. Since the matter is sub-judice, the 62nd AGM is kept in abeyance.

The 63rd AGM which could not be conducted during the year 2014-15 and the 64th AGM to be conducted during the year 2015-16 will be held on December 15, 2015. The Notice for the 63rd and 64th AGMs; Annual Report, Auditors Report and Financial Statements for the year ended March 31, 2014 and March 31, 2015 are published in this Newsletter.

Elections 2015

The next elections to the Council and the Regional Councils of the Institute of Chartered Accountants of India are scheduled on December 4 & 5, 2015 in cities having more than 2500 members (i.e. Ahmedabad, Bangalore, Chennai, Delhi/New Delhi, Gurgaon, Hyderabad, Jaipur, Kolkata, Mumbai, Pune, Surat and Thane) and on December 5, 2015 at all other places. A write up on "Single Transferable System of Voting - An Appraisal" is published in this Newsletter for information of the members. We request members to participate actively and record their votes.

Please note that the last date and time for receipt by post of ballot papers back for those who have applied for permission to vote by post under rule 28 of the Chartered Accountants (Election to the Council) Rules, 2006 is 15th December 2015 - 5.00 p.m.

SIRC OF ICAI

The Institute of Chartered Accountants of India

[Set up by an Act of Parliament]

TO BE PUBLISHED IN PART III SECTION 4 OF
THE GAZETTE OF INDIA NOTIFICATION

No.13-CA(EXAM)/ISA/D/2015:- In pursuance of Regulation 204 of the Chartered Accountants Regulations, 1988, The council of the institute of chartered Accountants of India is pleased to notify that the information Systems Audit (ISA) Course Assessment Test (which is open to the members of the institute) will be held on 26th December, 2015 (Saturday) from 10.30 AM to 2.30 PM at the following cities in southern region provided that sufficient number of candidates offer themselves to appear therefrom.

Sl.No	Name of the cities	Sl.No	Name of the cities
1	BELGAUM	12	MYSORE
2	BENGALURU	13	RAJAMAHENDRAVARAM
3	CHENNAI	14	SALEM
4	COIMBATORE	15	THIRUVANANTHAPURAM
5	ERNAKULAM	16	THRISSUR
6	GUNTUR	17	TIRUCHIRAPALLI
7	HUBLI	18	TIRUPUR
8	HYDERABAD	19	VIJAYAWADA
9	KOZHICODE	20	ERODE
10	MADURAI	21	VISAKHAPATNAM
11	MANGALORE		

The Council reserves the right to withdraw any center at any stage without assigning any reason. The above Test is open only to the Members of the Institute who are already registered with the Institute for the ISA course and passed the related eligibility test. The fee payable for the above Assessment Test is Rs.2000/- . An application for admission to the Assessment Test is required to be submitted online by visiting <http://isaat.icaiaexam.icaai.org> and the sum of Rs.2100/- (Rs.2000/- as examination fees and Rs.100/- towards the examination form) has to be paid online using Master /Visa/Maestro Credit or Debit Card on or from 20th November, 2015. Alternatively, the format of application form can be downloaded from the website of the Institute viz. www.icaai.org and the cost of the application form of Rs.100/- can be added to the Assessment Test fee of Rs.2000/- and the Demand Draft for Rs.2100/- of any Scheduled Bank drawn in favour of "The Secretary, The institute of Chartered Accountants of India", payable at New Delhi only has to be sent to the Deputy Secretary (Exams), The Institute of Chartered Accountants of India, ICAI Bhawan, Indraprastha Marg, New Delhi-110002 so as to reach him on or before 3rd December, 2015. The applications received after 3rd December, 2015 will not be entertained under any circumstances.

Sd/-

(V.SAGAR)

Secretary, ICAI

Contact: Mr. R. Rajendran, Assistant Secretary, ICAI – Phone: 044 – 30210320 / 321 – E-mail: sirc@icai.in

Sl. No	Programme Date	Programme Name	Resource Persons	Timings	Venue	CPE Credit	Delegate Fee*		Page No.
							For Pre-Regn.	For Spot Regn.	
1	November 4, 2015 Wednesday	CPE Study Circle Meeting on AS-7- Construction Contracts	CA. Chinnsamy Ganesan Chennai	6.15 pm to 8.30 pm	P. Brahmayya Memorial Hall	2	180	200	-
2	November 11, 2015 Wednesday	CPE Study Circle Meeting on Latest Circular by RBI on Bank Audit	CA. S Dhayanidhi Chennai	6.15 pm to 8.30 pm	P. Brahmayya Memorial Hall	2	180	200	-
3	November 13, 2015 Friday	One Day Seminar on Taxation	Details Inside	9.30 am to 5.00 pm	P. Brahmayya Memorial Hall	6	900	1000	5
4	November 16, 2015 Monday	Monday Marvel Meeting on Internal Financial Controls	CA. Ravi Veeraraghavan Chennai	6.15 pm to 8.30 pm	P. Brahmayya Memorial Hall	2	No Delegate Fee		-
5	November 18, 2015 Wednesday	CPE Study Circle Meeting on CFO's views on Achieving Excellence at Work & Deriving Happiness in Life	CA. Shachi Maheshwari Hyderabad	6.15 pm to 8.30 pm	P. Brahmayya Memorial Hall	2	180	200	-
6	Nov. 20 & 21, 2015 Friday & Saturday	Two Day Workshop on Service Tax	Details Inside	9.30 am to 5.00 pm	P. Brahmayya Memorial Hall	12	1800	2000	5
7	November 23, 2015 Monday	Monday Marvel Meeting on Key Issues in representation on matters of Indirect Taxes	Thiru. S Kalyanam Former Senior Vice President, CEGAT, Chennai	6.15 pm to 8.30 pm	P. Brahmayya Memorial Hall	2	No Delegate Fee		-
8	November 27, 2015 Friday	One Day Mega Seminar on GST	Details Inside	9.30 am to 5.00 pm	P. Brahmayya Memorial Hall	6	900	1000	5
9	November 28, 2015 Saturday	CPE Meeting on Contemporary Issues in Search, Seizure and Survey	Dr. C P Ramaswamy Hyderabad	10.00 am to 1.00 pm	P. Brahmayya Memorial Hall	3	480	500	-
10	November 30, 2015 Monday	Monday Marvel Meeting on Recent Developments in Capital Gains Taxation	CA. B Ramakrishnan Chennai	6.15 pm to 8.30 pm	P. Brahmayya Memorial Hall	2	No Delegate Fee		-
11	December 9, 2015 Wednesday	CPE Study Circle Meeting on Issues in Service Tax: Import/Export of Service; Charitable Organisations & Educational Institutions	CA. Paul Thangam P Coimbatore	6.15 pm to 8.30 pm	P. Brahmayya Memorial Hall	2	180	200	-

*Delegate Fee : Pre-regn. will be considered upto immediate preceding day of the programme only.

Online enrolment through <http://sircoficai.org/CPEcalendarnew.aspx?id=forth> is requested.

Otherwise specified, the Delegate Fee for SIRC Programmes may be paid by way of Cash or by Cheque / DD drawn in favour of 'SIRC of ICAI' payable at Chennai and shall be sent to SIRC of ICAI, 'ICAI Bhawan', No. 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600 034. Phone: 044-30210320; Fax: 044-30210355; Email: sirc@icai.in sufficiently in advance.

Members are requested to avoid SPOT Registration.

One Day Seminar on Taxation

P Brahmayya Memorial Hall,
'ICAI Bhawan' No. 122, MG Road,
Nungambakkam, Chennai-600034

CPE Credit
6
HOURS

Friday, November 13, 2015 - 9.30 a.m. to 5.00 p.m.

Technical Sessions	Resource Persons
ICDS – An Overview	CA. Ulaganathan Shankar , Chennai
ICDS- Disclosure Requirements	CA. P Anand , Chennai
Issues in Taxation of Real Estate Sector including ICDS	CA. B Ramakrishnan , Chennai
Issues in Taxation of Charitable Organization	CA. J Prabhakar , Chennai
Delegate Fees :	Members - Rs. 1000/- ARS Members - No Delegate Fee
Delegate fee by way of Cash or by Cheque / DD drawn in favour of 'SIRC of ICAI' payable at Chennai shall be sent to SIRC of ICAI, ICAI Bhawan, No.122, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034. Phone: 044-30210320; Fax: 044-30210355 ; Email: sirc@icai.in Online Registration Visit: www.sircoficai.org	

Two Days Workshop on Service Tax

P Brahmayya Memorial Hall,
'ICAI Bhawan' No. 122, MG Road,
Nungambakkam, Chennai-600034

CPE Credit
12
HOURS

Friday & Saturday, November 20 & 21, 2015
(09:30 a.m to 05:00 p.m)

Day 1 – Friday – November 20, 2015

Technical Sessions	Resource Persons
Definition of Service and its taxability "Declared Service" & Place of Provision of Service	CA. P. C. Anand , Chennai
Negative List and Exemptions	CA. V. Prasanna Krishnan , Chennai
Provisions and Rules relating to Construction & Works Contract	CA. Ganesh Prabhu , Chennai
Point of Taxation Rules	CA. S. Chandrasekar , Tirupur

Day 2 – Saturday – November 21, 2015

Valuation Rules	CA. G. Saravana Kumar , Madurai
Reverse Charge, Joint Charge and their Taxability	CA. J. Balasubramanian , Madurai
CENVAT Credit Rules, 2014 relating to Service Tax	CA. P. Sankaran , Chennai
Statutory compliance like Registration, Issues of Invoice, Payment of Tax, Adjustment of Excess Payment of Tax: Filing of Periodical Returns, Refund of Service Tax etc.	CA. V. Ramkumar , Chennai

Delegate Fees : Rs. 2,000/-

Delegate fee by way of Cash or by Cheque / DD drawn in favour of 'SIRC of ICAI' payable at Chennai shall be sent to SIRC of ICAI, ICAI Bhawan, No.122, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034. Phone: 044-30210320; Fax: 044-30210355 ; Email: sirc@icai.in | **Online Registration Visit: www.sircoficai.org**

One Day Mega Seminar on GST

Under the auspices of
Indirect Taxes Committee, ICAI

P Brahmayya Memorial Hall,
'ICAI Bhawan' No. 122, MG Road,
Nungambakkam, Chennai-600034

CPE Credit
6
HOURS

Friday, November 27, 2015
(09:30 a.m to 05:00 p.m)

Technical Sessions	Resource Persons
Overview on GST	CA. V Prasanna Krishnan , Chennai
GST Business Process for Registration & Payment	CA. L Sayee Mohan , Chennai
GST Business Process for Refund & Return	CA. R V Sharavanaja , Chennai
Delegate Fees :	Members - Rs. 1000/- ARS Members - No Delegate Fee
Delegate fee by way of Cash or by Cheque / DD drawn in favour of 'SIRC of ICAI' payable at Chennai shall be sent to SIRC of ICAI, ICAI Bhawan, No.122, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034. Phone: 044-30210320; Fax: 044-30210355 ; Email: sirc@icai.in Online Registration Visit: www.sircoficai.org	

Global Challenges and Opportunities for the Profession

by CA. K.Raghu

Imm.Past President of ICAI, IFAC Board Member – (2015-17)

The accounting world of the 21st century has been shaken by globalization, technology and changes in financial regulation. The pace and magnitude of changes in the accounting profession are dramatic: from new regulations and changes in public policy to the transition of ownership within firms to meeting the challenges of globalization

Global Opportunities

- ❑ Cloud Accounting - Storing data on remote servers - opens up opportunities by making geography unimportant. Once accounts are entered in the cloud, you can work on them anywhere - in your office, at the airport, in your home 500 miles away. Cloud Computing is now evolving like never before, with companies of all shapes and sizes adapting to this new technology. While Cloud Computing is undoubtedly beneficial for mid-size to large companies, it is not without its downsides, especially for smaller businesses.
- ❑ Big Data – It has the potential to transform almost every aspect of business – from research and development to sales and marketing - and to provide new opportunities for growth. Trained to structure, gather and analyse financial information, accountants and finance professionals can apply their core skills to non-financial and other datasets - and, crucially, help make Big Data smaller and more structured.
- ❑ Artificial intelligence (AI) - The capacity of machines or software to create and exhibit intelligence - bring with it both promise and concern. AI could become an invaluable partner in professions that demand considerable training, technical precision, and ethical judgments—including accountancy.

Global Challenges

- ❑ Managing Change: The business environment has become increasingly complex and dynamic and that's something that our profession has to adapt to in the way we serve our clients and our own operating models. This dynamism is driven by trends that include globalization, demographic shifts, technological advances, and regulatory change.
- ❑ Borderless World: As businesses increasingly span national borders, accountants have to deal with multiple accounting systems. Accountants need to adapt to the changing environment as their work and that of auditors is changing enormously.
- ❑ Credibility in Financial Reporting : Building credibility in Financial Reporting in both the developed and developing world has been a challenge especially in recent years in

the light of various corporate scandals, the volatility in capital markets and increased public skepticism about the financial reporting process. Today, as national economies develop and become more involved in the world market and as companies expand their markets and products across borders, there is a greater necessity to report financial information in a consistent way.

- ❑ Convergence to International Standards: The new challenge is to ensure that audits of companies around the world are conducted using a common reporting language and that we work to achieve convergence to international standards. This will lead to increased transparency, greater accountability and more understanding by the public worldwide.
- ❑ Promoting strong Corporate Governance: Finally, we must ensure that the entire profession, including those in business and industry, adhere to high professional standards and promote strong corporate governance. The profession must be supported by management that is equally dedicated to quality and transparency.

INTERNATIONAL FEDERATION OF ACCOUNTANTS (IFAC) - LEADING THE CHANGE GLOBALLY

IFAC is the global organization for the accountancy profession. It works with over 175 members and associates in 130 countries to protect the public interest by encouraging high quality practices by the world's accountants. IFAC members and associates represent 2.5 million accountants employed in public practice, industry and commerce, government, and academe. Its structure and governance provide for the representation of its diverse constituencies and interaction with external groups that rely on or influence the work of accountants.

The Global Standard Setter for the Profession

Through its independent Standard-setting boards, IFAC develops international standards on Ethics, Auditing and Assurance, Education, and Public Sector Accounting Standards. It also issues guidance to support professional accountants in business, small and medium practices, and developing nations. In addition, IFAC issues policy positions on topics of public interest and comment letters on matters relevant to the profession.

IFAC majorly have 5 Committees and a Public Interest Oversight Board (PIOB). The roles of the Committees and PIOB are as below:

- i) Professional Accountancy Organization Development Committee:
- ii) Nominating Committee

- iii) Professional Accountants in Business Committee
- iv) Small and Medium Practices Committee
- v) Transnational Auditors Committee
- vi) PIOB

IFAC Standard Setting Process

Standard Setting in the field of Audit and Assurance, Ethics and Education.

Standard setting in these fields is the responsibility of Standard Setting Boards (SSBs) which operate with the financial and operational support of IFAC and whose members are selected by IFAC's Nominating Committee, under the agreement that standard setting processes should be transparent, receive broad public input, including from the regulatory community and be subject to public interest oversight, with such oversight receiving regulatory monitoring. The objective of this agreement is to facilitate standard setting that is responsive to the public interest and produces high-quality international standards.

The result is a three-tier model made up of:

- (i) SSBs which have the responsibility to set international standards in the fields of Audit, Assurance and Related Services (International Auditing and Assurance Standards Board, IAASB), Ethics for Professional Accountants (International Ethics Standard Board for Accountants, IESBA), and Professional Accounting Education (International Accounting Education Standards Board, IAESB);
- (ii) An independent oversight body, the Public Interest Oversight Board (PIOB, www.ipiob.org), with the responsibility to oversee standard-setting processes by these three Boards as well as their nominations processes, and
- (iii) A group of international public interest and financial organizations, the MG (Monitoring Group), with the responsibility to monitor the overall structure and to which the PIOB is accountable.

The IFAC Council is responsible for the overall governance of IFAC, and the IFAC Board oversees the management of IFAC.

ICAI Role as a Board Member

As an IFAC Board Member priority will be to promote IFAC efforts in

- (i) Standard setting in international standards of auditing and assurance, education, ethics, and international accounting standards for the public sector.
- (ii) Promoting collaboration and mentoring to see that all national jurisdictions have the benefit of a accountancy profession
- (iii) The Member Body Compliance Program and learning lessons thereof for use by countries who are finding difficulties

- (iv) The development of the accounting profession; and
- (v) Being the global voice of the profession.

Way Forward for the Profession looks exciting

So with all these changes and challenges, our profession has a great future. Society is demanding more transparency; financial and non-financial information is considered a social good, not a private matter; companies need someone to provide assurance to increase trust in their financials and the business overall; and regulation and decision-making processes are more complex, so more independent and qualified people will be needed.

But, on the other hand, we need to adapt to the great changes that our clients are facing. We need to make the profession attractive for talented, young people and integrate technology into our day-to-day work. They need to be innovative in attending to clients' demands, and to keep an open mind to different cultures and professions. The Way forward for the Profession looks really exciting. ■

COACHING CLASSES AT SIRC CHENNAI FOR IPCC & FINAL MAY, 2016 C.A. EXAMINATIONS

The next batch of Coaching Classes for IPCC & FINAL Students appearing for May 2016 Examinations will commence on **November 18, 2015**. The duration of the coaching classes will be four months.

Highlights

- Renowned Faculty
- World class Library support
- Classes are conducted since 1965
- Reading Room Facility
- Affordable fees
- Mock Tests
- Special attention for weak students
- Doubt clearing sessions

CLASS TIMINGS

Timings	Group-I	Group-II
Monday to Saturday	6.30 a.m. to 9.30 a.m.	5.30 p.m to 8.30 p.m
On Sundays	Between 7.00 a.m. and 5.00 p.m.	

FEES

Course	One Group	Both Groups
IPCC	₹ 2500	₹ 5000
FINAL	₹ 3000	₹ 6000

- Last Date of Enrolment: **November 16, 2015**
- Seats can be booked through Online Registration also
- The registration will be on '*first come first served basis*'

For further information and registration please visit our website or contact SIRC Office at 044-30210322

Email-id : sircclasses@icai.in Website : www.sircoficai.org

Online registration link : www.sircoficai.org/batches/

8th V. Sankar Aiyar Memorial Lecture on “Transforming the Government-Business Relationship” by Thiru. Rajeev Chandrasekhar, Member of Parliament, Rajya Sabha on October 23, 2015 at ICAI Bhawan, Chennai

Thank you for having me here this evening to speak at the V Sankar Aiyar Memorial lecture. I have had the privilege of knowing Mr Mani Sankar Aiyar for over 15 years now - first as a Telecom Entrepreneur seeking him out as an MP to intervene at political and corporate shenanigans in telecom and then as a senior colleague in Parliament for last 9 years. There's much about him to admire and respect even if we don't agree on many things. But we both agreed for example on the way the fiasco laden Commonwealth games were being run some years ago.

I have had the good fortune of having been a technology engineer for several years in the Silicon Valley and then a Telecom Entrepreneur in India and now a participant in politics. It is as an Entrepreneur first and then as an MP that my views about our country's linkages between Governance, Politics and Economy have evolved. I have worked hard to try and create a more intelligent and meaningful discussion on these three in Parliament and outside, with middling success, since this debate is almost usually captured by loud shrill calls for populism by political parties or by the self serving agenda driven by the corporate sector and lobbies, with little discourse or debate on behalf of real developmental economic governance.

At the very outset, we must accept that with over 300 million Indians living in unacceptable conditions of destitution and poverty, growing our economy strongly and sustainably for next decade is the solution to give ourselves the headroom to spend and invest in addressing this. For this we must all accept and recognize the simple fact that Business is the prime catalyst for economic activity and investment - in a modern, free market, entrepreneurship driven economic model - It is Business that directly and indirectly generates the tax revenues for the welfare state to spend on the poor and deprived - with the objective of providing the social security net and enable them to work their way to providing for themselves.

It has been close to a quarter of a century since we have entered the era of economic liberalisation. pre 1991 it was understood that Business could be run by Government entities or a few private companies - creating a situation where over 15 lac crores of public money has been invested in many PSUs or creating a cosy set of private monopolies. Inefficient and uncompetitive these PSUs are of that there is no doubt in today's context whatever be the role they played in the past. HAL, BSNL and Air India as examples

Post 1991 the role for and opportunities to the private sector and capital have expanded. We have, if not completely but

surely to a large extent, moved away from the infamous 'license Raj' which was a very fertile breeding ground for corruption, red tape and high amounts of nepotism. Stakes are high. 1 trillion dollar economy adding 75 to 100 billion every year - this growth represents opportunity for private capital to invest and grow but it also represents opportunity in public and govt spending. But the scams remain. If pre 91 had its, famously known as the Mundhra scam, where, Haridas Mundhra, a Calcutta based industrialist and a stock speculator got the government-owned Life Insurance Corporation (LIC) to invest Rs. 12.4 million (about USD 3.2 million at the time) in the shares of six troubled companies belonging to Mundhra. The investment was done under governmental pressure and bypassed the LIC's investment committee, which was informed of this decision only after the deal had gone through. In the event, LIC lost most of the money and subsequently led to the resignation of the then finance minister T.T Krishnamachari. Now fast forward to now and we still have scams be it one where PSBs are made to give loans to companies or where public assets like spectrum and coal are handed over to commercial interests cheap. Both issues I know very well because I have raised it first in parliament. That the political - business nexus is now translating astonishing amounts of money is a big threat not just to governance politics and democracy, but to the credibility of business and entrepreneurship which is as I said earlier critical to future growth and equitable development of our country.

Given that the stakes are so high, this relationship between Business and Politics, however, merits a closer examination - This relationship has thus far been driven primarily by the need for Electoral funding and Political financing in a democracy - a phenomenon not unique to India - the role of Big money, and therefore, Business in influencing Politics, Government, Political discourse and Public policy is being played out in many of the democracies around the world - This is almost the cost of having a democracy.

Money is involved in elections all around the world. But what is unique about this in India is the haziness, lack of transparency and general shadiness around this relationship. In United States of America, since lobbying is legal, all big companies have to disclose the budget that they have spent on lobbying. So there is transparency involved in the process. In India unfortunately its murky and shadowy as the radia tapes example showed.

This brings me to the primary focus of what I'd like to elaborate on today - on the need for this state of affairs to

change. If India is to achieve a sustained growth rate of 10% and make double digit growth the “new normal” as Hon’ble Finance Minister Mr. Arun Jaitely recently stated, the government will need to overhaul and radically transform the government-business relationship. It will need to do what it takes to firmly entrench a culture of transparency, competition and growth in the Indian marketplace.

It is an un-debatable and undeniable fact that the government and economy that we see around us is what Harvard Professor Lant Pritchett describes as a “deal economy” - the nexus between politicians, bureaucrats and business - as opposed to “rule economies”. Rule economies are those where one can predict the outcome on the basis of rules and those outcomes are independent of who is occupying the chair in North Block, South Block, Sanchar Bhawan and so on and so forth. A Deal economy, on the other hand, is dependent on what used to be termed “briefcase politics” or the relationship one has with the economy or policy makers. Pritchett, in his much quoted essay, calls India a flailing state that is trying to transition from deal economics to rule economics. Indeed One of the greatest dangers to the growth of the developing countries is the “trap” where crony capitalism creates oligarchies that slow down growth. As Mr. Raghuram Rajan himself has written in his pre RBI governor days - that most of the billionaires created in India are those in businesses that are linked to heavily to Government. To this extent, one of the focal points of government’s reform agenda should be to ensure that our economy doesn’t become a slave in the hands of a few businessmen.

So, while businesses fund Political parties and politicians – the real question is what is the consequence of this funding?

The problem starts when the quid pro quo favours. That is when the relationship morphs from a symbiotic relationship into one where favours, contracts and assets are doled and a form of exploitative partnership develops – where favourites are created through a liberal use of political discretion and business fortunes and winners and losers are determined by such a relationship! And so, while in most other mature democracies business is restricted to influencing public policy, in India it seems increasingly able to capture it. This is what Lant Pritchett means when he talks about deal economy. India needs reform of political finance, in the first instance through transparency over donations and sources of financing for political campaigns. (no institutional check and oversight on these dealings. Cag was first one and courts)

{So with these scams as compelling evidence, it’s clear that there’s a serious underbelly in the post liberalization economic model – It has given us high growth rates but has also seemingly created an ideal ecosystem for crony capitalism. The conventional perception of license raj being replaced by an environment, where market competition and entrepreneurship would be the ultimate determining factor for success, has been shown to be false. The ultimate arbiter of the fortunes of many businesses remains the

cosy relationships with politicians and bureaucrats with no institutional oversight or checks and balance them. The recent case of corporate espionage which took place sometime in February this year is another example of the clandestine ways which the big corporate houses use to get an edge over their competitors.

Just like Swachh Bharat is a campaign aimed at changing 60 years of entrenched personal habits in terms of cleanliness, there is also a need to change the corporate habit of breaking the law in order to succeed. The post-economic liberalisation decades have seen specific companies increasingly investing in harvesting data and intelligence from the government. There is also in recent times a phenomenon that I have called political entrepreneurship where politicians turn into investors and owners of business which benefit from govt policies. Instead of a culture of innovation and creativity to determine success, a corporate culture based on political contacts and access to information has, for many years now, determined accomplishment.}

This nexus and its deeply destructive impacts on the economy become especially stark when we examine, for example the issue of the Non Performing Assets in our banking sector. A credit Suisse report from May 2012 highlighted that only 10 business groups in India currently hold Rs.5,50,000 crores of debt which is 98% of the entire banking systems net worth. This is an unprecedented concentration of risk not seen in any other country. If we let the nexus between politicians and businessmen get too strong, we could shut down competition. That could slow us down tremendously.

There is also a strong contrast between the NPAs of private and public banks – The NPAs of Private Sector banks especially the new private sector banks constitute only about 8% of the total NPAs compared to the 74% constituted by the Public Sector Banks. This clearly suggests that the Public Sector Banks are lending based on different considerations and this is not ok because these banks are funded by public taxpayer money. A sick PSB bank means even more taxpayer and public money to bail it out, while the borrower continues to be unaffected. Eg. Kingfisher.

There is the challenge that we have to deal with and overcome. By making strong and transparent regulatory institutions which leaves no scope for government and bureaucratic meddling, this government seems to be walking on this path as can be seen by the Spectrum auction, of which I was one of the first advocates from 2007, and the recent coal block auctions. More needs to be and can be done. When it comes to favouritism shown by government officials to influential corporates, India’s ranking has improved sharply to 49th place as per the 2014 study by the World Economic forum on a global list, but remains below that of China and many major economies. India was ranked 94 in the list a couple of years back. However we still have a long way to catch when it comes to the ease of doing business. We have slipped two places to 142 from our previous year ranking of 140.

This transformation will according to me need four steps:

First, is instituting a culture of transparency in the Government decision making process. This should include mandatory disclosures when it comes to dealing with Private Businesses and conflicts of Interest. Mandatory disclosures, your corporate and bureaucratic friends will tell you, are a good way to incentivize honesty!

Second, is to create a new set of robust regulatory institutions that have the capacity and integrity to regulate private enterprise where free competition is not evident. This second one is most important to reverse this concentration of power and discretion within the political leadership. In recent years, Independent regulators have become parking spots for bureaucrats – They cannot and should not become another layer of bureaucracy. We must create motivated, public service oriented and specialist people who want to serve as Independent Regulators. They should be transparent and accountable vis-à-vis broader societal and political structures.

Further, a set of comprehensive, institutional reforms - architected with the single pointed objective of supporting a dynamic and competitive form of capitalism need to be introduced.

This would include an effective, independent regulator that would effectively tackle anti-competitive practices. A striking symptom of this has been the large delay in implementation of the 2002 competition law. It was enacted, challenged, and then took four years to be amended. It took a grand total of 8 years for the selection committee for the commission to be formed. Delays in the reform process, such as this, are symptomatic of political and executive lethargy.

Telecom is a classic case where very poorly equipped or people with questionable motivation were put as regulators and they have presided over the public policy capture by vested interests. Creating a set of credible regulatory institutions is one of the most important requirements of ensuring

that Political discretion is not unfettered. In the words of a contemporary Indian historian - “We have to repair one by one, the institutions that we have inherited and build new ones to help us meet the challenges of the coming years.

Third, to create a new legal framework to ensure that White collar crime is prosecuted speedily and fairly – thus punishing the guilty and also sparing the innocent from a prolonged process of proving innocence. This deterrent is required because our Criminal Justice system isn’t very white collar crime oriented, and so, instances of the guilty being punished are very rare and in between – hardly an incentive for people to follow the rules and laws. We need an independent and effective judiciary, backed by other ingredients of a law and order system. Here too a fine tradition of judicial independence has been steadily eroded, and made substantially worse by the extraordinary backlog in cases.

Fourthly – the need for media to transform itself into being more effective in detecting and exposing these type of sophisticated scams – These are neither easy to detect nor easy to understand or communicate – which is why so many of them go unreported.

Business is vital for our economy. Business and Entrepreneurship in India must be driven by innovation, creativity and capability. In order to transform the Business-Government relationship and make this relationship work for national good, India requires institutional reforms that support competition, regulatory independence and transparency. It is only when this happens that economic growth shall lead to actual wealth creation as opposed to enabling a thriving coterie of businessmen with very special friendships. Its in all our interests and indeed in interests for future generations of Indians that business and economic sectors are seen as building the future India and not seen as antagonists.

Thank You, Jai Hind.

National Conference
Under the aegis of CPE Committee of ICAI

Host: Belgaum Branch of SIRC of ICAI

Saturday & Sunday 21st & 22nd of November, 2015
JNMC Auditorium, Nehru Nagar, Belgaum, Karnataka

CPE Credit
12
HOURS

Technical Sessions

Topics	Resource Persons
Management Lessons from unusual examples	CA. V. Pattabhi Ram , Chennai
IFRS and Ind AS	CA. L. Muralidharan , Chennai
Value Added Tax	CA. Annapurna Kabra
Income Computation and Disclosure Standards	CA. K Gururaj Acharya
GST/Service Tax	

Delegate Fees: Rs 2000/-

Delegate fee by way of Cash or by Cheque / DD drawn in favour of ‘Belgaum Branch of SIRC of ICAI’ payable at Belgaum shall be sent to Belgaum Branch of SIRC of ICAI, “ICAI Bhawan”, 2nd Floor, Swaroop Plaza, Near 1st Railway Gate, Tilakwadi, Belgaum – 590006. Phone: 0831-2425018; Fax: 0831-2425018; Email: belgaum@icai.org

CA. Shivanand V. Halbhavi Chairman, Belgaum Branch	CA. Chetan Vijay Chougule Secretary, Belgaum Branch
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Updates

Direct Taxes

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- 1. Claim of medical expenditure under section 80DDB simplified:** The CBDT by Notification No.78/2015 dated 12.10.2015 has amended sub-rules (2) and (3) of rule 11DD relating to claim of deduction under section 80DDB. The amendment now seeks only production of prescription in respect of diseases or ailments and dispenses with the requirement of obtaining certificate from a specialist working in Government hospital. Consequently, Form 10-I stands omitted. However, when the patient receives treatment in a Government hospital, the prescription is to be issued by any specialist working full-time in that hospital and who has post-graduate degree in general or internal medicine or any equivalent degree, which is recognized by the Medical Council of India.
- 2. Validation of all e>Returns filed after 01.04.2015:** The CBDT in Order (F.No.225/141/2015-ITA.II) dated 06.10.2015 has expanded the scope of validation of e>Returns filed on or after 01.04.2015. In the original notification No.41/2015 dated 15.04.2015 it introduced Electronic Verification Code (EVC) as one of the modes for validation of e>Returns for the assessment year 2015-16 only. The CBDT in its subsequent order dated 20.07.2015 permitted validation of such e>Returns through EVC in respect of returns of assessment years 2013-14 and 2014-15 e-filed during the period from 01.04.2014 to 31.03.2015. Now, in the latest order the CBDT directed that e>Returns filed (i) on or after 01.04.2015 electronically (without digital signature) pertaining to assessment year 2014-15; or (ii) e>Returns filed in response to various statutory notices issued under the Act; or (iii) e>Returns filed as a consequence of condonation of delay under section 119 are also eligible for validation through EVC. ■

Tamil Nadu VAT

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LA Bills 8, 9/2015 Dated 28/9/2015

- The amendments shall be applicable from a date to be notified.
- ITC can be availed on the conditions that making the payments of VAT liability to the Vendor/payment of VAT by the Vendor to the Government and delivery of goods to the purchaser.
- Input tax is defined to mean tax paid by the purchasing dealer to the selling registered dealer in the manner to be prescribed.
- Works Contract dealers cannot opt for Composition scheme of payment of tax @ 2% or @5% on the contract price in case goods are purchased or received from outside the State for use in a works contract within the State.
- Every person liable to deduct such tax on payment for execution of works contract shall obtain Tax Deductor Identification Number (TDIN).
- Zero rate of tax benefit available only for sale of goods supplied to the SEZ unit for the purpose of use in manufacture, trading, production, procession, assembling, and packaging or for use as packing material or packing accessories.
- Advance Inward Way Bill Provisions are introduced for certain sensitive goods to be notified.
- C&F agents making outward movement of goods to other States,

can also obtain transit pass and submit at the last check post or barrier, failing which local VAT may be required to be paid with 150% penalty.

- Digital Signature Certificate ('DSC') is proposed to be allowed. Also, provisions of electronic records as given in Information Technology Act, 2000 is proposed to be made applicable under TNVAT Act.
- The time limitation for Assessment of sales shown in accounts at low prices/Maintenance of Books of Accounts/Rectification of Error apparent on the face of the record is 6 years.
- The registration fee has been increased to Rs. 1000/- for dealer registration and for additional place registration.
- Penalty imposed at 300% of tax for assessment of escaped turnover and wrong availment of ITC. Issue of false documents with intention to support any dealer to claim ITC shall be an offence punishable with imprisonment. ■

Andhra Pradesh VAT

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GOs Issued

1. G.O.MS.No. 356 dt 22-09-15 – Adding entry No.57 to Ist Schedule – Sugar including Kandasari Sugar and deleting entry No.128 from IV Schedule (Sugar exempted from tax instead of taxing at 4%).
2. G.O.RT.No. 919 dt 30.9.15 - Grievances of Transporters JAC – Approval of Recommendations of Cabinet Sub-Committee for redressal
3. G.O.Rt.No. 965 dt 7-10-15 - Prepayment of deferred Tax – Specifying discount rate @ 6.75% GO valid for one year

Commissioner's Circulars

1. CCT's Ref. Enft. No. E3/357/2015 dt 15-09-15 - Issue and receipt of transit passes (TPs) – Procedure to be adopted in case of surrendered Transit Passes – Guidelines.
2. CCT's Ref.No. AI (1)/126 /2015, dt 06-10-2015 - Registration CST Act – Instructions issued for Insisting of Security/ Additional Security and Provisional Assesemnt under CST Act
3. CCT's Ref: AI(1)/45/2014 dt 14-10-15 – Instructions to Border Check post and ICPs in goods purchased Inter State by Government Departments and consumers for their own use in respect of transport declarations – invoices in respect of goods purchased and connected documents not insist awaybills. ■

Telangana VAT

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GOs issued

1. G.O.MS.No. 169 dt 18-9-15 – adoption of Andhra Pradesh Tax on Professions, Trades, Callings and Employments Act, 1987 with substitution of Telangana for AP in the Act
2. G.O.MS.No. 170 dt 18-9-15 – adoption of Andhra Pradesh Tax on Professions, Trades, Callings and Employments Rules, 1987 with substitution of Telangana for AP in the Rules.
3. G.O.RT.No. 475 dt 08-10-15 – exemption of entertainment tax for the movie "Rudramadevi" for one year with conditions
4. G.O.RT.No. 486 dt 17/10/2015 - waiving tax demand above 5% of VAT, for the period from 31.01.2013 to 16.08.2013 on Diesel Power Generators provided dealers not collected enhance rate above 5% VAT

Advance Rulings

1. Nano Polymers and batch - A.R.Com/58/2015 dt 29.9.15 - Garbage Bins of 12 ltrs in HDPE is liable to be taxed at 5% under entry 90 of IV Schedule ■

Kerala VAT

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- ❖ In the ORDER No.C3/12306/15/CT DATED 1/9/2015 of the Authority for Clarification, it is ordered that brooms, brushes and mops, in the manufacture of which plastic is used in any form, either in the handle or in the portion used for cleaning would be taxable at the rate of 5% by virtue of Entry 18A of the Third Schedule to the Kerala Value Added Tax Act, 2003.
- ❖ In the ORDER No.C3/13898/15/CT DATED 1/9/2015, it is clarified that polypropylene ropes classified under the HSN Code 5607.49.00 would be exempt from tax by virtue of Entry 18(6) of the First Schedule to the Kerala Value Added Tax Act upto 28/7/2015; but after the coming into force of Kerala Finance Act - 2015 on 29/7/2015, all polypropylene ropes other than those sold by Matsyafed, Theeramythri units approved by Government and Fishermen Co-operative Societies would be taxable at the rate of 5% by virtue of Entry 99A of the Third Schedule to the Kerala Value Added Tax Act, 2003.
- ❖ WP(C). NO. 28478 OF 2015 (H): - In this case, the dealer filed objection to the pre-assessment notice after the time granted for its filing but before the service of assessment order and assessment order was passed before the date of filing of the reply. The Honourable High Court set aside the assessment and directed the Officer to pass fresh orders after considering the reply filed. ■

Banking and Insurance

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Through its recent Monetary policy statement, RBI has decided to reduce the repo rate under the liquidity adjustment facility (LAF) by 50 basis points from 7.25 per cent to 6.75 per cent with immediate effect. The reverse repo rate under the LAF would stand adjusted to 5.75 per cent, and the marginal standing facility (MSF) rate and the Bank Rate to 7.75 per cent. The Regulator has however kept the cash reserve ratio (CRR) of scheduled banks unchanged at 4.0 per cent of net demand and time liability (NDTL).

In order to de-risk the balance sheets of banks, RBI prefers Corporates to explore the possibilities of availing finance from alternate sources. Corporates, hereafter, beyond a cut-off level may not be able to rely on bank finance to meet their needs.

The Regulator has been grappling with the problem of divergences in conforming to prudential norms which come to the fore during Annual Financial Inspections. To enforce better discipline, banks may have to disclose hereafter, divergences beyond specified threshold in their notes to accounts.

Convergence of Indian Accounting Standards with International Financial Reporting Standards has been a top on the list of must-dos by the regulator for some years now. It has now come out with a roadmap for the players to implement starting 2018-19 onwards. The report of the working group got up to implement the roadmap would soon be in the public domain. ■

FEMA

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I. Trade Credit Policy - Rupee (INR) Denominated trade credit

1. RBI vide A.P. (DIR Series) Circular No. 13 dated September 10, 2015 has reviewed the AD Category-I banks is invited to Schedule III to the Foreign Exchange Management (Borrowing or Lending in Foreign Exchange) Regulations, 2000 notified vide Notification No. FEMA 3/2000-RB dated May 03, 2000 read with Regulation 6(3) of the said Regulations regarding raising of trade credit (buyers' credit / suppliers' credit) from overseas supplier, bank and financial institution for import of capital and non-capital goods into India.
2. With a view to providing greater flexibility for structuring of trade credit arrangements, it has been decided that the resident importer can raise trade credit in Rupees (INR) within the following framework after entering into a loan agreement with the overseas lender:
 - i. Trade credit can be raised for import of all items (except gold) permissible under the extant Foreign Trade Policy
 - ii. Trade credit period for import of non-capital goods can be upto one year from the date of shipment or upto the operating cycle whichever is lower
 - iii. Trade credit period for import of capital goods can be upto five years from the date of shipment
 - iv. No roll-over / extension can be permitted by the AD Category-I bank beyond the permissible period
 - v. AD Category - I banks can permit trade credit upto USD 20 mn equivalent per import transaction
 - vi. AD Category - I banks are permitted to give guarantee, Letter of Undertaking or Letter of Comfort in respect of trade credit for a maximum period of three years from the date of shipment
 - vii. The all-in-cost of such Rupee (INR) denominated trade credit should be commensurate with prevailing market conditions
 - viii. All other guidelines for trade credit will be applicable for such Rupee (INR) denominated trade credits
3. Overseas lenders of Rupee (INR) denominated trade credits will be eligible to hedge their exposure in Rupees through permitted derivative products in the on-shore market with an AD Category- I bank in India. Necessary guidelines for hedging will be issued separately.
4. AD Category – I banks may bring the contents of this Circular to the notice of their constituents and customers ■

Corporate Laws

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1. The Report of the High Level Committee of the Ministry of Corporate Affairs (to suggest measures for improved monitoring of the implementation of Corporate Social Responsibility Policies) - September, 2015 has been hosted at the MCA website.
2. **MCA has revised the Versions of E-Forms AOC-4 (Non-XBRL, Form for filing financial statement and other documents with the Registrar) and MGT-7 (Form for filing annual return by a company) w.e.f 4.10. 2015. PAN is mandatory in Annual Return Form MGT-7 Companies (Management and Administration) Second Amendment Rules, 2015.** ■

SEBI

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Forward Markets Commission (FMC) Merges with Securities and Exchange Board of India (SEBI)

5 facts to know about the unprecedented merger of regulators

The amalgamation of Forward Markets Commission (FMC), the erstwhile commodities regulatory body, with capital markets watchdog Securities and Exchange Board of India (Sebi) came into effect from 29/09/2015, marking the first major case of two regulators being merged.

Although, the merger of these two independent regulatory bodies was under discussion for long time, the move gathered pace, especially, after the commodity market was rocked by the outbreak of a multi-crore scam at National Spot Exchange (NSE) unearthed two years back.

Now that the merger has been done with, below is the draw down of the journey of the commodities regulatory body and what led to the eventual convergence with the capital markets regulator Sebi.

- History of the two regulatory bodies: The Forward Markets Commission regulated commodities market since 1953, while the Securities and Exchange Board of India was set up in 1988 as a non-statutory body for regulating the securities markets and became an autonomous body in 1992 with full independent powers. Currently, India boasts of three national and six regional bourses for commodity futures in the country. The persisting global economic slowdown coupled with slackening growth in China fuelled a sharp fall in commodity prices over the past year or so. So much so that the consolidated turnover of all the exchanges put together fell to nearly Rs 60 lakh crore in 2014-15 from over Rs 101 lakh crore in the preceding financial year.
- Issues stifling commodities markets: FMC oversaw the commodities market for over 60 years, but it lacked powers which led to wild fluctuations and alleged irregularities remaining untamed in this market segment. Also, the commodities market faced challenges with respect to speculative activities and illegal activities like 'dabba trading' flourishing in this segment. Cautioning small investors, Sebi chairman UK Sinha had once said, "If you put your hard-earned money into this market, it may not be ultimately good for you. The commodities market is for those who are experts in this space. For non-experts, it is a risky area."
- Talks of merger: The merger talks between the two regulatory bodies was first mooted in 2003, and continued in next few years before the Rajan committee in 2009 reiterated consolidation of all financial sector regulators under one umbrella. In the events before the outbreak of NSEL crisis came to light, Justice BN Srikrishna-led FSLRC recommended unified regulation. But the fallout of NSEL prompted finance ministry to bring FMC under its fold in that same year. Finally, in his budget speech this year in February, 2015 finance minister Arun Jaitley announced the merger of FMC with Sebi.
- What merger aims to achieve: The merger is aimed at streamlining the regulations and curb wild speculations in the commodities market, while facilitating further growth there. "The merger will increase economies of scope and economies of scale for the government, exchanges, financial firms and stakeholders," finance minister Arun Jaitley has been quoted

as saying in reports. The minister also promised a more steps measures to further develop the market. He said there is no reason why the commodities market should not have options or index futures. He also said in future banks and foreign portfolio investors will also be allowed to participate in the markets.

- Measures by Sebi: Sebi has also created a separate Commodity Cell and has set up new departments for regulation of commodities derivatives market. Sebi has formed a Commodity Cell by posting its senior officials, while two internal departmental committees (one each in Integrated Surveillance Department and Market Intermediaries Regulation and Supervision Department) have been set up. The market regulator has also sought help from the Agriculture Ministry with regard to the data sources for the prices and to improve the methodology for determination of final settlement price. It will also give up to one year time for those in commodities market to adjust to new regulations. ■

Central Excise and Service Tax

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SERVICE TAX

- Composite service such as packing/unpacking, loading/unloading etc., while provided during the course of transportation of goods to be classified as GTA service – Circular No 186/5/2015 dated 05th October, 2015**
 - A Goods Transport Agency has been defined to mean any person who provides service to a person in relation to transport of goods by road and issues consignment note, by whatever name called.
 - Wherever the service is provided as a composite service which may include various ancillary services such as loading/unloading, packing/repacking, transshipment, temporary storage etc., which are provided in the course of transportation, these services are not provided as independent activities but are the means for successful provision of principle service, namely the transportation service.
 - A composite service, even if it consists of more than one service, should be treated as single service based on the main principle service.
 - Thus, if above ancillary services are provided in the course of transportation of goods by road and the charges for such services are included in the invoice issued by the GTA, such services would form part of GTA service and, therefore, the abatement of 70%, presently available to GTA service, would also be available to those services.

CENTRAL EXCISE

- Clarification regarding binding nature of circular and instructions – F.No. 96/90/2015-CX.1 dated 21st September, 2015**

It is clarified by the board that wherever board circulars are contrary to the judgments of Hon'ble Supreme Court become non-est in law and should not be followed. Reference of such circulars should be made so that further action of rescinding these circulars can be expeditiously taken up. Board may also initiate such action suo-moto.

Above direction would also apply to the judgments of Hon'ble High Court where Board has decided that no appeal would be filed on merit. However where appeal has been filed by revenue against the High Court order, pending adjudication should be transferred to the Call-Book and such appeals should be kept alive. ■

The Institute of Chartered Accountants of India

ANNOUNCEMENT

ELECTION TO THE TWENTY THIRD COUNCIL AND TWENTY SECOND REGIONAL COUNCILS

“SINGLE TRANSFERABLE SYSTEM OF VOTING – AN APPRISAL”

The next elections to the Council and Regional Councils of the Institute will be held on 4th and 5th December, 2015 at Ahmedabad, Bangalore, Chennai, Delhi/New Delhi, Gurgaon, Hyderabad, Jaipur, Kolkata, Mumbai, Pune, Surat and Thane and on 5th December, 2015 at all other places where polling booths have been set up. The members especially those who are new would, naturally, be interested in knowing how the “single transferable vote” system under which the elections are held operates. The broad details of the system are given below:-

- (1) Each voter has only one vote for election to the Council and one vote for election to the Regional Council. The voter, in order to cast his vote, shall place on his ballot paper the number 1 (in Arabic or Roman numerals, or in words) against the name of the candidate for whom he desires to vote, and may, in addition, place on his ballot paper the number 2, or numbers 2 and 3, or the numbers 2, 3 and 4 and so on opposite the names of other candidates in the order of his preference. A voter has as many preferences as the total number of candidates from that Regional Constituency/ Regional Council. However, for the purpose of facilitating the process of election by avoiding fractions, each valid vote is notionally considered to be of the value of 100 so that if a part of the vote has subsequently to be transferred from one candidate to another (next in the order of preference), it does not become necessary to resort to fractions, which would make the counting cumbersome.
- (2) At the time of counting of votes, the covers containing the postal ballot papers are opened and the voting papers are separated. To these are added the voting papers taken out from the ballot boxes used at different polling booths. The ballot papers are, in the first place, examined and invalid papers are rejected and excluded from the process of counting. The total value of the valid votes is then calculated by multiplying the number of such votes by 100, as mentioned above. This total value is then divided by the number of vacancies increased by one, and the quotient increased by one gives the value that is required for any candidate to get elected. This figure is termed as the “quota”. Thus, if in a constituency, eight members are to be elected and there are 4,500 valid votes, the quota will be:-

$$\frac{4500 \times 100}{8+1} + 1 = 50,001$$

In other words, a candidate should get 50,001 votes to get elected. The addition of one to the quotient is explained by the fact that if it is not done, there is a possibility that more candidates may get elected than the number of vacancies.

The first Count

- (3) After working out the “quota”, the votes are sorted out and divided into parcels according to the candidates for whom the first preference is marked on the respective votes. The value of the first preference votes received by each candidate is then worked out and the process is known as the first count.
- (4) All the candidates, the value of whose votes is equal to or greater than the quota, are declared elected. The votes of the candidates who obtain exactly the quota are set aside as there is no question of transfer of any surplus from those votes.

Transfer of Surplus and Subsequent Counts

- (5) Then starts the process of transfer of the surplus values of the votes of those candidates who have secured more than the quota at the first count. Their cases are taken one by one in the strict order of the value of their votes, the largest surplus being dealt with first. In case no candidate obtains the quota in the first count, exclusion of candidates is resorted to (see para 12).
- (6) The votes of the candidate whose surplus is to be transferred are scrutinized and all those votes which are capable of being transferred (viz., on which the next preference is marked for a candidate, who has not already been elected, or if the next preference is marked for an elected candidate, the preference marked next to that and so on) are separated. The remaining votes which are not capable of further transfer are set aside and treated as exhausted.
 - (7.1) Before the votes are transferred to the candidates marked next in preference, a new value of each vote is worked out. This value is arrived at by dividing the total surplus of the candidate by the number of votes to be transferred, the remainder being ignored, subject to the condition that the new value does not exceed the original value at which the vote was received by the candidate whose surplus is being transferred (viz., 100 in the case of first preference votes).
 - (7.2) Thus, if after the first count, a candidate has a surplus of 2,962 and there are 65 votes in his parcel which are capable of being transferred, each vote will be transferred at the new value of $(2,962 \div 65)$ 45. The remainder of 37 $[2962 - (65 \times 45 = 37)]$ is treated as loss in value.
- (8) The votes under transfer are then divided into parcels according to the candidates to whom they are to be transferred. The parcels of the transferred votes are also added as sub-parcels to the parcels of original (viz., first preference) votes of the candidates concerned. The total

value of the votes going to a particular candidate is obtained by multiplying the new value of each vote by the number of votes going to him and is added to the value of his original votes. The result of the transfer is then struck out and the candidates who obtain at this stage the "quota" are also declared as elected.

- (9) This process of transfer of the surpluses of the elected candidates continues till the required number of candidates are elected or till all the surpluses have been dealt with.
- (10) As already stated, the surpluses are transferred in the strict order of their value, but all surpluses arising at an earlier count are disposed of before the surpluses arising at subsequent counts are taken up.
- (11) In the case of transfer of surplus of a candidate who was not elected at the first count but only as a result of transfer of some votes to him at a subsequent count, since the surplus arises out of the last sub-parcel of his votes, it is only the last sub-parcel that is scrutinized and the unexhausted votes contained therein which are capable of further transfer are revalued, in the manner stated in para 7.1 and 7.2 above, and then transferred to the candidates marked next in order of preference. If there is no vote in the last sub-parcel which is capable of further transfer, the whole of the surplus is treated as loss in value.

Exclusion of Candidates

- (12) When there is no surplus left for transfer and the number of candidates elected is less than the number of seats, the exclusion of candidates is resorted to. The process of exclusion comprises the transfer of votes (both original and transferred) of the candidate to be excluded to the candidates marked next in order of preference and who have not already been elected or excluded.
- (13) The candidate, the value of whose votes is lowest at the time of exclusion, is first excluded.
- (14) The parcels and the sub-parcels of the votes of the candidates to be excluded are taken up one by one in the order in which they were received and the votes contained in each parcel and sub-parcel which are capable of further transfer are transferred to the candidates marked next in order of preference at the same value at which they were received by him. Each parcel and sub-parcel is dealt with separately. It is only after the parcel and all the sub-parcels have been duly transferred that count is completed.
- (15) If, as a result of transfer of votes of a parcel, or a sub-parcel, any other candidate secures the quota and is elected, the count in progress is completed but no further votes are transferred to the elected candidate from the subsequent sub-parcels. The following example would make it clear. Let us suppose that the votes of candidate "A" who is to be excluded consist of the original parcel and two sub-parcels subsequently transferred to him. Suppose as a result of the transfer of votes contained in the original parcel, another candidate "B" gets elected. Then the remaining two sub-parcels will be dealt with one by one but no vote therefrom

will be transferred to candidate "B" and such of the votes as would have normally gone to "B" will now be straightaway transferred to the candidates marked next to "B" in the order of preference on the respective votes.

- (16) The process of exclusion continues till the requisite number of candidates has been elected or the number of candidates left in the field (i.e., the continuing candidates) is equal to the number of vacancies still unfilled.
- (17) If, as a result of any exclusion, another candidate gets the quota and is thus elected, no further exclusion is done till the surplus of the elected candidate has been transferred and it becomes necessary thereafter to again resort to exclusion. In other words, a candidate is to be excluded only when there is no surplus to be transferred.
- (18.1) If, at any time during the course of counting of votes, the number of candidates remaining in the field is reduced to the number of vacancies not yet filled, all those candidates are declared as elected without resorting to any further calculations.
- (18.2) It, therefore, follows that a candidate may be elected even though he does not get the required quota.
- (19) If at a particular time only one vacancy is left unfilled and the value of votes (both original and transferred) of anyone continuing candidate at that time exceeds the total value of votes of all the other candidates left in the field, including the surplus of any candidate not yet transferred, that candidate is declared as elected.
- (20) When after counting of votes, a tie is found to exist between candidates, regard is given to the original votes and if the original votes are also equal, then the process of draw of lots is resorted to. In case of tie amongst more than two candidates, the candidate whose slip is picked up is excluded from the poll. If the tie is between two candidates, the candidate whose slip is picked remains in the poll or declared as successful, as the case may be. ■

SIRC OF ICAI

10-DAY CPT RAPID REVISION CLASSES

for December, 2015 Examination
from November 12 to 21, 2015
10.00 am to 5.00 pm

For the benefit of Students who attended CPT exams and yet to clear the same and students who attended CPT classes in other institutions

Senior Faculty Members will discuss the Model Test Papers (Questions) in detail. Fully Examination orientated. One CPT Model Examination will also be conducted.

FEES: Rs.2,000/- (limited seats only)

Register online through website : www.sircoficai.org/batches/
Contacts: 044-30210322, sircclasses@icai.in
Website: www.sircoficai.org

The Institute of Chartered Accountants of India

ELECTION TO THE TWENTY THIRD COUNCIL - DECEMBER, 2015
FINAL LIST OF CANDIDATES - CENTRAL COUNCIL
CONSTITUENCY NO. II
SOUTHERN INDIA REGIONAL CONSTITUENCY

Sl. No.	Membership No.	Name and Address of the candidate [As published in the List of Voters]
1	209661	AMBIKA S, FCA SRT 453 SANATHNAGAR HYDERABAD - 500018 (TELANGANA)
2	200468	ARULOLI P R, FCA ANBUMALAR AALAYAM 1373 I BLOCK, KAMBAR KUDIIRUPPU 2, 27TH STREET ANNANAGAR WEST CHENNAI - 600040 (TAMIL NADU)
3	026973	BABU ABRAHAM KALLIVAYALIL, FCA 2ND FLOOR MANCHU COMPLEX P T USHA ROAD KOCHI - 682011 (KERALA)
4	020745	CHINA SEETARAMAYYA B, FCA # 12-2-460/2, F NO 303 SAI SUDHANILAYAM GUDIMALKAPUR, MEHDIPATNAM HYDERABAD - 500028 (TELANGANA)
5	216244	DAYANIWAS SHARMA, FCA 402 4TH FLOOR, MOGHULS COURT, BASHEER BAGH HYDERABAD - 500001 (TELANGANA)
6	026202	DEVARAJA REDDY M, FCA FLAT NO 303 SIDDU RESIDENCY 5-9-42/2 BANK OF INDIA LANE (HILL FORT STREET NO 2) NEAR GANDHI MEDICAL COLLEGE BASHEERBAGH HYDERABAD - 500063 (TELANGANA)
7	208760	GOUDHAMAN G, FCA NEW NO 26/1 FIRST FLOOR ODAYAPPA CHETTIAR COLONY SALEM - 636007 (TAMIL NADU)
8	029946	MADHAVA MURTHY K S, FCA NO 163 2ND FLOOR R V ROAD, MINERVA CIRCLE BENGALURU - 560004 (KARNATAKA)
9	027409	MADHUKAR NARAYAN HIREGANGE, FCA NO 1010 II FLOOR (ABOVE CORPORATION BANK) 26TH MAIN 4TH "T" BLOCK, JAYANAGAR, BENGALURU - 560041 (KARNATAKA)
10	212134	NITHIN M, FCA NO 163 SECOND FLOOR, RAJESHWARI COMPLEX ABOVE KARNATAKA BANK LTD, R V ROAD BENGALURU - 560004 (KARNATAKA)
11	023999	PRASANNA KUMAR D, FCA FLAT NO:3C 47-9-39/17 SAI SADAN APARTMENTS, DWARAKANAGAR VISAKHAPATNAM - 530016 (ANDHRA PRADESH)
12	200038	RADHAKRISHNAN K, FCA 122 RAJALAXMI BUILDING FIRST FLOOR, SASTRI ROAD, RAM NAGAR COIMBATORE - 641009 (TAMIL NADU)
13	025264	RAJARAJESWARAN P V, FCA DOOR NO 193 PALACE ROAD MADURAI - 625001 (TAMIL NADU)
14	204314	RAJENDRA KUMAR P, FCA ADARSH APARTMENTS, SECOND FLOOR 80 VEPEY HIGH ROAD CHENNAI - 600007 (TAMIL NADU)
15	215702	SABU THOMAS, FCA CFO, ESAF MICRO FINANCE PVT LTD HEPZIBAH COMPLEX, MANNUTHY PO THRISSUR - 680651 (KERALA)
16	024021	SATYANARAYANA G V V, FCA NO 29-28-39 II FLOOR, SURYA PLAZA DASARIVARI STREET, SURYARAOPET VIJAYAWADA - 520002 (ANDHRA PRADESH)

Sl. No.	Membership No.	Name and Address of the candidate [As published in the List of Voters]
17	025533	SEKAR G, FCA "SHRI GURU PADUKA" I FLOOR NO:27 (OLD NO:18-A) AKBARABAD SECOND STREET KODAMBAKKAM CHENNAI - 600024 (TAMIL NADU)
18	205829	SRIPRIYA K, FCA B6 GEMS COURT 2ND FLOOR 14 KHADER NAWAZKHAN ROAD NUNGAMBAKKAM CHENNAI - 600034 (TAMIL NADU)
19	205394	SUNEEL KUMAR APPAJI, FCA 3-7-62/ 480 SOUTH END PARK G S I MANSORRABAD ROAD HYDERABAD - 500068 (TELANGANA)
20	027488	SURESH P R, FCA 137 5TH MAIN II BLOCK III STAGE BASAVESWARANAGAR BENGALURU - 560079 (KARNATAKA)
21	209716	VENUGOPAL SWAMI B, FCA FLAT NO 301, JYOTHI BLOOMS ROAD NO 3 UBI COLONY, BANJARAHILLS HYDERABAD - 500034 (TELANGANA)
22	201797	VIJAY KUMAR M P, FCA B-BLOCK 5TH FLOOR FLAT E CEE DEE YES REGAL PALM GARDENS 383 VELACHERY MAIN ROAD CHENNAI - 600042 (TAMIL NADU)
23	214598	VINOD KUMAR V, FCA H NO 8-3-318/11/27&28 SAI KESAVA APARTMENTS JP NAGAR YELLAREDDYGUDA HYDERABAD - 500073 (TELANGANA)
24	025911	YARRA TIRUPATHAIAH, FCA D NO 2-2-1130/24/1/B/4 SECOND FLOOR INDIAN BANK BLDG SHIVAM ROAD, NEW NALLAKUNTA HYDERABAD - 500044 (TELANGANA)

ELECTION TO THE TWENTY SECOND REGIONAL COUNCILS
DECEMBER, 2015
FINAL LIST OF CANDIDATES - REGIONAL COUNCILS
SOUTHERN INDIA REGIONAL COUNCIL

Sl. No.	Membership No.	Name and Address of the candidate [As published in the List of Voters]
1	226622	ABHISHEK M, ACA SPENCER PLAZA O-704, 7TH FLOOR NO 769 ANNA SALAI CHENNAI - 600002 (TAMIL NADU)
2	200732	ADUSUMILLI VENKATESWARA RAO, FCA 7-1-390 FLAT NO 302, SRI SAI RESIDENCY BALKAMPET MAIN ROAD HYDERABAD - 500038 (TELANGANA)
3	200546	ALAGAPPAN V, FCA C-36 FIRST FLOOR, 7TH CROSS EAST, THILLAI NAGAR TIRUCHIRAPALLI - 620018 (TAMIL NADU)
4	212793	BABU K THEVAR, FCA NO 16 SECOND FLOOR, APPLE VILLA, BEHIND S P COMPLEX, LAL BAGH ROAD BENGALURU - 560027 (KARNATAKA)
5	022746	BHARATI T L N, FCA MANIKYAMBA NILAYAM 51-8-40/61 JAGANNADHARAJU NAGAR SEETHAMMADHARA VISAKHAPATNAM - 530013 (ANDHRA PRADESH)
6	218549	CHINA MASTHAN THALAKAYALA, FCA H NO 25-105, ASHOK NAGAR MEDAK DISTRICT, RAMACHANDRAPURAM HYDERABAD - 502032 (TELANGANA)

Sl. No.	Membership No.	Name and Address of the candidate [As published in the List of Voters]
7	205804	COTHA S SRINIVAS, FCA NO 27 SERVICE ROAD (BETWEEN 2ND AND 3RD CROSS) PAMPAMAHAKAVI ROAD SHANKARAPURAM, BASAVANAGUDI BENGALURU - 560004 (KARNATAKA)
8	206119	DHAVALAGI CHANDRAMAPPA RAMANNA, FCA DHAVALAGI CHAMBERS II FLOOR KALBURGI NOOLVI MAJESTIC BESIDE MERCHANTS ASSOCIATION BUILDING NEW COTTON MARKET HUBBALLI - 580029 (KARNATAKA)
9	029557	DILEEP KUMAR T M, FCA NO 1287/68 NANDI 4TH CROSS ASHOKNAGAR 5TH CROSS N R COLONY, BSK 1ST STAGE BENGALURU - 560050 (KARNATAKA)
10	215625	DUNGAR CHAND U, FCA PSDY & ASSOCIATES 70 NAICKER NEW STREET, 2ND FLOOR MADURAI - 625001 (TAMIL NADU)
11	205929	GOPAL KRISHNA RAJU, FCA NEW NO 2 SOUTH DHANDAPANI STREET PL A TOWERS GROUND FLOOR BURKIT ROAD NEXT TO KPN TRAVELS T NAGAR CHENNAI - 600017 (TAMIL NADU)
12	216277	HARIHARAN C S, FCA NO:48 (OLD NO:17), BALAJINAGAR FIRST STREET, ROYAPETTAH CHENNAI - 600014 (TAMIL NADU)
13	210180	HEMAVATHI R, FCA 123 ST MARYS ROAD, ABIRAMAPURAM CHENNAI - 600018 (TAMIL NADU)
14	214823	JALAPATHI K, FCA # 30C ALAGESAN ROAD, SAIBABA COLONY COIMBATORE - 641011 (TAMIL NADU)
15	024446	JAYAPRAKASH V, FCA J P TOWER, 138 BRETT'S ROAD SALEM - 636001 (TAMIL NADU)
16	029424	JOHN MORIS A, FCA #5 LAKSHMIPURAM FIRST STREET DEIVASIGAMANI SALAI NEAR MUSIC ACADEMY, ROYAPETTAH CHENNAI - 600014 (TAMIL NADU)
17	202144	JOMON K GEORGE, FCA NO 39/3639, VALANJAMBALAM LANE SOUTH OF SOUTH OVERBRIDGE KOCHI - 682016 (KERALA)
18	026030	KANDASAMY R, FCA NO 9/4 1ST FLOOR, 100 FEET ROAD ABIRAMI NAGAR UDAMALPET - 642126 (TAMIL NADU)
19	214009	KUNDA RAMA NARAYANA, FCA DOOR NO 26-22-8 MUDUNURI VARI STREET, GANDHI NAGAR VIJAYAWADA - 520003 (ANDHRA PRADESH)
20	023817	MARIMUTHU R, FCA 13 ANANTHAPURAM OFF : DR RANGA ROAD, MYALPORE CHENNAI - 600004 (TAMIL NADU)
21	027923	MURALIDHARAN K P, FCA NEW NO 45 (OLD NO 23) SECOND FLOOR, 1ST MAIN ROAD WEST SHENOY NAGAR CHENNAI - 600030 (TAMIL NADU)
22	026366	PANNA RAJ S, FCA NO 004 SANKET APARTMENTS II CROSS, GANDHI NAGAR BALLARI - 583103 (KARNATAKA)

Sl. No.	Membership No.	Name and Address of the candidate [As published in the List of Voters]
23	020278	PHALGUNA KUMAR E, FCA D NO:1-599/2 BALAJI COLONY TIRUPATI - 517502 (ANDHRA PRADESH)
24	210861	PREM PRAKASH M BHOOT, FCA SHOP NO 6 IV FLOOR 29 RATTAN BAZAAR, KUMBHAT COMPLEX CHENNAI - 600003 (TAMIL NADU)
25	026255	RAGHUNANDAN V, FCA 5D V FLOOR KAUTILYA 6-3-652 SOMAJIGUDA HYDERABAD - 500482 (TELANGANA)
26	015892	RAJAGOPAL C, FCA 17 SRINIVASAPURAM PATTUKKOTTAI - 614601 (TAMIL NADU)
27	200052	REVATHI S RAGHUNATHAN, FCA FLAT # 32 G BLOCK RE CLASSIC APARTMENTS 68 BARODA STREET, WEST MAMBALAM CHENNAI - 600033 (TAMIL NADU)
28	214155	RITESH MITTAL, FCA D NO 211 SHAKTI SAI COMPLEX CHAPEL ROAD, ABIDS HYDERABAD - 500001 (TELANGANA)
29	215647	ROBERT KENNEDY M, FCA NO 44/27 DR RADHAKRISHNAN ROAD GANDHIPURAM COIMBATORE - 641012 (TAMIL NADU)
30	208539	SANKAR T, FCA 14 JUSTICE SUNDARAM ROAD, MYLAPORE CHENNAI - 600004 (TAMIL NADU)
31	209962	SATHEESAN P, FCA TC 12/1958 NEELESWARAM, PATTURAIKKAL THRISSUR - 680022 (KERALA)
32	209101	SATHYAMOORTHY N, FCA NEW NO 17/1, SAROJINI STREET, T NAGAR CHENNAI - 600017 (TAMIL NADU)
33	025605	SHIVAKUMAR H, FCA NO 11 RESHAM MAHAL COMPLEX CUBBONPET MAIN ROAD BENGALURU - 560002 (KARNATAKA)
34	210507	SONY C L, FCA ROOM NO 87 FIRST FLOOR ADAM BAZAR BUSINESS COMPLEX RICE BAZAR THRISSUR - 680001 (KERALA)
35	205386	SUBBA RAO MUPPALA, FCA D NO 22-7-33 2ND FLOOR RAGHUPATHI RAO TOWERS BEHIND LALAPET POLICE STATION MEDARA BAZAR LALAPET GUNTUR - 522003 (ANDHRA PRADESH)
36	023348	SUNIL KUMAR JAIN P, FCA G-3 SRIDEVI APARTMENTS 3 LAKSHMIKANTHAN STREET, T NAGAR CHENNAI - 600017 (TAMIL NADU)
37	210744	UMAMAHESWARA RAO O K, FCA 376 ARCOT ROAD, KODAMBAKKAM CHENNAI - 600024 (TAMIL NADU)
38	228765	VELURI YASASWY SARMA, ACA NO 5 R R FLATS D BLOCK NEW NO 10 OLD NO 8 SIVAPRAKASAM STREET, T NAGAR CHENNAI - 600017 (TAMIL NADU)
39	203320	VENKATA SUBBA RAO KOWTHA, FCA 26-22-21 MUDUNURI VARI STREET GANDHI NAGAR VIJAYAWADA - 520003 (ANDHRA PRADESH)
40	220166	VIKASH NAHAR A, ACA M B N & CO RAYALA TOWERS 1ST FLOOR 781 MOUNT ROAD CHENNAI - 600002 (TAMIL NADU)

WORK DISPOSAL POSITION

The position of disposal of various matters relating to Members and Students of Regional Office, Chennai as on 25.10.2015 is as under:

Particulars	Disposal of records received upto 25.10.2015
Members	
Enrolment of Members	12.10.2015
Fellow Admission	19.10.2015
Grant of COP	19.10.2015
Restoration of Name	19.10.2015
Constitution of Firms	19.10.2015
Reconstitution of Firms	19.10.2015
Paid Assistant	19.10.2015
Change of Address – Members	23.10.2015
Change of Address – Firms	19.10.2015
Students	
Registration of Articles	09.10.2015
Re-registration of Articles	16.10.2015
Industrial Training	14.10.2015
Termination of Articles	16.10.2015
Completion of Articles	16.10.2015
Permission to pursue Other Courses	15.10.2015
Despatch of Materials – CPT	15.09.2015
Despatch of Materials – IPCC	20.08.2015
Despatch of Materials – ATC	20.08.2015
Despatch of Materials – Final	21.09.2015
Despatch of Materials – ITT	20.08.2015

CLASSIFIED ADVERTISEMENT

Chennai based fast growing mid size firm looking to add a partner with atleast 10 years of senior level experience in a mid or large size audit firm. Candidates should have excellent hands on experience in all matters relating to Audit, Direct & Indirect Taxes, IT representation at all level. Send you detailed resume to greatsummer2012@gmail.com

DISCLAIMER

The SIRC/ICAI does not accept any responsibility for the views expressed in different contributions / advertisements published in this Newsletter.

ICAI

Important Announcement

21st October, 2015

POSTPONEMENT OF EXAMINATION OF FINAL (GROUP-I), PAPER - 1, 2, 3 & 4 AND INTERMEDIATE (IPC) (GROUP I), PAPER 1, 2 & 3 SCHEDULED FROM 1ST - 7TH, NOVEMBER, 2015 IN KERALA STATE ONLY.

It is hereby notified for general information that in view of Elections to the local bodies in Kerala, the Chartered Accountants Final (Group I), Paper-1 Financial Reporting, Paper-2 Strategic Financial Management, Paper-3 Advanced Auditing and Professional Ethics & Paper-4 Corporate & Allied Laws and Intermediate (IPC) (Group I), Paper-1 Accounting, Paper-2 Business Laws, Ethics and Communication, Paper-3 Cost Accounting and Financial Management initially scheduled from November 1st - 7th, 2015 in Alappuzha, Ernakulam, Kannur, Kollam, Kottayam, Kozhikode, Palakkad, Thiruvananthapuram and Thrissur centre(s) (in the State of Kerala) stand rescheduled and the examinations in the said paper(s) shall now be held from November 17th-24th, November, 2015 as per schedule given below at the same venue(s) and at the same timings i.e. 2.00 PM to 5.00 PM (IST).

Admit Cards already issued would remain valid for the rescheduled date(s).

However, it is clarified that the schedule of examinations notified vide Notification No.13-CA(Exam)/N/2015 dated 21st July 2015 in respect of all other cities shall remain unchanged.

INTERMEDIATE (IPC) EXAMINATION

[As per syllabus contained in the scheme notified by the Council under Regulation 28E (3) of the Chartered Accountants Regulation, 1988]

Group-I: 17th, 19th & 21st November, 2015
(Afternoon Session: 2.00 PM to 5.00 PM) (IST)

FINAL EXAMINATION

[As per syllabus contained in the scheme notified by the Council under Regulation 31 (ii) of the Chartered Accountants Regulations, 1988]

Group-I: 18th, 20th, 22nd & 24th November 2015
(Afternoon Session: 2.00 PM to 5.00 PM) (IST)

(B. Muralidharan)
Deputy Secretary (Examinations)

OBITUARY

S.No.	MRN	Name	Status	Place	Date of Death
1	007676	Mr. Narasimhan R A	FCA	Bengaluru	12-06-2007
2	009886	Mr. Chockalingam A	FCA	Coimbatore	09-08-2014
3	005069	Mr. Shah Anant Jivan	ACA	Mahe	06-12-2015

May the Almighty Architect of the Universe rest the souls in peace

SOUTHERN INDIA REGIONAL COUNCIL OF
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
'ICAI Bhawan', No.122, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034

63rd

ANNUAL GENERAL MEETING OF SIRC OF ICAI

NOTICE

Notice is hereby given that the **Sixty Third Annual General Meeting** of the Members of the Southern India Regional Council of the Institute of Chartered Accountants of India will be held on **Tuesday, 15th December 2015 at 5.00 p.m.** at the **P. Brahmaya Memorial Hall at ICAI Bhawan, No. 122 Mahatma Gandhi Road, Nungambakkam, Chennai – 600034** to transact the following agenda:

- To receive the Annual Report of the Regional Council for the year ended 31st March 2014;
- To receive the Audited Financial Statements of the Regional Council for the year ended 31st March 2014 together with the Auditor's Report thereon; and
- To transact any other business that may be brought before the meeting including any resolution(s) received and/or any resolutions that may be received from the member(s) subject to the fulfillment of conditions under Regulations 150 & 151 of the CA Regulations, 1988 with the permission of the Chair.

BY ORDER OF THE
SOUTHERN INDIA REGIONAL COUNCIL OF ICAI

Place: Chennai
Date: 28.10.2015

Sd/-
SECRETARY

Note:

The Notice for the 63rd AGM, 63rd Annual Report of Regional Council for the year ended 31st March 2014, Audited Financial Statements of the Regional Council for the year ended 31st March 2014 together with the Auditor's Report are hosted on the website of the Southern India Regional Council of the Institute of Chartered Accountants of India (www.sircoficai.org) and displayed on the Notice Board at the Office of the Southern India Regional Council of the Institute of Chartered Accountants of India.

SOUTHERN INDIA REGIONAL COUNCIL OF
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
'ICAI Bhawan', No.122, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034

OFFICE BEARERS & MEMBERS OF SIRC FOR THE YEAR 2014-15

Branches

Alleppey, Anantapur, Bangalore, Belgaum, Bellary, Calicut, Coimbatore, Ernakulam, Erode, Guntur, Hubli, Hyderabad, Kakinada, Kannur, Karimnagar, Kottayam, Kumbakonam, Kurnool, Madurai, Mangalore, Mysore, Nellore, Ongole, Palghat, Pondicherry, Quilon, Rajamahendravaram, Salem, Sivakasi, Tiruchirapalli, Tirupati, Tirunelveli, Tirupur, Trichur, Trivandrum, Tuticorin, Udupi, Vellore, Vijayawada, Visakhapatnam, Warangal.

CPE Study Circles

Abids-Himayatnagar, Anna Nagar, Bangalore Cantonment, Basavanagudi, Dindigul, Hosur, Karur, Kotturpuram-Adyar, Mylapore-Mandaveli, Nagercoil, T.Nagar-West Mambalam and Tambaram

CPE Chapters

Cuddapah, Davanagere, Gulbarga, Nizamabad, Shimoga

CPE Study Groups

Gadag, Karaikudi, Khammam, Pandalam, Raichur and Udumalpet

CPE Study Circles Under Committee for Members in Industry in Southern Region

Bangalore Outer Ring Road ITES Industry, Bannerghatta Road Information Technology (Bangalore), Cenotaph (Chennai), Dairy Circle (Bangalore), Defence Electronics (Bangalore), Electronic City (Bangalore), Kailasapuram (Tiruchirapalli), MG Road (Bangalore), Perungudi (Chennai), Rajaji Salai (Chennai), Sarjapur Road (Bangalore), Sriperumbudur, T. Nagar Chennai (Ireva), Ukkanagaram (Visakhapatnam) and Vittal Mallya Road (Bangalore)

Auditors

M/s. DPV Associates, Chartered Accountants, Chennai

Bankers

Axis Bank, Bank of Baroda, Punjab National Bank, Syndicate Bank and Indian Bank

63rd ANNUAL REPORT OF SIRC OF ICAI (2013-14)

The Southern India Regional Council of the Institute of Chartered Accountants of India has great pleasure in presenting to you the Sixty Third Annual Report and the Audited Financial Statements for the year ended 31st March 2014 together with the Auditor's Report thereon.

1. CONSTITUTION OF THE REGIONAL COUNCIL AND ITS COMMITTEES

1.1 Regional Council

The Regional Council met five times during the year

- 211th Meeting on February 20, 2013 at Chennai.
- 212th Meeting on April 25, 2013 at Chennai.
- 213th Meeting on November 25, 2013 at Visakhapatnam.
- 214th Meeting on January 7, 2014 at Chennai.
- 215th Meeting on February 20, 2014 at Chennai.

The Regional Council deliberated various matters relating to the members, students, branches, profession and administration.

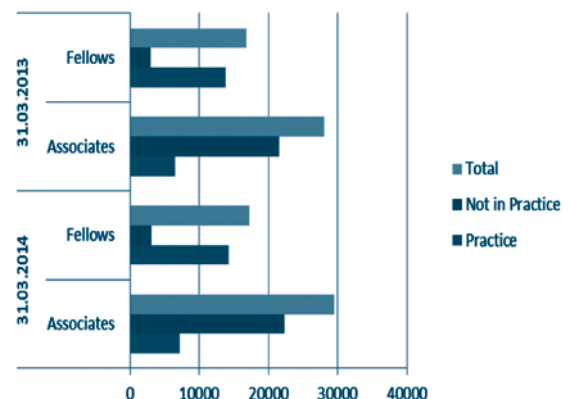
1.2 Committees

The Regional Council constituted 5 Standing Committees and 18 Non Standing Committees & SICASA to facilitate professional development relating to the members and the profession. The Committees met during the year and deliberated on respective subjects.

1.3 Membership

The total number of members of the Region as on 31st March 2014 stood at 46656 as compared to 44725 as on 31st March 2013. The Break-up of Membership is given below:

As on	31.03.2014			31.03.2013		
	Associates	Fellows	Total	Associates	Fellows	Total
Practice	7144	14196	21340	6527	13747	20274
Not in Practice	22279	3037	25316	21474	2977	24451
Total	29423	17233	46656	28001	16724	44725



2. ACTION PLAN 2013-14 OF THE INSTITUTE

Action Plan 2013-14 of our Institute was supported by SIRC at the Regional level and programmes inline with the objectives of Action Plan 2013-14 were organized.

3. PRESIDENT AND VICE-PRESIDENT'S VISIT

CA. Subodh Kumar Agrawal (then President for 2013-2014), CA. K. Raghu (then Vice - President for 2013-2014 and President for 2014-2015) visited the Regional Office at Chennai and many Branches of the region and interacted closely with the members and students and graced many of the programmes organised by SIRC.

4. AWARDS FROM ICAI

The Southern India Regional Council was awarded the Highly Commended Performance Certificate along with Eastern India Regional Council (EIRC) & Central India Regional Council (CIRC) and the following Branches of SIRC and SICASA were awarded **Shields** and **Highly Commended Performance Certificates** by ICAI at the All India Level for the year 2013. The details of ICAI Awards are furnished below:

Awards to Regional Councils	
Category	Recipient(s)
Highly Commended Performance Certificate	Southern India Regional Council (SIRC)

Awards to Branches of Regional Councils			
Category of Award	Category of Branch	Recipient(s)	Awards
Best Branches of Regional Councils	Micro Size	Tuticorin Branch of SIRC	Shield
		Sivakasi Branch of SIRC Jointly with Vapi Branch of SIRC	Certificate
	Small Size	Salem and Hubli Branches of SIRC Jointly with Jalgaon Branch of WIRC	Certificate
		Medium Size	Mangalore Branch of SIRC Jointly with Aurangabad Branch of WIRC and Bhopal Branch of CIRC
Mega Size	Bangalore Branch of SIRC Jointly with Hyderabad Branch of SIRC	Certificate	

Award to Branches of Regional Students' Association		
Category of Award	Regional Students' Association	Recipient(s)
Best Branch of Students' Association Shield	SICASA Jointly with WICASA	Ernakulam Branch of SICASA Jointly with Raipur Branch of CICASA and Aurangabad Branch of WICASA

At the Regional level, the following Branches of SIRC and SICASA were selected for "Best Branch Award" & "Highly Commended Performance Award" for the year 2013.

Category of Branches	Category of Awards	Awards to Branches of SIRC of ICAI	Awards to Branches of SICASA
Members upto 200	Micro	Sivakasi	Tuticorin
Members between 201-500	Small	Salem	Trichur
Members between 501-1000	Medium	Visakhapatnam	Trivandrum
Members between 1001-2500	Large	Coimbatore	Ernakulam & Coimbatore Jointly
Members above 2500	Mega	Hyderabad	Bangalore

5. PROGRAMMES OF SIRC

SIRC was active throughout the year in conducting various programmes which are focused on Continuing Professional Education of Members, Brand Building and as a measure of institutional social responsibility.

SIRC disseminated information and programme details to members, Students and General Public via SIRC Newsletter, Mass e-Mailing, Mass SMS, Notice Board and display of banners in the Institute's premises. Widespread coverage for major programmes was given.

The programmes are also hosted in the SIRC Website and regular updates are given about the programmes.

Details of various programmes organised by SIRC during the year under Report are as under:

5.1 MEMBERS RELATED PROGRAMMES (CPE Programmes)

During the year, SIRC organised number of CPE programmes on various subjects/topics are as follows:

No. of Programmes	No. of CPE Hours offered	No. of Members attended	No. of CPE Man days
160	709	32742	182618

5.1.1 National Programmes

SIRC of ICAI hosted the following National Seminars/Conferences during the year:

- Two Day National Conference on November 8 & 9, 2013 at Ernakulam.
- Two Day National Conference under the auspices of Corporate Laws, Corporate Governance Committee on December 27 & 28, 2013 at Chennai.
- Two Day National Conference under the auspices of Continuing Professional Education Committee, ICAI on December 30 & 31, 2013 at Chennai.

5.1.2 Joint Regional Conference

3rd All India Joint Regional Conference of SIRC, WIRC, EIRC, CIRC and NIRC at Ahmedabad with participation of around 1000 delegates from all over India.

5.1.3 45th Regional Conference

The 45th Regional Conference of the Southern India Regional Council was held at Visakhapatnam on December 13 & 14, 2013. The Conference was a grand success with participation of 2407 delegates from across the Region.

The Conference was inaugurated by Shri M. Narendra, Chairman and Managing Director, Indian Overseas Bank, delivered the Inaugural Address, CA. Subodh Kumar Agrawal, then President, ICAI and CA. K. Raghu, then Vice-President, ICAI delivered Special Addresses.

Luminaries of the accounting profession and other professionals from all over India were the Resource Persons for this Conference. The Conference had concurrent Sessions on both the days. The Conference received high appreciation from all delegates for the high quality presentation & deliberation at the technical sessions and excellent logistical arrangements. SIRC brought out a Souvenir on the occasion

5.1.4 Sub-Regional Conference

5 Sub-Regional Conference were held during the year.

- 1st Sub-Regional Conference of SIRC of ICAI at Hyderabad on August 16 & 17, 2013. 790 Members attended the Conference.
- 2nd Sub-Regional Conference of SIRC of ICAI at Madurai on August 24, 2013. 579 Members attended the Conference.
- 3rd Sub-Regional Conference of SIRC of ICAI at Pondicherry on August 30, 2013. 107 Members attended the Conference.
- 4th Sub-Regional Conference of SIRC of ICAI at Ernakulam on September 7, 2013. 347 Members attended the Conference.
- 5th Sub-Regional Conference of SIRC of ICAI at Mangalore on October 24, 2013. 274 Members attended the Conference.
- 1st Metro Regional Conference of SIRC of ICAI at Chennai on February 6 & 7, 2014. 1234 Members attended the Conference.



5.1.5 Seminars

SIRC of ICAI and its various Committees organised following CPE Seminars during the year.

- Companies (Auditors Report) order (CARO) & Standard on Auditing (SA 700) on April 27, 2013.
- FEMA on May 30 & 31, 2013.
- Clause by Clause Analysis of Finance Act 2013 on June 1, 2013.
- Valuation of Shares using DCF on June 22, 2013.
- Practical Insights into Accounting Standards on July 6, 2013.
- Taxation on July 12, 2013.
- E-filing on CPC on July 27, 2013.
- Tax Audit on August 3, 2013.
- Accounting Standards on August 10, 2013.
- Competition Act - An overview on August 28, 2013.
- Practical Issues in Accounting Standards on September 14, 2013.
- Cost and Financial Management on October 26, 2013.
- New Companies Act 2013 on November 9, 2013.
- Direct Taxes on November 16, 2013.
- Labour Laws on December 17, 2013.
- Internal Audit on December 21, 2013.
- Micro Small Medium Enterprises Development Act on December 21, 2013.
- Accounting Standards on December 22, 2013.
- Banking on December 23, 2013.
- Real Estate Industry on December 24, 2013.
- AARAMBH - A Curtain Raiser and the "First" Programme at Regional Level of the Women Empowerment Committee at Chennai on March 12, 2014.

5.1.6 Regional Residential Courses

CPE Regional Residential Courses were organised in the Region at the following places:

- Regional Residential Course at Yercaud. Hosted by Salem Branch of SIRC on April 26-28, 2013.
- Regional Residential Course at Ooty. Hosted by Tirupur Branch of SIRC on May

- 24-26, 2013.
- Regional Residential Course at Kodaikanal. Jointly Hosted by Madurai and Tiruchirappalli Branches of SIRC on June 28 – 30, 2013.
- Regional Residential Course at Tirupati. Hosted by Tirupati Branch of SIRC on July 8-10, 2013.
- Regional Residential Course at Courtallam. Hosted by Tirunelveli Branch of SIRC on August 3 & 4, 2013.
- Regional Residential Course at Dindi (East Godavari Dist.) Jointly Hosted by Rajamahendravaram and Kakinada Branches of SIRC.
- 1st Annual Regional Residential Course on International Taxation at Bangalore on December 20-22, 2013.
- Regional Residential Course at Kovalam. Hosted by Trivandrum Branch of SIRC of ICAI on January 31, February 1 & 2, 2014.

5.1.7 WORKSHOPS/REFRESHER COURSE/INTERACTIVE SESSIONS

CPE Workshops on the following subjects were organised by various Committees of SIRC

1. Advanced Excel on April 13, 2013.
2. Indirect Taxes on April 20, 2013.
3. Data Analytics & Data Mining on April 27, 2013.
4. Internal Audit on May 4, 2013.
5. Project Finance on May 11, 2013.
6. Adding Value to Bank Audit on May 18, 2013.
7. Enabling Service Tax on May 24 & 25, 2013.
8. Tamil Nadu VAT on June 7, 2013.
9. International Taxation on June 8, 2013.
10. Forensic Accounting & Fraud Detection on June 15, 2013.
11. Finance and Capital Market with Special Reference to Derivatives & Equity on June 29, 2013.
12. Indirect Taxes on July 20, 2013.
13. Enabling Service Tax Practice on August 6-7, 2013.
14. Direct Taxes on August 17, 2013.
15. Service Tax on October 18 & 19, 2013.
16. Auditing Standards on October 3, 2013.
17. Currency Risk Management – Role CA as advisory Currency Risk cause & effect and Way forward on October 18, 2013.
18. Information Technology on December 19, 2013.
19. LLP, Wills & Probate on December 20, 2013.
20. Auditing Standards on December 21, 2013.
21. Enabling Service Tax Practice on December 29 & 30, 2013.
22. Project Report on January 4, 2014.
23. Excel as an Audit Tool in Tally ERP & Bank Audit on February 22, 2014.
24. TN VAT & Service Tax on March 7 & 8, 2014
25. Risk Based Internal Audit including SMEs on January 25, 2014
26. Gearing up for Challenges on February 15, 2014
27. Cloud Computing on January 17, 2014
28. Breakfast Meeting Primarily for Members in Industry on February 1, 2014
29. Breakfast Meeting for Members in Industry on March 1, 2014
30. Central Statutory Audit of Bank on March 8, 2014
31. Bank Branch Audit on March 15, 2014
29. Representation before ITAT on November 13, 2013.
30. BASEL – Capital Conservation on November 20, 2013.
31. FDI in Retail Trade on November 27, 2013.
32. Latest on SAP on December 4, 2013.
33. Intellectual Property Rights on December 18, 2013.
34. SARFAESI Act on December 21, 2013.
35. Transfer Pricing on January 2, 2014.
36. Transfer Pricing Assessments on January 8, 2014.
37. Charitable Trusts, FCRA & FCGPR January 22, 2014.
38. Indirect Taxes, Registration Procedures under ST/Excise/Customers on January 25, 2014.
39. Effective Concurrent Audit of Banks: Macro View by on January 29, 2014.
40. Accounting and Taxation of Warranties on February 12, 2014.
41. Code of Ethics on February 19, 2014
42. VAT Registration in AP, TM, Kerala & Puducherry February 22, 2014.
43. Valuation on February 26, 2014
44. NBFC - Audit Perspective on February 28, 2014.
45. Practical Issues in Stock Audit on March 5, 2014
46. Wealth Tax on March 12, 2014.
47. Recent Regulatory Issues in NBFC on March 19, 2014.
48. Filing of Central Excise Returns ER-1 to ER-7 on March 22, 2013
49. Lease Transaction - VAT & Service Tax Issues on March 26, 2014

5.1.9 Teleconferencing Programmes

24 CPE Teleconferencing Programmes of ICAI were organized for the benefit of Members at Chennai with CPE credit of 52 hours.

1. FEMA on April 4, 2013.
2. Redefining the Role of CAs to become a Global Solution Provider on April 17, 2013.
3. Taxation of Charitable Trust in NGO and NPO on April 26, 2013.
4. Role on Internal Auditor in Corporate Compliance on May 17, 2013.
5. CA-Detection of Frauds and Forensic Audit by May 29, 2013.
6. E-Filing of Tax Audit Report etc., & Changes in New TDS Statements TDS Certificates, IRTs on June 7, 2013.
7. Amendments in Service Tax – Important Amendments in Exemptions and other issues on June 26, 2013.
8. Overview of Domestic Transfer Pricing Provision and Issues of Taxation in Capital Market & Future Prospects of Capital Market on July 5, 2013.
9. Practical aspects in CENVAT Credit and Amnesty Scheme on July 16, 2013.
10. Works Contract & TDS on Transfer of immovable property under Section 194 IA of the Income Tax Act, 1961 on July 24, 2013.
11. Valuable of Investments by Bank vis-à-vis Income Tax & IRAC Norms for Bank on August 2, 2013.
12. Recent Issues in Real Estate Transaction on August 14, 2013.
13. Overview of Corporate Social Responsibilities on August 23, 2013.
14. Recent Judgments in Direct Taxes on September 20, 2013.
15. Recent Issues in Direct Taxes and Issues in Real Estate Transaction and Capital Gain on September 25, 2013.
16. Understanding Domestic Transfer Pricing on October 4, 2013.
17. Concurrent Bank Audit Planning and Case Studies & Stock and Receivables Audit on October 18, 2013.
18. Business process re-engineering – Reconstructing process AB Initio & Computation of arm length price in specified domestic transaction on October 30, 2013.
19. Significance of Peer Review on November 12, 2013.
20. Accounting for embedded Derivatives & Personality – the ultimate tool of success on November 22, 2013.
21. Standards on Auditing – 700, 705 & 706 on November 28, 2013.
22. Companies Act 2013 on December 6, 2013.
23. Forensic Audit on December 17, 2013.
24. Taxability of Collaboration & Joint Development Agreement in Real Estate and Taxability of Foreign Remittances on December 24, 2013.

5.2 PROMOTING ROLE OF ICAI/SIRC/CHARTERED ACCOUNTANTS IN SOCIAL DEVELOPMENT

5.2.1 Memorial Lecture Meetings

- S. Vaidyanath Aiyar Memorial Lecture on December 26, 2013.
- D. Rangasamy Memorial Lecture Meeting on December 20, 2013.
- P.P. Gururaja Upadhya Memorial Lecture Meeting on December 28, 2013.
- 6th V. Sankar Aiyar Memorial Lecture Meeting on January 18, 2014.

5.2.2 Investor Awareness Programmes (organised jointly with Ministry of Corporate Affairs, Govt. of India and ICAI under the aegis of Investor Education Protection Fund (IEPF).

Taken coordinated efforts to conduct Investor Awareness Programmes throughout Southern Region with the active involvement of Branches of SIRC.

5.2.3 Chartered Accountants Day Celebrations

Chartered Accountants Day was celebrated on July 1, 2013 at SIRC Premises, 'ICAI Bhawan', Chennai with Institute's flag hoisting by the then Chairman, SIRC of ICAI. 300 Members with their family attended the Programme. Chief Guest CA. P.S. Kumar, Past Chairman of SIRC inaugurated the Celebrations and addressed the gathering.

5.1.8 Study Circle Meetings

The following Study Circle Meetings organised at SIRC. A total of CPE Credit of 84 hours was offered to Members through these CPE Meetings.

1. Negative list of Services under Service Tax on April 3, 2013.
2. Forensic Auditing on April 10, 2013.
3. Directions and Circulars in Indirect Taxes on April 17, 2013.
4. Recent Issues in Tax Laws on May 1, 2013.
5. Case Studies in Transfer Pricing on May 8, 2013.
6. Central Excise – Role of CAs on May 15, 2013.
7. Case Studies in Issues in Minimum Alternative Tax on May 22, 2013.
8. Value Addition in Internal Audit on May 29, 2013.
9. TDS – An Overview on June 5, 2013
10. FCRA - Precautions on June 12, 2013.
11. Reverse Charge Mechanism on June 19, 2013.
12. Transfer Pricing Assessment on June 26, 2013.
13. Fraud Risk Factors in Corporate Governance on July 3, 2013
14. Capital gains - residential Property on July 10, 2013
15. Voluntary Compliance encouragement Scheme, 2013 on July 17, 2013
16. Practical Issues in Concurrent Audit on July 23, 2013
17. Taxation of Royalty - Income Tax Act, 1961 vis-à-vis DTAA on July 31, 2013
18. Business Models in IFRS on August 7, 2013
19. Implications of Sec. 47A of Stamp Act on August 14, 2013
20. Issues in Taxation of Firms with respect to DTC on August 21, 2013
21. Emerging trends in Arbitration on September 11, 2013
22. Carbon Credits on September 18, 2013
23. SA. 700 - An overview on September 25, 2013
24. Voluntary Compliance Encouragement Scheme on October 9, 2013.
25. SOX on October 17, 2013.
26. Change in Definition of Capital Assets & TDS u/s 195 on October 23, 2013.
27. New Era in Corporate Governance w.r.t Companies Act – 2013 on October 30, 2013.
28. Taxation of Private Beneficiary Trusts on November 6, 2013.



Also Chief Guest honoured the 60 Senior Members of the Profession.

Events organised on that day includes Walkathon by Members, Students and staff of ICAI at Marina Beach in the early morning, Two Day Blood donation Camp.

Sports and Games for Spouse and Children of Members of SIRC of ICAI, Family get-together and Cultural Entertainment programme.

5.2.4 Public Meetings

Panel Discussion on Tamil Nadu State Budget on May 18, 2013 at Chennai.

5.3 STUDENTS RELATED ACTIVITIES

5.3.1 Elocution & Quiz Contests

The **Branch Level** Elocution & Quiz Contests were organised for CA Students of Chennai on August 10, 2013 at Chennai.

The **Regional Level** Elocution & Quiz Contests were organized on October 3 & 4 2013 at Chennai. The following were the winners at the Regional Level Competitions.

Elocution	Ms. Divya Sudhakar	SRO0233253	Mangalore
	Ms. Aparna J Pai	SRO0315400	Kannur
	Mr. Vivek Kumar S	SRO0350835	Madurai

Quiz	Mr. Karthik Narayan	SRO0386261	Coimbatore
	Mr. Sanjay S	SRO0332827	Coimbatore

Debate Competition

Organised Branch Level National Debate Competition-2013 on August 23, 2013 at Chennai.

Organised Regional Level National Debate Competition-2013 on December 2, 2013 at Chennai. The following were the winners at the Regional Level Competition

Ms. Sanjuktha A Yamal	Udupi
Ms. Bagyalakshmi K V	Chennai
Mr. Prathik S. Vinod	Trivandrum

5.3.2. Coaching Classes for Students

Students Committee of SIRC continued to offer Coaching and Revision Classes and conducted Model Exam to students of CPT, PCC and Final Courses. The details are as follows:

CPT Coaching Classes	1029 students
10 Days CPT Rapid Revision Classes	52 students
IPCC/PCC Coaching Classes	1066 students
Final Coaching Classes	420 students
CPT Model Test	780 students
IPCC/PCC Model Test	410 students
Final Mock Test	130 students
Crash Course for IPCC and Final Students (4 Batches)	773 students

The feedback from the students has been good.

Many of the branches of SIRC have also conducted Coaching Classes, Rapid Revision Classes and Mock Tests for students.

5.3.3. Course on General Management and Communication Skills

SIRC conducted the following GMCS Classes for IPCC and Final Students were attended the Course.

GMCS	16 Batches	909 Students
GMCS-I	33 Batches	2774 Students

The Course and the quality of the programme received high appreciation from the participants.

Many of the branches of SIRC have also conducted GMCS and GMCS-I Classes for the benefit of students.

5.3.4 Programmes - SICASA

SIRC assisted in the conduct of programmes organized by SICASA during the period.

Conferences

- National Convention for CA Students - Hosted by SICASA on November 27 & 28, 2013 at Chennai.

Lecture Meetings

- Lecture Meetings were organized on August 15, 2013, January 26, 2014 and February 1, 2014.
- Organized P.P. Gururaja Updhyaya Memorial Lecture Meeting on December 28, 2013.

Seminars

- One Day Seminar on Bank Branch Audit on March 16, 2014
- One Day Seminar on Statutory Audit on April 4, 2014
- One Day Seminar on International Taxation on April 28, 2014
- One Day Seminar on Service Tax on June 2, 2013
- One Day Seminar on Tax Planning on June 9, 2013

- One Day Seminar on Excise Duty & Customs on June 16, 2013
- One Day Seminar on Tax Audit on September 1, 2013
- One Day Seminar on Vat Audit on October 16, 2013
- Two Day Seminar on Accounting Standards on October 19 & 20, 2013
- One Day Seminar on Companies Act 2013 on October 27, 2013.
- One Day Seminar on Service Tax on January 12, 2014.
- Residential Seminar to Coimbatore (Joint Seminar with Coimbatore SICASA) on January 18 & 19, 2014.

Workshops

- Workshop on Revised Schedule VI on August 3, 2013.
- Three Day Workshop on Profits and Gains of Business and Profession.

Industrial Visit

- Industrial visit to NLC, Neyveli Lignite Corporation on June 15, 2014.

Explorations'13

- Organised Students Festival Explorations'13 on July 13, 2013.

SICASA Day

- Organised First time SICASA Day Celebrations on December 1, 2013.

Other Activities for Students

- Organised Crash Courses, Revision Classes for students.
- Organised Sports (Indoor and Outdoor games) Competition for Students
- Organised Blood Donation Camp on December 1, 2013.

5.3.5 OTHER ACTIVITIES

- Blood Donation Camp at SIRC Premises, Chennai on 18th & 19th January 2013.
- Environment Protection Awareness Programme on Beach Road with more than 400 CAs at Visakhapatnam on 14.12.13
- Organised Blood Donation Camp with Lions Blood Bank, Chennai on 01.07.13.
- Organised Blood Donation Camp with Lions Blood Bank, Chennai on 01.02.14.
- Sponsored students belonging to economically weaker sections for coaching classes for CA Course.
- Promoted environmental protection and promotion with the theme GO Green organised walkathon on the Beach Road, Chennai
- Provided Clothes and Stationeries to Physically Handicapped Children
- Sponsored One day Lunch to differently abled Children.
- Distributed Plant Saplings to Members, Students and visitors to SIRC Premises.
- Celebrated Teachers Day and honoured Teachers Associated with SIRC coaching classes
- SICASA Day as Students Day in the Region on 1st December 2013 for the first time as an annual feature.
- Online Registration has been introduced for CPE Programmes of Members for the first time.
- Live Webcast of major Programmes.
- Three Computers have been fixed for students to view the online database.
- Free online Journals available at SIRC website
- Online Registration has been introduced GMCS Registration, CPT, IPCC and Final Coaching Classes.
- Orientation Programme for Chairmen and Secretaries of Branches of SIRC at Kodaikanal on March 27 & 28, 2014.

6. ACCOUNTS

The audited Balance Sheet as at 31st March 2014 and the Income and Expenditure Account for the year ended on that date together with the Auditor's Report thereon are annexed hereto.

7. BRANCHES

7.1 The new Office-bearers of Branches of SIRC for the year 2014-15 assumed the office during February / March, 2014.

7.2 Branches have organised several CPE Seminars, Conferences, Study Circle Meetings, Workshops, Residential Courses, Lecture Meetings, Joint Programmes, Coaching Classes, GMCS Courses, Orientation programme for IPCC and IIT Training Course for the benefit of members and students.

7.3 Formation of New Branches in SIRC

During this period in Southern Region 3 New Branches were inaugurated.

- Karimnagar and Warangal Branches of SIRC were inaugurated on 29th January 2014.
- Ongole Branch of SIRC was inaugurated on 29th January 2014.

8. ENDOWMENTS AND SCHOLARSHIPS

SIRC has endowments and scholarships for encouraging students by giving awards to the top rankers as per the criteria given by donors.

9. NEWSLETTER

Newsletter covering various programmes of the Regional Council and Branches, Announcements of the ICAI and Govt. departments, articles of professional interest, News/announcements of SIRC and ICAI relating to members and students, updates on Direct Taxes, Indirect Taxes, Banking, FEMA, Corporate Laws, Andhra Pradesh VAT, Karnataka VAT, Kerala VAT, Tamil Nadu VAT and photographs of events were published.

SIRC E-Newsletter is being sent to all the members including members abroad whose email ids are available with SIRC. Hard Copy of monthly Newsletter is sent to all members in the Southern Region.

Most of the Branches of the SIRC are publishing their own Newsletters.

10. LIBRARY

SIRC Library follows the open access system. Well equipped and furnished digital Library with e-resources is available for members with internet facility and online database. All books have been bar coded. All the membership enrolled in Library have been bar-coded with their photographs uploaded in the software.

- New Publication books have been added for member service
- Supreme Court Cases new Journal is subscribed for in our Library.
- Captline Database is available for member's service.
- New Fans have been installed in the Reading area for students.
- Two PC have been installed in the Digital Area for members.
- Stock Verification was held on 1st April to 5th April 2014
- No book loss was found
- OPAC service for members is not working for past one due to server crash in Delhi
- Reprographic services: The SIRC/ICAI, photocopying machines, printing facility. SIRC/ICAI provides a whole range of services to its users. Only CA members may obtain photocopying services on payment basis. Minimum charges are Rs.1/- Following categories of publications are not to be used for photocopying:

11. SIRC PORTAL

Website of SIRC of ICAI (www.sircoficai.org) has been converted into full fledged portal with online payment facilities and updated on regular basis as per ICAI Guidelines. The following are the existing features in the SIRC Website:



- All basic, relevant and contact information regarding ICAI, DCO, SIRC and Branches of SIRC.
- Details of CA Course, Registration and Examination.
- PDF form of SIRC Newsletters.
- All the programmes / activities of SIRC relating to Members and Students.
- Programmes / activities of Branches of SIRC on request relating to Members and Students.
- Programmes / activities / announcements of ICAI for benefit of Members and Students.
- All the background materials of CPE programmes are uploaded after the conclusion of the programme enabling the members and students to download and get benefitted.
- Reference materials (articles/reports) relevant for the CA Profession.

New Features of the SIRC Portal:

- Social Networking feature – SIRC Blog.
- Webcast (Video on Demand) – archiving of important CPE programmes.
- SIRC E-Library under SIRC Library Link.
- Resources Online - Members are updated with Resource available online through our SIRC Library link.
- SIRC in News – Updated with recent news clipping of all important programmes.
- FAQ – Resources for Members and Students.
- A single platform – providing contacts of all Branches of SIRC of ICAI by linking their individual website identities.
- Introduced separate portal for Registration of Students for Coaching Classes and GMCS Course.
- Introduced online Activity Reports updating for Branches and SICASA Branches of SIRC and CPE online registration portal.

12. SALE OF PUBLICATIONS

SIRC has been entrusted with the sale of Institute's Publications, Board of Studies Publications, examination forms and registration forms. Regular Advertisements about New Arrivals were released in SIRC Newsletter.

13. CAMPUS INTERVIEWS

Campus interviews for newly qualified members were conducted successfully twice at Chennai and the SIRC facilitated smooth conduct of these interviews.

14. EMPLOYMENT ASSISTANCE

Enquiries received from various organizations for recruitment of Chartered Accountants were displayed on the Notice Board.

15. BLOOD DONATION PROGRAMMES

The Regional Council organised the following Blood donation Camps:

- Two Blood Donation Camps at Chennai on January 18 & 19, 2013 and June 30 & July 1, 2013 on the occasion of Chartered Accountants Day in association and February 1 & 2, 2014 with Lions club of Madras Metro West and Rotary Central TTK VHS Bank, Chennai.

16. VISIT OF DIGNITARIES

Union Ministers, State Ministers, top bureaucrats from the Central and State Governments, senior officials from various departments of both the Central and State Governments and leading luminaries from different walks of life have graced many of the occasions of SIRC programmes.

1. Shri. Nandan Nilekani, Padma Bhushan Awardee, Chairman, Unique Identification Authority of India.
2. Shri. Mani Sankar Aiyar, Hon'ble Member of Parliament.
3. His Excellency Shri Nikhil Kumar, Governor of Kerala.
4. Mr. William A. Hanlin, Jr. President, IACVA, Canada.
5. Shri R.C. Mishra, IRS, Chief Commissioner of Income Tax-I
6. Prof. R. Thandavan, Vice-Chancellor, University of Madras
7. Thiru N. Rangasamy, Hon'ble Chief Minister of Pondicherry
8. Shri C. Ramachandraiah, Hon'ble Minister for endowment, Govt. of Andhra Pradesh.
9. A.K. Bansal, Executive Director, Indian Overseas Bank
10. Mr. E. Selvaraj, Regional Director, Ministry of Corporate Affairs, Chennai
11. Mr. M. Narendra, Chairman and Managing Director, Indian Overseas Bank
12. CA. K. Raghu, President, ICAI.
13. CA. Subodh Kumar Agrawal, then President, ICAI.
14. CA. R. Balakrishnan, Past President, ICAI.
15. CA. R. Bupathy, Past President, ICAI.
16. CA. B.P. Rao, Past President, ICAI.
17. Padmashri CA. T.N. Manoharan, Past President, ICAI.
18. CA. G. Ramaswamy, Past President, ICAI.
19. CA. G.V. Raman, Past Chairman, SIRC of ICAI
20. CA. P.S. Kumar, Past Chairman, SIRC of ICAI
21. CA. N. Srinivasan, Past Chairman, SIRC of ICAI
22. CA. Jose Pottokaran, Past Chairman, SIRC of ICAI
23. CA. K. Viswanath, Past Chairman, SIRC of ICAI

19. NEW INITIATIVES

19.1 Members:

- Introducing Newer subjects in the CPE Programmes.
- Residential Seminars on a bi-monthly basis.
- Organised a International Tour to Thailand.
- Organizing Sports Fixtures at all branches and culminating Regional Level Sports Competition.
- Mobilization of Life Membership for the Chartered Accountants Benevolent Fund (CABF).
- Focus on restoration of membership of those members whose names at present are not on rolls.

19.2 Students

- Establishing Reading Rooms at as many places as possible (under the jurisdiction of Regional Council, Branches)
- Constituted Academic Advisory Group with the following Terms of References
 1. Non academic inputs to be given to the students on issues such as time management, stress management, examination management, motivational sessions, etc.
 2. To provide the students the clear perspective of what is expected from them in the exams for each of the subjects. To have a special session on the Do's and Don'ts for each subject
 3. Feedback mechanism covering SIRC-students, SIRC-Faculty, Students-Faculty
 4. Faculty members exposure like contributing articles in SIRC Newsletter
 5. SIRC to work towards becoming a Centre of Excellence. To provide the best facilities to the students in terms of training, skill development and motivate them to work hard and work smart. To give them the right perspective of the continued efforts of the Institute in providing them with all materials, conduct of Coaching Classes and model tests etc.
 6. Number of hours of teaching various subjects and levels CPT/IPCC/Final
 7. Class strength for effective interaction with the students
 8. Personnel infrastructure for improving the interaction, co-ordination amongst the student's faculty and for monitoring the classes.
 9. Awareness programmes about CA Course and Coaching Classes amongst public.

10. Infrastructure requirements LCD Projectors, Electronic Display Board for the class rooms
11. New ideas for enhancement of the coaching provided and the possibilities of new methods and techniques, hiring/consulting specialists in successful methods of preparing for exams and orienting the classes accordingly.
12. Conduct of tests and number thereof on each subject
13. Methodology for enrolment of experts as Resource Persons.
14. Any other matter/issue which the Group deems fit to discuss.

19.3 Institute

19.3.1. Inauguration:

Inaugurated the Branch Building at Tirunelveli Branch of SIRC of ICAI

19.3.2. Professional Development:

- SIRC made representations to State Governments offering services of Chartered Accountants in VAT Audits and Cooperative Sector Audits.
- Organised Mega training Programme for Accounts and Finance Staff of Non Profit Organisations.
- Training Classes for Government Officials and Staff in Cooperative Sector have been offered at SIRC which is in process.
- Organised many Public Meetings on Union Budget, State Government Budgets, State Industrial Policies etc.
- Organised Events for creating awareness amongst public as a part of Investors Awareness Programme of Government of India.
- On the occasion of CA Day, Environment Conservation Programme, Tree Plantation, Free Distribution of Saplings, Blood Donation Camps, Poor Feeding etc. have been organized at Chennai as well as all the Branches in Southern Region.

19.4 Nation

- Submitted Memorandum to Government of Kerala on Co-operative Society Audit by Chartered Accountants through His Excellency Governor of Kerala Mr. Nikhlesh Kumar in a Meeting of CAs held at Trivandrum. Copy of the letter was given to Hon'ble Minister for Cooperation, Government of Kerala.
- Submitted Memorandum for introduction of Audit by CAs under APVAT Act to both Hon'ble Chief Minister of Andhra Pradesh and Commissioner of Commercial Taxes, Government of Andhra Pradesh.
- Representation was submitted for introduction of audit by CAs in Cooperative Sector to Government of Tamil Nadu through the Registrar of Cooperative Societies, Chennai
- Representation was submitted for introduction of audit by CAs in Cooperative Sector to Government of Andhra Pradesh through the Registrar of Cooperative Societies, Hyderabad

19.5 Research

- Initiated to collect data on the functioning of NGOs to study and present concept paper on functional efficiency, financial status, disclosure practices etc.
- Researched and compiled date for capturing the history of SIRC, a publication well received and appreciated by all the Members of Institute.
- Contribution inputs in the preparation of Guidance Notes on Bank Audit by ICAI by ICAI. A number of Meetings organized for the aid purpose at Hyderabad and Chennai.
- A Publication entitled Ready Reckoner for rendering service to Members, Firms and Students was published and released.
- Constituted Advisory Group to conduct "Time and Motion Study" on services to Memeb5rs and Students for better records management and time management given the delayed in these services. Advisory Group has presented it recommendations to SIRC which was implemented.

20. COMMITTEE SPECIFIED PERFORMANCE:

Editorial Board:

Dispensing with the publication of articles, SIRC Newsletter carried updates on Direct Taxes, Indirect Taxes, VAT in the States of Andhra Pradesh, Karnataka, Kerala and Tamil Nadu which were well received by the members. The copies of the Newsletter for the quarter (January-March 2014) is annexed to this Report.

Financial Markets and Investors' Protection Committee:

SIRC organized Investor Awareness Programme during the quarter January-March 2014 on 20th and 25th March 2014 at Chennai. The details of the programme form part of the Report. Besides, the Investor Awareness Programme was conducted in Coimbatore on 24th March 2014, Madurai on 22nd March 2014, Salem on 25th March 2014, Sivakasi on 29th March 2014, Tiruchirappalli on 25th March 2014 and Trichur on 16th March 2014,

Information Technology Committee:

The SIRC Website has been restructured and redesigned to have more features and "feel look" presentation and is in the final stages of hosting the newly designed website. Many programmes on the subject of Information Technology under the Continuing Professional Education was conducted during the quarter.

Capacity Building of CA Firms and SMPs:

Seminars on Metro Regional Conference, Bank Audit for Statutory and Branch Auditors, etc. were organized.

Academic Advisory Group:

The Academic Advisory Group constituted by SIRC has given its recommendations. The status on the implementation of such recommendation is as under:



Recommendations of the Academic Advisory Group	Action Taken
1. FINANCE – COURSE FEES, FACULTY REMUNERATION & OTHER COSTS	
1.1. Course Fees - Group deliberated on the aspects of inflation, increasing costs and fees charged by private coaching centres. It unanimously decided to suggest for increase in course fees by 25%.	Has been increased.
1.2. Faculty Honorarium - Increase in the faculty fees based on the financials and should discontinue the conveyance expense. Minimum Rate per hour be fixed at Rs. 1,000/- and there should not be any differentiation in faculty remuneration based on seniority. Everyone should be paid at the fixed rate.	Faculty honorarium has been increased.
2. METHODOLOGY, DURATION AND TIMING OF CLASSES	
2.1. Duration – Presently the duration of the class seems Ok, but the classes can be scheduled in such a way that it completes one or two months before the examination which gives ample time for students to revise the subjects.	The schedules are being prepared to complete the syllabus two months before commencement of May/November Exams.
Group also felt to explore the possibility of conducting full time coaching for IPCC course for those students who come from CPT stream and who are not eligible to undergo articleship training.	Implemented.
3. FACULTY SELECTION AND EVALUATION :	
3.1. Faculty Selection – Present system of selecting faculty should be done away with and group came out with the suggestions as below -	
• Data Base of faculty should be available at SIRC;	Being maintained.
• Competency Criteria to be used to select faculty	All other new faculty members, whenever needed, are being tried in their respective subjects with one chapter and further classes be considered after verifying the feedbacks obtained from the students.
• Do's and Don'ts should be annexed with letter issued to faculties.	Being implemented
3.2. Evaluation of Faculty – Best way of evaluating a faculty member is the feedback received from the students who attend the classes. Group suggested certain changes in the system of collecting the feed back	Being implemented
• Feedback collection be synchronised with the attendance of the student, it should be collected with those students who attend minimum of 75% of the classes which gives true feedback;	
• Feedback form should be dynamic to get the best inputs from students {format not discussed};	
4. COACHING METHOD, TESTS & MOCK EXAMS AND GUEST LECTURES :	
4.1. Tests & Mock Exams – Group felt tests should be conducted periodically, for CPT 15 to 20 minutes of every class can be used for conducting tests. Mock Exam should be conducted for all courses and the papers need to be corrected and given to the students.	Being Implemented
4.2. Guest Lectures – One or two guest lectures should be conducted per subject per batch. Guest lectures will give a platform to invite experts in their field and they can be requested to speak on practical aspects of each subject and also how to approach the examination. They can also be called to deliver a lecture on some difficult concepts. Video recording of experts / faculties can be shown in the classes.	Being Implemented
5. COURSE MATERIAL AND FACULTY TRAINING :	
5.1. Course Material – Presently subject wise study material is not issued to students and it was felt Study Material of ICAI and Practice Manual issued by ICAI is the Best and no other material can replace the same.	Being Implemented

5.2. Faculty Training – An idea of conducting faculty training program was mooted to help the upcoming members to take up teaching as a profession. This can be even a paid program by SIRC and members from across the region can come and take benefit of this program and can start taking classes at their respective branches. Group felt there was no need for such program at present. Previous attempt made in this regard was not encouraging. However, faculty meeting subject wise should be arranged.	Being Implemented
6. STUDENTS DATA AND ATTENDANCE MONITORING	
6.1. Students Data - Data of Students who attend SIRC classes need to be maintained and students who secure ranks should be suitably rewarded.	Being maintained.
7. MIX OF FACULTY AND CLASS STRENGTH :	
7.1. Mix of Faculty – Group felt there should not be more than two (2) faculties per subject and they should be allotted not more than 25 hours per week. Most preferred mix is to have one faculty per subject. One Faculty should not be invited to teach more than two subjects and should ensure that his total teaching time should be less than 40% of the total batch timing.	Implemented.
8. REVISION CLASSES AND COUNSELLING :	
8.1. Revision Classes – Weekend Revision Classes can be planned for 20 to 25 hours per subject, this classes can cover exclusively accounting standards, auditing standards, revision test papers, practice manuals and suggested answers. A session can be thought of focusing exclusively on case studies.	Being Implemented
8.2. Counselling – Counselling should be done for students on the following aspects	Being Implemented
o Focussing on the aspects of time and stress management;	
o With the system of attendance monitoring being introduced, absenting students should be counselled.	
o ICAI will publish the exam review after every examination, this can be used to counsel students for exam orientation.	
9. INFRASTRUCTURE AT CLASS ROOMS :	
9.1 Group felt there is urgent need to relook at the existing infrastructure facilities available at SIRC. A thorough study has to be made and corrective action needs to be taken at the earliest. Few suggestions for the improvement of facilities are	Being Implemented
a. Ambience in the class needs to be improved;	I & II floor class room chairs have been replaced with new 275 chairs (150 + 125).
b. White Board with marker be introduced;	Being implemented
c. State of the Art Class room facilities to be developed (similar to class rooms at Centre of Excellence with latest technology);	Being Implemented.
d. Smart Board Technology can be introduced.	Being Implemented.
10. CA AWARENESS AND MARKETING :	
10.1 CA Awareness – Group felt continuous CA Awareness program should be conducted by SIRC through the respective sub-committee	Being Implemented
10.2 Marketing – CA Awareness program will be a platform to market about our coaching classes. Group felt at present extensive marketing is not necessary. We get students from word of mouth if quality is improved. Inauguration of every batch can be planned inviting students and parents and even explore possibility of conducting coaching classes at such other places where more CA offices are located or more colleges are situated for the convenience of students.	Being Implemented

Systems and Procedures Study Group:

The Systems and Procedures Study Group that was constituted last year has given its recommendations and the same is in the process of analysis and implementation.

21. ACKNOWLEDGEMENTS

The Regional Council places on record its sincere thanks and gratitude to the elected representatives in the Central and State Governments and senior officers, President, Vice-President, all Central Council Members & Secretary of the Institute, the Past Presidents, Past Chairmen, Regional and Central Council Members, the Chairmen and other office-bearers and Managing



Committee Members of the Branches of the Regional Council, Convenors, Deputy Convenors and Members of CPE Study Circles, CPE Chapters and CPE Study Groups of the SIRC of the ICAI for the support and encouragement received throughout the year. The Regional Council is grateful to the members co-opted to various Committees of the Regional Council for their contribution and guidance.

The Regional Council places on record its appreciation and thanks to various organizations that have liberally sponsored the programmes and lent their support to its activities in many ways. The Regional Council sincerely thank the dignitaries who have graced the programmes; speakers at various Seminars, Conferences, Study Circle Meetings and other programmes organised by the Regional Council; the persons who have contributed articles and other material on various topics in the Newsletter, Faculty Members of the SIRC Coaching Classes and the Advertisers in the Newsletter. The Regional Council thanks all Convenors and Members of Study Groups of the SIRC for offering valuable views, suggestions and sharing their expertise in consolidating the views and comments of the SIRC on the various Exposure Drafts issued by the Institute.

We are also deeply obliged to our Professional Colleagues and participants for extending their wholehearted support and guidance in making all the programmes of SIRC a grand success.

The Regional Council acknowledges its appreciation for the sincere and dedicated services rendered by the Officers and Staff of the Institute in the administration of the affairs of the Region.

Place: Chennai
Date: 25.04.2014

Sd/-
Secretary

DPV & Associates

Chartered Accountants

Report on Financial statements

We have audited the accompanying financial statements of Southern India Regional Council of the Institute of Chartered Accountants of India ('SIRC'), which comprise the Balance Sheet as at 31st March 2014, and the Income and Expenditure Account for the period ended, and a summary of significant accounting policies and other explanatory information.

Regional Council's Responsibility for the Financial Statements

SIRC is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance in accordance with the Accounting Policies prescribed by the Institute of Chartered Accountants of India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by SIRC, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the schedules and notes thereon give the necessary information and give a true and fair view:

- in the case of the Balance Sheet, of the state of affairs of SIRC as at 31st March 2014;
- in the case of the Income and Expenditure Account, of **Surplus** for the year ended on that date.

Report on Other Legal and Regulatory Requirements:-

We report that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- in our opinion proper books of account have been kept by SIRC so far as appears from our examination of those books;
- the Balance Sheet and the Income and Expenditure Account of SIRC dealt with by this Report are in agreement with the books of account.

For DPV & Associates, Chartered Accountants
FRN 01 1688S
Sd/-
CA. Prasanna Krishnan V. (M.No.219100)
Partner

Place: Chennai
Date: 09.05.2014

SOUTHERN INDIA REGIONAL COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

BALANCE SHEET AS AT 31ST MARCH 2014

LIABILITIES/ SOURCES OF FUNDS	Schedule	As at 31-Mar-14	As at 31-Mar-13	ASSETS / APPLICATION OF FUNDS	Schedule	As at 31-Mar-14	As at 31-Mar-13
(Figures in Rs.)				(Figures in Rs.)			
SOURCES OF FUNDS				APPLICATION OF FUNDS			
Capital reserve				Fixed Assets: Net block	V	6,453,236	6,611,189
Building Fund Reserve				Earmarked Investments			
Balance as at 1st April		4,076,687	3,736,382	Term deposit with banks		1,413,002	
Add: Transfer from income and expenditure account		1,138,250	340,305	ADD: Interest accrued on Earmarked Investments		414,934	1,448,616
Sub Total		5,214,937		Current Assets:			
Coaching Class Reserve				Interest receivable		212,713	226,745
Opening Balance as on 1st April		13,133,556	12,485,801	Other receivable	VI	4,220,493	149,314
Add: Transfer from income and expenditure account		481,981	647,755	Advances and prepayments	VII	727,938	438,857
Sub Total		13,615,537	13,133,556	Cash and bank balances:			
General Reserve				Cash in hand		117,708	1,693
Opening Balance		1,215,541	241,294	Cash at bank	VIII	46,141,275	36,453,987
Add: Transfer from income and expenditure account		6,185,042	974,247	Franking machine balance		21,400	46,352
Sub Total		7,400,583	1,215,541	Inter Unit Balances:			
Earmarked funds				ICAI current account:			
Opening balance		1,725,992	1,514,174	Grants and amounts receivable from head office	IX	8,926,494	6,757,832
Additions		-	200,000	Branch current account		20,546	38,215
Interest income		161,436	191,296	Publication stock transfer account:		1,931,020	2,055,575
Less: Expenses		- 59,492	-179,478	Total debit of inter unit balances		10,878,060	8,851,622
Total earmarked funds		1,827,936	1,725,992	TOTAL		70,600,759	54,228,375
Current liabilities				Significant Accounting Policies and Notes on Accounts	XII		
Seminar fee/income received in advance	I	1,530,500	2,621,000	As per our Report of even Date			
Creditors for expenses	II	6,661,343	873,116				
Other liabilities	III	2,748,549	2,203,580				
Sub total of current liabilities		10,940,392	5,697,696				
Inter unit balances:							
Grant received from head office:							
Capital grant							
Opening Balance		21,168,494	19,504,704				
Less: Unapproved Grants		-	-				
Add: Grant Received during the year		-	1,663,790				
Add: Grant Receivable		-	-				
Sub total		21,168,494	21,168,494				
Library grant							
Opening Balance		3,095,347	1,755,250				
Add: Grant Received during the year		700,551	1,340,097				
Add: Grant Receivable during the year		-	-				
Sub total		3,795,898	3,095,347				
ICAI current account	IV	3,579,912	1,980,000				
Branch current account		372,065	12,125				
ICAI publication payable account :							
Payable to ICAI on Sale of Exam Forms		-	-				
Inter unit balances with RCs and CC and DCOs		753,985	67,362				
Publication stock transfer account:							
Institute and Board of Studies publications		1,931,020	2,055,575				
Sub total of inter unit balances		6,636,982	4,115,062				
TOTAL		70,600,759	54,228,375				

sd/-	sd/-
CA. P.V. RAJARAJESWARAN	CA. NARESH CHANDRA GELLI V.
Chairman	Vice-Chairman
sd/-	sd/-
CA. COTHA S SRINIVAS	CA. ADUSUMILLI
Secretary	VENKATESWARA RAO
	Treasurer
sd/-	sd/-
CA. PRASANNA KRISHNAN. V	Dr. PT. GIRIDHARAN
M.No. 219100	Joint Director
Partner	

Place : Chennai
Date : 09.05.2014



SOUTHERN INDIA REGIONAL COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

INCOME AND EXPENDITURE FOR THE PERIOD ENDED 31ST MARCH 2014

INCOME		Schedule	Period Ended 31-Mar-14		Period Ended 31-Mar-13		EXPENDITURE		Schedule	Period Ended 31-Mar-14		Period Ended 31-Mar-13	
Grant from Head Office		-	(Figures in Rs.)						-	(Figures in Rs.)			
<u>Revenue grant</u>													
Salary grant			12,494,744		11,025,751		Staff salary expenses		12,494,744		11,025,751		
Branch administration grant			276,000		276,000		Printing and stationery		397,881		488,328		
Membership fee grant			2,526,820		2,296,690		Newsletter Expenses		3,902,936		4,414,107		
Audit fees grant			35,000		27,000		Postage, telephone and telegrams		377,292		210,863		
Public Relation Grant			-		50,000		Rent, rates and taxes		1,698,663		1,476,247		
	Sub-total		15,332,564		13,675,441		Repairs and maintenance		1,035,515		1,165,537		
Newsletter advertisements			1,405,060		1,283,620		Travel - Members		2,938,549		1,927,489		
Seminar income							Magazines and periodicals		131,401		86,637		
44th Regional Conference Income			-		-		Audit fee		39,326		29,780		
45th Regional Conference Income			17,680,000		22,643,822		Orientation Programme Expenses - Visakhapatnam		750,000		-		
Other Seminars (Within SIRC Premises)			11,382,500		-		Orientation Programme Expenses - Kodaikanal		810,400	24,576,707	-	20,824,739	
Other Seminars (Outside SIRC Premises)			6,665,292		3,403,050		Seminar Expenses						
			35,727,792		4,046,050		44th Regional Conference Expenses		-		18,814,956		
GMCS course income			14,838,000		30,092,922		45th Regional Conference Expenses		17,493,147		-		
Grant for Orientation Programme - Visakhapatnam			750,000		4,880,000		Other Seminars (Within SIRC Premises)		6,756,142		2,901,299		
Grant for Orientation Programme - Kodaikanal			810,400		-		Other Seminars (Outside SIRC Premises)		7,649,977	31,899,266	4,246,140	25,962,395	
Grant for Mega Career Counselling Prog			84,568		-		GMCS course expenses		7,120,317		2,938,815		
Grant for FRRB Programme			30,000		-		CA day expenses		345,175		433,015		
Grant for National Conference			200,000		-		Coaching class expenses		6,675,019	14,140,511	5,852,575	9,224,405	
Grant for Vaidyanath Memorial Lecture			3,000		-		Other expenses	XI	1,040,438			675,389	
Interest on investments			3,554,778		-		ICAI Receivable Written Off (Old Ones)		-			46,234	
Other income	X		57,973		2,791,957		Sub-total (Expenses before depreciation)		71,656,922			56,733,162	
CA Day Grant			10,000		270,198		Prior period expenses		213,721		160,813		
Provision No longer required Written Back			20,338,719		162,000		Depreciation	V	1,783,934		2,417,903		
Coaching class income			81,028		-		TOTAL EXPENDITURE (B)		73,654,577		59,311,878		
			7,157,000		6,788,250		(Deficit) / Surplus (A)-(B)		7,805,273		1,962,307		
Commission on sale of publications:							Less: Transfer to building fund (Refer Notes on Accounts)		1,138,250		340,305		
Institute / Board of Studies publications			1,072,591		931,621		Less: Transfer to Coaching Class Reserve		481,981		647,755		
Examination forms			252,435		394,485		Balance transfer to General Reserve		6,185,042		974,247		
	Sub-total		1,325,026		1,326,106		Significant Accounting Polices and Notes on Accounts	XII					
Prior period adjustments			18,000		3,691								
Retention Money Income Written Back			74,661		-								
TOTAL INCOME (A)			81,459,850		61,274,185								

As per our Report of even Date

For DPV & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Regn No. 0011668S
sd/-
CA. PRASANNA KRISHNAN. V
M.No. 219100 | Partner

sd/-
CA. P.V. RAJARAJESWARAN
Chairman

sd/-
CA. NARESH CHANDRA GELLI V. Vice-
Chairman

sd/-
CA. COTHA S SRINIVAS
Secretary

sd/-
CA. ADUSUMILLI VENKATESWARA RAO
Treasurer
sd/-
Dr. PT. GIRIDHARAN
Joint Director

Place : Chennai
Date : 09.05.2014



SOUTHERN INDIA REGIONAL COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
 'ICAI Bhawan', 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

SCHEDULES ATTACHED TO BALANCE SHEET AS AT 31ST MARCH, 2014

Schedules	As at 31-Mar-14	As at 31-Mar-13
(Figures in Rs.)		
SCHEDULE I		
Fee / Income received in advance		
Coaching classes fees	1,210,700	1,264,000
Newsletter Income	-	57,000
GMCS fees	312,500	1,300,000
Seminar fees	7,300	-
Total	1,530,500	2,621,000
SCHEDULE II		
Creditors for expenses		
Retention money	-	74,661
Coaching Class Expenses	902,808	7,450
GMCS Payable	72,186	-
Outstanding expenses	1,188,559	761,225
45th Regional Conference Payable	2,027,470	-
Other creditors	2,470,320	29,780
Total	6,661,343	873,116
SCHEDULE III		
Other liabilities		
TDS Payable	288,988	73,770
Library deposit	2,259,560	2,129,810
Advance for Endowment	200,001	-
Total	2,748,549	2,203,580
SCHEDULE IV		
ICAI Current Account		
GMCS Course	992,000	1,980,000
Excess of Revenue Grant Received	2,426,607	-
Benevolent Fund collection	108,350	-
Provident Fund	49,027	-
Mediclaime Advance	3,928	-
Total	3,579,912	1,980,000
SCHEDULE VI		
Other receivables		
Others	30,561	-
Investors' Awareness Programme Receivable	123,842	81,376
Orientation Programme - Visakhapatnam	352,660	-
DCO Receivable	109,430	-
Southern India Chartered Accountants Students' Association	158,000	-
45th Regional Conference Receivables	2,345,000	-
Sponsorship Receivable - (Metro Regional Conference)	1,000,000	-
Sponsorship Receivable - Aarambh (Women's Conference)	50,000	-
Newsletter advertisement	51,000	67,938
Total	4,220,493	149,314
SCHEDULE VII		
Advances and prepayments		
Prepaid expenses	290,464	82,309
Advance paid to vendors	2,235	-
Orientation Programme at Visakhapatnam	-	229,554
Sundry Debtors	232,257	8,768
Staff advances	162,932	118,226
Other Advances	40,050	-
Total	727,938	438,857
SCHEDULE VIII		
Cash at bank		
In savings deposits		
Bank of Baroda	22,188	24,719
Punjab National Bank	144,960	24,367
Indian Bank	2,349,123	2,886,934
Syndicate Bank	3,449,563	1,643,959
Yes Bank	16,586	-
45th Regional Conference Account (Andhra Bank)	5,057,793	-
Sub Total	11,040,213	4,579,979
In term deposits		
With various Banks	35,101,062	31,874,008
Sub Total	35,101,062	31,874,008
Total	46,141,275	36,453,987

Schedules	As at 31-Mar-14	As at 31-Mar-13
(Figures in Rs.)		
SCHEDULE IX		
Grant and amount receivable from Head Office		
Opening balance	-	-
ICAI Receivable - CA Day Grant	10,000	-
Mega Career Counselling Programme Grant	84,568	-
Branch level National Debate Competition	40,775	-
Branch level National Elocution Competition	19,160	2,915
Revenue Grant Receivables	2,037,250	2,037,250
Orientation Programme for Branch Employees	246,168	246,168
Library Grant Receivable 2013-14	1,900	-
Career Counselling Programme	4,000	-
Mass Mail for Direct Tax programme	4,018	4,018
Grant for CPE programmes	410,000	280,000
Commission on Sale of Publications	1,629,616	1,037,016
ICAI Receivable - Elocution Competition	519,477	-
ICAI Receivable - Orientation Programme at Kodaikanal	810,400	-
ICAI Receivable - National Debate Competition	158,297	-
Renovation of SIRC building	854,877	854,877
Car Hire charges for Central Council Member	2,356	2,356
New Branch Inauguration	19,366	-
ICAI receivable - TDS	1,003,257	890,755
Capital Grant (2009-10 & 2010-11)	566,412	566,412
Capital Grant Receivable	392,450	392,450
Capital Grant Receivable 2012-13	15,553	15,553
ICAI Receivable - Newsletter Advt (BOS)	20,000	-
ICAI Receivable - Annual Function	66,506	-
ICAI Receivable - Student Activity Calendar (BOS)	7,088	-
ICAI Receivable - V. Sankar Aiyer Memorial Lecture	3,000	-
Other Receivables	-	428,062
Total	8,926,494	6,757,832
SCHEDULE X		
Other income		
Receipts for library services	15,298	15,868
Disposal of Obsolete Items	35,904	68,669
Excess of Provisions made last year reversed	5,020	-
Sundry Income	1,751	185,661
Total	57,973	270,198
SCHEDULE XI		
Other expenses		
Bank charges	17,784	20,960
Professional fees	300,000	-
Conveyance	39,809	29,339
Website expenses	263,938	267,694
Blood donation camp	73,875	63,064
Freight, Office expenses, etc.	345,032	294,332
Total	1,040,438	675,389



SOUTHERN INDIA REGIONAL COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

SCHEDULES ATTACHED TO BALANCE SHEET AS AT 31ST MARCH, 2014

SCHEDULE - V : FIXED ASSETS

Particulars	Rate of depreciation	GROSS BLOCK			DEPRECIATION			NET BLOCK	
		Opening balance 01.04.2013	Additions / (Deletions) during the Year	As at 31.03.2014	Upto 01.04.2013	For the Year	Total	As at 31.03.2014	As at 31.03.2013
<i>(Figures in Rupees)</i>									
ASSETS - SIRC									
Furnitures and Fixtures	10%	6,220,004	54,751	6,274,755	2,879,118	337,072	3,216,190	3,058,565	3,340,886
Electrical Installations and Fittings	10%	2,224,902	68,039	2,292,941	1,203,376	105,294	1,308,670	984,271	1,021,526
Lift	10%	838,670		838,670	551,132	28,754	579,886	258,784	287,538
Generator	10%	702,107		702,107	585,009	11,710	596,719	105,388	117,098
Office Equipment	15%	2,611,945	56,537	2,668,482	1,883,525	113,463	1,996,988	671,494	728,420
Air Conditioners	15%	1,741,910	70,050	1,811,960	1,163,377	94,661	1,258,038	553,922	578,533
Cycles	20%	1,326		1,326	1,325	1	1,326	-	1
Computers	60%	2,536,528	297,499	2,834,027	2,223,466	234,324	2,457,790	376,237	313,062
LCD Projectors	60%	219,093		219,093	200,115	11,387	211,502	7,591	18,978
Library Books	100%	8,240,571	817,261	9,057,832	8,240,571	817,261	9,057,832	-	-
Total		25,337,056	1,364,137	26,701,193	18,931,014	1,753,927	20,684,941	6,016,252	6,406,042
ASSETS - COACHING CLASSES									
Furnitures and Fixtures	10%	463,269	174,175	637,444	326,297	15,148	341,445	295,999	136,972
Electrical Installations and Fittings	10%	128,696		128,696	89,856	3,884	93,740	34,956	38,840
Office Equipment	15%	109,642	87,669	197,311	90,221	9,488	99,709	97,602	19,421
Air Conditioners	15%	33,532		33,532	23,618	1,487	25,105	8,427	9,914
		735,139	261,844	996,983	529,992	30,007	559,999	436,984	205,147
Grand total		26,072,195	1,625,981	27,698,176	19,461,006	1,783,934	21,244,940	6,453,236	6,611,189

XII. NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31-03-2014**A) SIGNIFICANT ACCOUNTING POLICIES**

- Accounting Convention
The accounts are drawn up on accrual basis using historical cost convention.
- Revenue Recognition
Income from Revenue Grants is accounted for on accrual basis as per the revenue budgets approved by the Head Office.
Income and expenditure in respect of Coaching Classes, GMCS Classes, seminars, programmes, workshops, conferences, etc. are accounted for on accrual basis.
- Allocation of Newsletter printing expenses
Expenses on printing of announcements relating to any Conference, Seminar, Workshop or any other event in newsletter are allocated to concerned programmes, on the basis of the actual space utilised in the Newsletter at the advertisement rates.
- Income from Interest
(a) Interest on fixed deposits with banks is accounted for at the rates applicable to each such deposit on time proportionate basis.
(b) Income from earmarked investments of specific funds is credited to the respective fund account.
- Termination/Retirement Benefits
Provision for gratuity and leave encashment liability is made at Head Office.
- Fixed Assets/Depreciation
 - Fixed Assets are stated at their original costs less depreciation.
 - Depreciation on additions is provided on pro rata basis.
 - Library books are depreciated @ 100% in the year of purchase.
 - Intangible Assets (Software) are amortized equally over a period of three years.
 - Fixed Assets, other than library books are depreciated on the written down value method at the following rates as per the guidelines of HO:

Air-conditioner and Office equipments	15%
Lifts, Electrical Installations and Furniture & Fixtures	10%
Computers	60%

- Investments
Investments are stated at cost, including cost of acquisition and accrued interest thereon.

8. Provisions

A provision is recognised when there is a present obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation in respect of which, a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimates required to settle the obligations at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

- Provision for Income-tax
Provision for Income-tax and other direct taxes, applicable if any, is made at Head Office.
- Provision for Service-tax
Registration and Deposit of Service Tax, applicable if any, is done at Head Office.

B) NOTES ON ACCOUNTS

- Contingent Liabilities: As on 31-3-2014 : Nil (As on 31-3-2013 : Nil)
- Capital Commitment : As on 31-3-2014 : Nil (As on 31-3-2013 : Nil)
- Disclosure of Prior Period Income and Expenses.

	As at 31-03-2014	As at 31-03-2013
a) Prior Period Income	18,000	3,691
b) Prior Period Expenses	(213,721)	(160,813)
c) Prior Period (Net)	(195,721)	(157,122)

- SIRC operates in the Southern Region and there is only one reportable segment i.e. furtherance of the profession of Chartered Accountancy.
The stock of publications which are accounted at transfer price, are received from Head Office for sale on commission basis. It is neither an asset nor a liability of SIRC. Publication stock of the ICAI has been shown after reconciling actual stock received from Head Office with the half yearly consignment ledger sent by the Head Office.
Stationery items are expensed as and when purchased.
- As at 31/03/2014, 658 Nos. of delegate kit bags of 45th Regional Conference were held, as custodian, to be distributed among the delegates of the Conference. The same has been expensed in the books of accounts.

7. Expenses directly attributable to the activities of Seminar and Publications are charged to these heads of expenditure and indirect expenditure on these activities is charged to functional heads of expenditure.

8. The balance of Ernakulam branch of SIRC of ICAI which shows Rs. NIL in the books of SIRC as on 31/03/2014 is subject to confirmation.

As per decision of the SIRC, the share of Bangalore branch of SIRC of ICAI in the surplus of 44th Regional Conference has already been paid and accordingly, the balance of Bangalore branch shows Rs. NIL in the books of SIRC as on 31/03/2014.

9. Impairment of Assets

A study on impairment of assets was carried out internally. During the year, a cycle valued at Re. 1/- which is no longer usable, has been written off as result of the exercise. A detailed exercise for impairment is under process.

10. Extra ordinary items

During the year, Retention money amounting to Rs. 74,661/- which has become time barred has been written back.

11. Transfer to reserves

During the year 10% of Gross receipts from Seminars and Conference held at SIRC premises amounting to Rs. 11,38,250/- {previous year Rs. 3,40,305/-} has

been transferred to Building Maintenance Fund account. Out of the balance of surplus amounting to Rs.66,67,023/-, Rs. 4,81,981/- has been transferred to Coaching Class Reserves and Rs. 61,85,042/- has been transferred to General Reserve {previous year Rs. 6,47,755 and Rs.9,74,247/- respectively}.

12. Earmarked Funds:

Particulars	As on 31-03-2014	As on 31-03-2013
Earmarked Funds	18,27,936	17,25,992
Earmarked Investments	14,13,002	14,13,002
Interest Accrued	4,14,934(*)	3,12,990(*)

*Amount credited in various bank accounts.

13. Land and Building of SIRC of ICAI are accounted for at Head Office, since ownership of these assets lies with ICAI.

14. Previous period/ year's figures have been regrouped and rearranged wherever necessary to make them comparable.

As per our Report of even Date

For DPV & Associates
Chartered Accountants
Firm Regn No. 0011668S
sd/-
CA. PRASANNA KRISHNAN. V
M.No.219100
Partner

Place : Chennai
Date : 09.05.2014

sd/-
CA. P.V. RAJARAJESWARAN, Chairman

sd/-
CA. NARESH CHANDRA GELLI V., Vice-Chairman

sd/-
CA. COTHA S SRINIVAS, Secretary

sd/-
CA. ADUSUMILLI VENKATESWARA RAO, Treasurer

sd/-
Dr. P.T. GIRIDHARAN, Joint Director

SOUTHERN INDIA REGIONAL COUNCIL OF
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
'ICAI Bhawan', No.122, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034

64th

ANNUAL GENERAL MEETING OF SIRC OF ICAI

NOTICE

Notice is hereby given that the **Sixty Fourth Annual General Meeting** of the Members of the Southern India Regional Council of the Institute of Chartered Accountants of India will be held on **Tuesday, 15th December 2015 at 5.00 p.m.** at the **P. Brahmaya Memorial Hall at ICAI Bhawan, No. 122 Mahatma Gandhi Road, Nungambakkam, Chennai – 600034** to transact the following agenda:

- To receive the Annual Report of the Regional Council for the year ended 31st March 2015;
- To receive the Audited Financial Statements of the Regional Council for the year ended 31st March 2015 together with the Auditor's Report thereon; and
- To transact any other business that may be brought before the meeting including any resolution(s) received and/or any resolutions that may be received from the member(s) subject to the fulfillment of conditions under Regulations 150 & 151 of the CA Regulations, 1988 with the permission of the Chair.

BY ORDER OF THE
SOUTHERN INDIA REGIONAL COUNCIL OF ICAI

Place: Chennai Sd/-
Date: 28.10.2015 SECRETARY

Note:

The Notice for the 64th AGM, 64th Annual Report of Regional Council for the year ended 31st March 2015, Audited Financial Statements of the Regional Council for the year ended 31st March 2015 together with the Auditor's Report are hosted on the website of the Southern India Regional Council of the Institute of Chartered Accountants of India (www.sircoficai.org) and displayed on the Notice Board at the Office of the Southern India Regional Council of the Institute of Chartered Accountants of India.

SOUTHERN INDIA REGIONAL COUNCIL OF

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

'ICAI Bhawan', No.122, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034

OFFICE BEARERS & MEMBERS OF SIRC FOR THE YEAR 2015-16

Branches

Anantapur, Alleppey, Bangalore, Belgaum, Bellary, Calicut, Coimbatore, Ernakulam, Erode, Guntur, Hubli, Hyderabad, Kakinada, Kalaburgi (Gulbarga), Kannur, Karimnagar, Kottayam, Kumbakonam, Kurnool, Madurai, Mangalore, Mysore, Nellore, Ongole, Palghat, Pondicherry, Quilon, Rajamahendravaram, Salem, Sivakasi, Tiruchirapalli, Tirupati, Tirunelveli, Tirupur, Trichur, Trivandrum, Tuticorin, Udipi, Vellore, Vijayawada, Visakhapatnam, Warangal.

CPE Study Circles

Abids-Himayatnagar, Anna Nagar, Bangalore Cantonment, Basavanagudi, Dindigul, Hosur, Karur, Kotturpuram-Adyar, Mylapore-Mandaveli, Nagercoil, T.Nagar-West Mambalam and Tambaram

CPE Chapters

Cuddapah, Davanagere, Gulbarga, Nizamabad, Shimoga

CPE Study Groups

Gadag, Karaikudi, Khammam, Pandalam, Raichur and Udumalpet

CPE Study Circles Under Committee for Members in Industry in Southern Region

Electronic City, Bangalore CPE Study Circle, VittalMallya Road, CPE Study Circle, Bangalore Outer Ring Road ITES Industry CPE Study Circle, Dairy Circle, CPE Study Circle, MG Road, Bangalore CPE Study Circle, Defence Electronics CPE Study Circle, Sarjapur Road CPE Study Circle, FAO Industry CPE Study Circle, Nungambakkam CPE Study Circle, Perungudi CPE Study Circle, Sriperumbudur CPE Study Circle, Kailasapuram CPE Study Circle, RajajiSalai, Chennai CPE Study Circle, T. Nagar, Chennai (Irevna) CPE Study Circle, Bannerghatta Road Information Technology CPE Study Circle, Finance Operations Chennai CPE Study Circle, Cenotaph CPE Study Circle, Hyderabad Pharma CPE Study Circle, Gachibowli CPE Study Circle, Ukkunagaram CPE Study Circle, MII Manapakkam CPE Study Circle, MII Kondapur (Hitech City) CPE Study Circle, MII Madhapur (Hyderabad) CPE Study Circle, MII Vijayanagar (Karnataka) CPE Study Circle, Vimanapura Aircraft CPE Study Circle, Alwarpet IT Industry Study Circle, ORR Study Circle, Whitefield Bangalore CPE Study Circle, MEPZ CPE Study Circle and Bankers- Manapakkam CPE Study Circle.

Auditors

M/s Sundararajan Associates, Chartered Accountants, Chennai

Bankers

Axis Bank, Bank of Baroda, Indian Bank, Punjab National Bank, Syndicate Bank and YES Bank

64th ANNUAL REPORT OF SIRC OF ICAI (2014-15)

The Southern India Regional Council of the Institute of Chartered Accountants of India has great pleasure in presenting to you the Sixty Fourth Annual Report and the Audited Financial Statements for the year ended 31st March 2015 together with the Auditor's Report thereon.

1. CONSTITUTION OF THE REGIONAL COUNCIL AND ITS COMMITTEES

1.1 Regional Council

The Regional Council met three times during the year.

- 216th Meeting on 29th April 2014.
- 217th Meeting on 17th October 2014.
- 218th Meeting on 20th and 21st February 2015.

The Regional Council deliberated various matters relating to the members, students, branches, profession and the administration.

1.2 Committees

The Regional Council constituted 6 Standing Committees and 20 Committees and SICASA to facilitate professional development relating to the members, students and the profession. The Committees met during the year and deliberated on respective subjects.

1.3 Membership

The total number of members of the Region as on 31st March 2015 stood at 48374 as compared to 46656 as on 31st March 2014. The Break-up of Membership is given below:

Category of Members	As on 31.03.2015			As on 31.03.2014		
	Associates	Fellows	Total	Associates	Fellows	Total
Practice	7289	14661	21950	7144	14196	21340
Not in Practice	23200	3224	26424	22279	3037	25316
Total	30489	17885	48374	29423	17233	46656

ICAI AWARDS FOR THE YEAR 2014 (SOUTHERN REGION)

Regional Councils	Highly Commended Regional Council Trophy & Certificate to Southern India Regional Council (SIRC)		
Students' Associations	Highly Commended Students Association Trophy & Certificate to Southern India Chartered Accountants Students' Association (SICASA)		
Branches of Regional Councils	Mega Branch Category (2501 & Above Members)	Bangalore and Ahmedabad jointly	Best Branch Trophy & Certificate
		Hyderabad and Jaipur jointly	Highly Commended Branch Trophy & Certificate
	Large Branch Category (1001 to 2500 Members)	Ernakulam	Highly Commended Branch Trophy & Certificate
	Small Branch Category (201 to 500 Members)	Hubli & Salem jointly	Best Branch Trophy & Certificate
	Micro Branch Category (Upto 200 Members)	Ratlam and Udipi jointly	Best Branch Trophy & Certificate
		Tuticorin	Highly Commended Branch Trophy & Certificate
Quilon and Nanded jointly		Certificate of Appreciation	
Branches of Students' Associations	Large Branch Category (More than 1000 Students)	Bangalore and Nasik SICASA jointly	Highly Commended Branch of Students' Association Trophy & Certificate
	Medium Branch Category (301 to 10000 Students)	Raipur and Salem SICASA jointly	Best Branch of Students' Association Trophy & Certificate
	Small Branch Category (Upto 300 Students)	Hubli SICASA	Certificate of Appreciation
		Tuticorin SICASA	Highly Commended Branch of Students' Association Trophy & Certificate

4.2 SIRC BEST BRANCH AWARDS TO BRANCHES OF SIRC AND SICASA

At the Regional level, the following Branches of SIRC and SICASA were selected for the Best Branch Award for the year 2014:

Category of Awards	Category of Branches	Branches of SIRC of ICAI	Branches of SICASA
Micro	Members up to 250	Tuticorin & Sivakasi	Tuticorin
Small	Members between 251-500	Salem	Salem
Medium	Members between 501-1000	Trichur	Trichur
Large	Members between 1001-2500	Ernakulam	Ernakulam & Coimbatore
Mega	Members above 2500	Hyderabad	Bangalore

4.3 SIRC AWARDS TO CPE STUDY CIRCLES AND CPE CHAPTERS

At the Regional level, for the first time, the following CPE Study Circles and CPE Chapters were awarded for their best performance for the year 2014:

Best CPE Study Circle of SIRC	Bangalore Cantonment CPE Study Circle of Bangalore Branch of SIRC of ICAI
Best CPE Chapter of SIRC	Davanagere CPE Chapter of SIRC of ICAI

5. PROGRAMMES OF SIRC

SIRC was active throughout the year in conducting various programmes which are focused on Continuing Professional Education of Members, Brand Building and as a measure of institutional social responsibility.

1.4 General Meetings

The last Annual General Meeting was held on 22nd January 2013 and subsequently the next Annual General Meeting was called for 7th June 2013, later on revised to 24th July 2013 and on 24th January 2014 but could not be held due to Interim Order of the Hon'ble High Court of Madras with respect to Regulation 150 and on the instruction of the Head Office advising to maintain status quo.

2. ACTION PLAN 2014-15 and 2015-16 OF ICAI and SIRC

Action Plan 2014-15 and 2015-16 of our Institute was supported by SIRC at the Regional level and programmes inline with the objectives of Action Plan 2014-15 and 2015-16 were organized.

3. PRESIDENT AND VICE-PRESIDENT'S VISIT

CA. K. Raghu (then President for 2014-2015), CA. Manoj Fadnis (then Vice - President for 2015-2015 and President for 2015-2016) visited the Regional Office at Chennai and many Branches of the region and interacted closely with the members and students and graced many of the programmes organized by SIRC.

4.1 AWARDS FROM ICAI

The Southern India Regional Council (SIRC) of ICAI was awarded with the ICAI Highly Commended Regional Council Trophy & Certificate. The Southern India Chartered Accountants Students' Association (SICASA) was also awarded with the ICAI Highly Commended Students' Association Trophy & Certificate. Eight Branches of SIRC and Four Branches of SICASA were awarded with Best Branch Trophy/Highly Commended Trophy by ICAI at the All India Level for the year 2014. The details of ICAI Awards to Southern Region are furnished below:

SIRC disseminated information and programme details to members, Students and General Public via SIRC Newsletter, Mass e-Mailing, Mass SMS, Notice Board and display of banners in the Institute's premises. Widespread coverage for major programmes was given.

The programmes are also hosted in the SIRC Website and regular updates are given about the programmes.

Details of various programmes organised by SIRC during the year under Report are as under:

5.1 MEMBERS RELATED PROGRAMMES (CPE Programmes)

During the year, SIRC organised number of CPE programmes on various subjects/topics are as follows:

5.1.1 National Programmes

SIRC of ICAI hosted the following National Seminars/Conferences during the year:

- Two Day National Conference under the auspices of the IT Committee of ICAI was held on 11th and 12th July 2014 at Hubli. 340 delegates attended. One Day Tax Awareness Programme was organized by Direct Taxes Committee of ICAI on September 12 & 13, 2015 at Chennai.
- Three Day All India Residential Course under the auspices of the CPE Committee of ICAI was held on 12th, 13th and 14th October 2014 at Tirupati. 98 delegates attended.
- Three Day All India Residential Course under the auspices of the CPE Committee of ICAI was held on 19th, 20th and 21st October 2014 at Srisailam. 32 delegates attended.



- d) A Two Days Mega National CPE Conference under the auspices of the CPE Committee of ICAI was held on 27th and 28th December 2014 at Chennai. 902 delegates attended.
- e) A Two Days Mega National CPE Conference under the auspices of the CPE Committee of ICAI was held on 29th and 30th December 2014 at Chennai. 904 delegates attended.
- f) A One Day Mega National Conference under the auspices of the CPE Committee of ICAI was held on 31st December 2014 at Chennai. 979 delegates attended.

5.1.2 Joint Regional Conference / Course

4th All India Joint Regional Conference of SIRC, WIRC, EIRC, CIRC and NIRC was held on 8th and 9th August 2014 at Kolkata with participation of 265 delegates from all over India.

The first ever Three Day Joint Regional Residential Course was organized jointly by SIRC and WIRC from 10th to 12th October 2014 at Goa. 133 delegates attended.

5.1.3 46th Regional Conference

The 46th Regional Conference of the Southern India Regional Council was held at Madurai on December 12 & 13, 2014. The Conference was a grand success with participation of 2433 delegates from across the Region.

The Conference was inaugurated by CA. K. Raghu, then President of ICAI who delivered the Inaugural Address, CA. Manoj Fadnis then Vice-President of ICAI delivered Special Addresses. The Conference was graced by Smt. Nirmala Sitharaman, then Union Minister for Commerce and Industry (Independent Charge) and CA. H. Raja, Former Member of Tamil Nadu Legislative Assembly.

Luminaries of the accounting profession and other professionals from all over India were the Resource Persons for this Conference. Past Presidents of ICAI, leading Industrialists, prominent CAs in public life, Central Council and Regional Council Members have graced the Conference and addressed the delegates. 5 senior industrialists were honoured on the occasion. The Conference received high appreciation from all delegates for the high quality presentation & deliberation at the technical sessions and excellent logistical arrangements. SIRC brought out a Souvenir on the occasion.

5.1.4 Sub-Regional Conference

6 Sub-Regional Conference were held during the year.

1. 1st Sub-Regional Conference of SIRC of ICAI at Belgaum on August 21, 2014. 93 Members attended the Conference.
2. 2nd Sub-Regional Conference of SIRC of ICAI at Trivandrum on August 30, 2014. 196 Members attended the Conference.
3. 3rd Sub-Regional Conference of SIRC of ICAI at Guntur on October 18, 2014. 106 Members attended the Conference.
4. 4th Sub-Regional Conference of SIRC of ICAI at Erode on November 8, 2014. 520 Members attended the Conference.
5. 5th Sub-Regional Conference of SIRC of ICAI at Karimnagar on November 12, 2014. 103 Members attended the Conference.
6. 6th Sub-Regional Conference of SIRC of ICAI at Pondicherry on November 16, 2014. 107. embers attended the Conference.

5.1.5 Metro Conference

2nd Metro Regional Conference of SIRC of ICAI at Chennai on February 2 and 3, 2015. 466 Members attended the Conference.

5.1.6 Seminars

SIRC of ICAI and its various Committees organised following CPE Seminars during the year.

1. Accounting Standards (AS – 4, AS-5 and AS-28) on April 12, 2014
2. 'Pinnacle' - Seminar on Companies Act, 2013 on 6th July 2014.
3. Taxation of Trusts and NPO on July 19, 2014
4. Companies Act 2013 on July 25, 2014
5. Clause by Clause Analysis on Finance Bill – 2014 on 26th July 2014.
6. SURPASS – SARFAESI Loss on August 2, 2014
7. Fraud Risk Assessment on Anti Fraud Measure on August 9, 2014
8. Tax Audit on 20th August 2014.
9. Direct Taxes on August 23, 2014
10. Mangalyaan - The Sky is Not the Limit - CA Women Conference on 15th November 2014.
11. Standards on Internal Audit on 24th December 2014.
12. Taxation Seminar on Related Parties Transactions –Tax Issues on 26th December 2014.
13. Seminar on The Companies Act 2013 - Practical Issues on January 3, 2015
14. Concurrent Audit on January 10, 2015
15. Two Days CPE Programme on Service Tax Law on January 23 & 24, 2015
16. SCORE 15 - CPE Programme on Companies Act 2013 from 12th January to 17th March 2015 comprising of 16 sessions.
17. CPE Seminar on coinciding with International Women's Day Celebration on March 8, 2015
18. Central Statutory Audit of Banks on March 20, 2015
19. Statutory Audit of Bank Branch Audit on March 21, 2015

- 21. Two Days CPE Programme on Service Tax on March 26 & 27, 2015

5.1.7 Regional Residential Courses

8 CPE Regional Residential Courses were organized in the Region at the following places:

- Regional Residential Course at Yercaud. Hosted by Salem Branch of SIRC on April 25-27, 2014.
- Regional Residential Course at Yelagiri Hills hosted by Pondicherry and Vellore Branches of SIRC of ICAI on May 10-11, 2014.
- Regional Residential Course at Regional Residential Course at Kumbakonam hosted by Kumbakonam Branch of SIRC of ICAI ON June 20-22, 2014.
- Regional Residential Course at Pondicherry Hosted by Madurai Branch of SIRC of ICAI on June 27-29, 2014.
- Regional Residential Course at Courtalam Hosted by Tirunelveli Branch of SIRC of ICAI on August 2&3, 2014
- Regional Residential Conference – October 12-14 – Tirupati
- Regional Residential Course at Kolli Hills from 14th to 16th November 2014.
- Second Annual Regional Residential Course (ARRC) on International Taxation Organised by SIRC of ICAI Hosted by Bangalore Branch of SIRC of ICAI on October 31, November 1 & 2, 2014.

5.1.8 Workshops/Refresher Course/Interactive Sessions

CPE Workshops on the following subjects were organised by various Committees of SIRC.

Sl. No.	Date of Programme	Name of Programme
1	April 7 – June 16, 2014	Score CPE Workshop on Companies Act-2013
2	May 5, 2014	Workshop on Companies Act
3	May 8, 2014 to June 16, 2014.	Intensive Workshop on Direct Taxes Sec.1-Sec.298 Total 90 Hrs., 6 Modules (5x14 & 1x20)
4	May 17, 2014	Workshop on Hands on Training Leading to Certification on Cloud Computing
5	June 14, 2014	Workshop on Hands on Training Leading to Certification on Cloud Computing
6	June 12-15, 2014	Workshop on Direct Taxes – Module 6
7	July 19, 2014	Workshop on Hands on Training Leading to Certification on Cloud Computing
8	August 16, 2014	Workshop on Indirect Taxes enhancing professional service – Service Tax
9	August 22-23, 2014	Enabling Service Tax Practice
10	September 5 & 6, 2014	Basics in International Taxation
11	October 6 – 10, 2014	Basics in Transfer Pricing
12	October 30 & 31, 2014	Enabling Service Tax Practice
13	December 18, & 19, 2014	Enabling Service Tax Practice
14	December 22 & 23, 2014	FEMA
15	December 25 & 26, 2014	Service Tax Practice Law
16	January 12, 2015	Workshop on Hands on Training Leading to Certification on Cloud Computing
17	January 24, 2015	Workshop on Hands on Training Leading to Certification on Cloud Computing
18	March 28, 2015	Workshop on Hands on Training Leading to Certification on Cloud Computing

Breakfast Meeting:

For the first time, SIRC organized Breakfast Meeting on May3, 2014 and June 7, 2014 when members discussed matters of professional interest.

Awareness Programme

Sl. No.	Date of Programme	Name of Programme
1	July 27, 2014	CAPITLIZE - Retail Investor Investment Strategy for 2014-15
2	October 11, 2014	Financial Reporting Practices
3	October 16, 2014	Insurance
4	December 20, 2014	Financial Reporting Practices

Hands-on Training - Practical Workshop

Sl. No.	Date of Programme	Name of Programme
1	April 19, 2014	Advance Excel
2	October 18, 2014	Advance Excel
3	November 22, 104	Advanced Excel
4	December 20, 2014	Advanced Excel
5	January 25, 2015	Advanced Excel
6	February 14, 2015	A Practical Approach with Test Data using Excel in Bank Audit – A Practical Approach with Test Data
7	February 21, 2015	A Practical Approach with Test Data using Excel in Bank Audit – A Practical Approach with Test Data

5.1.9 Study Circle Meetings

The following Study Circle Meetings organised at SIRC during the period under review.

Sl. No.	Date of Programme	Name of Programme
1	April 9, 2014	Internal Audit and Fraud Risk
2	April 16, 2014	Double Taxation Avoidance Agreement w.r.f. USA
3	April 23, 2014	PF, Gratuity & Superannuation
4	April 26, 2014	Point of Place of Provision of Service
5	April 30, 2014	Retirement Benefits / Trust-Schedule VI of Income Tax Act
6	May 7, 2014	Auditing Standards SA 200, SA 210 and SA 220
7	May 21, 2014	Auditing Standards – SA 230, SQ 240 and SQ 250 – Revised Standards
8	May 24, 2015	Service Tax on Goods Transport Agency
9	May 28, 2015	Provisions relating to Audit & Auditors under the Companies Act, 2013
10	June 4, 2014	Detection of Documentation Fraud
11	June 11, 2014	SQ 260, SA 265 and SA 299
12	June 14, 2014	Private Limited Companies under the New Companies Act 2013 – The New Regime
13	June 18, 2014	Income from other sources – Assessment Year 2014-15
14	June 25, 2014	Companies Act – A Comprehensive Primer for Women Members and Members in Industry
15	June 25, 2014	Re-opening of Assessments
16	June 28, 2014	Input Tax Credit – Purchase Tax & VAT
17	July 2, 2014	Service Tax & VAT on Construction Contracts
18	July 4, 2014	Companies Act – Insight Series – Live Discussion on Case Studies and Problem Situations
19	July 9, 2014	Practical Principles of Interpretation of Law
20	July 18, 2014	Concept on One Person Company (OPC) under the Companies Act, 2013
21	July 26, 2014	Post Budget Memorandum
22	August 13, 2014	CA as Business Advisor
23	August 14, 2014	Wealth Building utilizing Global Capital Market – Experience and Lesson from three decades and on the frontline
24	August 20, 2014	Basics in International Taxation
25	August 27, 2014	Service Tax for Work Contract
26	September 3, 2014	Limited Liability Partnership (LLP)
27	September 17, 2014	Statutory Compliance – Emerging Professional Opportunities under the Companies Act, 2013
28	September 24, 2014	Recent Developments in Transfer Pricing in India
29	September 27, 2014	Indirect Taxes
30	September 27, 2014	VAT Audit
31	October 1, 2014	Limited Liability Partnership (LLP)
32	October 8, 2014	Labour Law – Recent Developments
33	October 15, 2014	Capital Gains
34	October 18, 2014	Internal Financial Control – Key Factors for successful implementation
35	October 25, 2014	Internal Audit
36	November 5, 2014	Corporate Governance
37	November 12, 2014	Accountants Report u/s 92 E of Income Tax Act, 1961 (Form 3C, 3E, 3B)
38	November 12, 2014	Direct Taxes
39	November 19, 2014	Analytics for Auditors
40	November 26, 2014	FEMA, FDI and Compounding under FEMA
41	December 1, 2014	Indirect Taxes
42	December 3, 2014	Fraud in Banking Industry
43	December 10, 2014	Real Estate Investment Trust - Issues relating to Income Tax
44	December 27, 2014	Indirect Taxes
45	January 7, 2015	Internal Financial Controls – Design and Review Aspects
46	January 17, 2015	Stress Management and Experience Sharing by successful CEO
47	January 22, 2015	Formation and Registration of NPOs
48	January 28, 2015	Salient Features of Minimum Alternate Tax (MAT) and Alternate Minimum Tax (AMT)
49	February 4, 2015	Issues in Capital Gains
50	February 9, 2015	SCORE – 15-Private Limited Company
51	February 10, 2015	SCORE – 15 – Share Capital Prospectus
52	February 11, 2015	Issues in Survey and Search Assessment
53	February 16, 2015	SCORE – 15 – Company Audit – Procedure for 2014-15 – Practical Issues

54	February 17, 2015	SCIRE 0 15 – Appointment, Qualification of Directors, Meetings of Board
55	February 18, 2015	Panel Discussion – Companies Act – Part II
56	February 23, 2015	SCORE -15 – Internal Control over Financial Reporting
57	February 24, 2015	SCORE – 15 – Related Party Transaction, Standard, Disclosure – Case Study
58	February 25, 2015	Deduction of Documentation Fraud
59	February 26, 2015	Financial and Funding for NPOs
60	February 27, 2015	Value investing and constraints mind
61	March 2, 2015	SCORE – 15 – Depreciation – Practical Case Study
62	March 3, 2015	SCORE – 15 – CSR, Committees, Policies, Rules , Implementation – Practical Issues
62	March 4, 2015	International Taxation
63	March 9, 2015	SCORE – 15 – Audit and Auditors – Chapter 10 – Practical Case Studies
64	March 10, 2015	SCORE – 15 – CSR, Committees, Polices, Rules, Implementation – Practical Issues
65	March 16, 2015	SCORE – 15 – Enforcement Mechanism under Companies Act
66	March 17, 2015	Companies Act
67	March 18, 2015	Valuation of Brand
68	March 19, 2015	GST – How it works?
69	March 25, 2015	SCM

5.1.10 Teleconferencing Programmes

CPE Teleconferencing Programmes of ICAI held upto May 2014 were organized for the benefit of Members and at Chennai we have made arrangements at SIRC Premises through video conference mode.

5.2 PROMOTING ROLE OF ICAI/SIRC/CHARTERED ACCOUNTANTS IN SOCIAL DEVELOPMENT

5.2.1 Memorial Lecture Meetings

- ☐ 35th S. Vaidyanath Aiyar Memorial Lecture on 30th October 2014.
- ☐ 7th V. Sankar Aiyar Memorial Lecture Meeting on 22nd November 2014.
- ☐ P.P. Gururaja Upadhyaya Memorial Lecture Meeting on 29th December 2014.
- ☐ P. Brahmaya Memorial Lecture jointly with Society of Auditors on 18th September 2014.

5.2.2 Investor Awareness Programmes (organised jointly with Ministry of Corporate Affairs, Govt. of India and ICAI under the aegis of Investor Education Protection Fund (IEPF). Taken coordinated efforts to conduct Investor Awareness Programmes throughout Southern Region with the active involvement of Branches of SIRC.

5.2.3 Chartered Accountants Day Celebrations

Chartered Accountants Day was celebrated on July 1, 2014 at SIRC Premises, 'ICAI Bhawan', Chennai with Institute's flag hoisting by CA. P.V. Rajarajeswaran, the then Chairman, SIRC of ICAI. 400 Members with their family attended the Programme. CA. R. Nagarajan and CA. K. Ravi, Past Chairmen of SIRC were the Guests of Honour and addressed the gathering. 60 Senior Members of the Profession were honoured on the occasion.

Events organized on that day includes Walkathon by Members, Students and staff of ICAI at Marina Beach in the early morning, Two Day Blood donation Camp, awareness on Environment Conservation, Tree Planting, Free Distribution of saplings and providing food, cloths and stationery items to the physically handicapped students in schools.

Sports and Games for Spouse and Children of Members of SIRC of ICAI, Family get-together and Cultural Entertainment programme.

5.2.4 Public Meetings

- Public Meeting on Union Budget 2014-15 was held 14th July 2014.
- Public Meeting on Union Budget 2015-16 was held 4th March 2015.

5.3 STUDENTS RELATED ACTIVITIES

5.3.1 Elocution & Quiz Contests

The Branch Level Elocution & Quiz Contests were organized for CA Students of Chennai on 21st August 2014 at Chennai.

The Regional Level Elocution & Quiz Contests were organized on 28th and 29th October 2014 respectively at Chennai. The following were the winners at the Regional Level Competitions.

Regional Level Elocution Contest held on 28.10.2014

Sl. No.	Name of the winner	Regn. No.	City
1	Francin Shiney Menezes	SRO0325430	Udupi
2	Shreyas Gopalkrishna	SRO0355147	Mangalore
3	Ashvitha R	SRO0327789	Salem

Regional Level Quiz Contest held on 29.10.2014

Sl. No.	Name of the winner	Regn. No.	City
1	Geethika Haridas	SRO0419713	Bangalore
2	Sumanth Athreya	SRO0435544	Bangalore

At the 20th All India Elocution Contest held on 28th January 2015 the following students from our Region received the First and Second Prizes.

First Prize	SRO0325430	Francin Shiney Menezes, Udupi
Second Prize	SRO0327789	Ashvitha R, Salem

Debate Competition

Organised Branch Level National Debate Competition-2014 on 2nd September 2014 at Chennai.

Organised Regional Level National Debate Competition-2014 on 26th November 2014 at Chennai. The following were the winners at the Regional Level Competition

Name of the Student	Std	School	Place	Position
Ms. Nimisha S. Pradeep	XI	Kendriya Vidyalaya	Palakkad	1 st Prize
Ms. Threcy Joboy Lawrence	XI	Pallikoodam	Kottayam	1 st Runner up
Mr. Madhav Sankaranarayanan	XI	Vidya Mandir	Chennai	2 nd Runner up

5.3.2. Coaching Classes for Students

Students Committee of SIRC continued to offer Coaching and Revision Classes and conducted Model Exam to students of CPT, PCC and Final Courses. The details are as follows:

Course/ Exams	Date of Commencement	Timings	Duration	No. of Students
CPT (June 2015)	06.02.2015	6.30 am – 12.30 pm	2 Months	82
IPCC (MAY-2015)	19.11.2014	6.30 am – 9.30 am (GROUP-1) 5.30 pm – 8.30 pm (GROUP-2) 7.00 am – 5.00 pm (Sundays)	4 Months	157 55
IPCC (NOV-2015)	05.03.2015	06.30 am – 09.30 pm (Group 1) 05.30 pm – 08.30 pm (Group 2) 7.00 am – 5.00 pm (Sundays)	4 Months	218 91
FINAL (May-2015)	19.11.2014	06.30 am – 09.30 pm (Group 1) 05.30 pm – 08.30 pm (Group 2) 7.00 am – 5.00 pm (Sundays)	4 Months	137 74
FINAL (Crash Course)	14.03.2015	10.00 am – 05.00 pm (Group-1) 10.00 am – 05.00 pm (Group-2)	16 Days	110 (Max) 62 (Max)
IPCC (Crash course)	14.03.2015	10.00 am – 05.00 pm (Group-1) 10.00 am – 05.00 pm (Group-2)	16 Days	137 (Max) 74 (Max)

Crash Courses:

Course	No. of Students	
	Group - I	Group - II
IPCC Crash course 29/09/2014 to 15/10/2014	84	183
Final Crash course 29/09/2014 to 15/10/2014	54	34

Mock Test

CPT Mock Test was held at SIRC on 29th November 2014 – 236 Students attended.

IPCC & Final Mock Test was held at SIRC. Breakup of students attended is furnished below.

1. From 8th April to 11th April 2014 and 6th March to 9th May 2014:

No. of Students Appeared	INTERMEDIATE (IPC)				FINAL			
	Gr-I Mock Test		Gr-II Mock Test		Gr-I Mock Test		Gr-II Mock Test	
	1 st	2 nd	1 st	2 nd	1 st	2 nd	1 st	2 nd
467	112	77	55	48	53	65	33	24

2. From 24th September 2014 to 27th September 2014 and 24th October 2014 to 28th October 2014:

	IPCC GROUP-1	IPCC GROUP-2	Final GROUP-1	Final GROUP-2
Mock test-1	87	62	42	26
Mock test -2	126	78	37	23

The feedback from the students has been good.

Many of the branches of SIRC have also conducted Coaching Classes, Rapid Revision Classes and Mock Tests for students.

5.3.3. Course on General Management and Communication Skills

SIRC conducted the following GMCS Classes for IPCC and Final Students. The details of students who have attended the Course are given below.

	April – June 2014	July – Sept. 2014	Oct. – Dec. 2014	Jan. – Mar. 2015
GMCS I	314 Students (6 Batches)	544 Students (10 Batches)	532 Students (9 Batches)	2241 Students (24 Batches)
GMCS II	48 Students (1 Batch)	187 Students (4 Batches)	154 Students (3 Batches)	354 Students (5 Batches)

Total Number of Students in GMCS – I for the period from 1 st April 2014 to 31 st March 2015	3631 Students (49 Batches)
Total Number of Students in GMCS – II for the period from 1 st April 2014 to 31 st March 2015	743 Students (13 Batches)

The Course and the quality of the programme received high appreciation from the participants.

Many of the branches of SIRC have also conducted GMCS and GMCS-I Classes for the benefit of students.

5.3.4 Programmes - SICASA

The Southern India Chartered Accountants Students' Association organized numerous programmes in the form of Conferences, Seminars, Workshops, Lecture Meetings, SICASA Day and conducted classes, sports and blood donation camps during the year under Report. SIRC assisted in the conduct of programmes organized by SICASA during the period by providing logistic and administrative support.

5.3.5 OTHER ACTIVITIES

- Independence Day on 15th August 2014 and Republic Day on 26th January 2015 celebrated.
- Conducted Clean India programme at Institute Premises on 23.03.2015
- Arangam – A Cultural Competition for Members held on 14th November 2014.
- Organized a Meeting on proposed New Scheme for Education and Training on 31.03.2015
- Organized a Public Meeting on Union Budget 2015 on 04.03.2015
- Organized Panel Discussion on Union Budget 2015 on 28.02.2015
- Comments on Exposure Drafts were sent to ICAI from time to time as and when they were released for comments.
- Views on the Pre-Budget and Post-Budget Memorandum submitted.
- Environment Protection Awareness Programme with more than 400 CAs at at Madurai on 13th December 2014.
- Promoted environmental protection and promotion with the theme GO Green organised walkathon on the Beach Road, Chennai on 1st July 2014 on the occasion of Chartered Accountants Day.
- Provided Clothes and Stationeries to Physically Handicapped Children on 1st July 2014.
- Sponsored One day Lunch to differently-abled Children on 1st July 2014.
- Distributed Plant Saplings to Members, Students and visitors to SIRC Premises on 1st July 2014.
- Celebrated Teachers Day and honoured Teachers Associated with SIRC coaching classes.
- SICASA Day as Students Day in the Region on 1st December 2014 for the first time as an annual feature.
- Online Registration for CPE Programmes of Members for the first time.
- Live Webcast of major Programmes.
- Kiosks have been fixed for members and students to access the information on their status of registration and other details.
- Free online Journals available at SIRC website
- Online Registration for GMCS Registration, CPT, IPCC and Final Coaching Classes.

6. ACCOUNTS

The audited Balance Sheet as at 31st March 2014 and 31st March 2015 and the Income and Expenditure Account for the year ended on that date together with the Auditor's Report thereon are annexed hereto.

7. BRANCHES

7.1 The new Office-bearers of Branches of SIRC for the year 2015-16 assumed the office during February 2015.

7.2 Branches have organized several CPE Seminars, Conferences, Study Circle Meetings, Workshops, Residential Courses, Lecture Meetings, Joint Programmes,



Coaching Classes, GMCS Courses, Orientation programme for IPCC and ITT Training Course for the benefit of members and students.

7.3 Formation of New Branches in SIRC

During this period in Southern Region two new branches, namely, Kurnool and Anantapur of SIRC of ICAI were formed on 10th February and 22nd March, 2014 respectively.

8. ENDOWMENTS AND SCHOLARSHIPS

SIRC has endowments and scholarships for encouraging students by giving awards to the top rankers as per the criteria given by donors. The endowments were awarded to the rank holders at a function held on 1st December 2014 on the occasion of Chartered Accountants Students' Day.

9. NEWSLETTER

The publication of SIRC Newsletter entered into its 40th year with the issue of July 2014 and every issue from July 2014 carry on the front page the landmark which will be continued upto June 2015 issue.

Newsletter covering various programmes of the Regional Council and Branches, Announcements of the ICAI and Govt. departments, articles of professional interest, News/announcements of SIRC and ICAI relating to members and students, updates on Direct Taxes, Indirect Taxes, Banking, FEMA, Corporate Laws, Andhra Pradesh VAT, Karnataka VAT, Kerala VAT, Tamil Nadu VAT. Accounting Standards and photographs of events were published.

SIRC E-Newsletter is being sent to all the members including members abroad whose email ids are available with SIRC. Hard Copy of monthly Newsletter is sent to all members in the Southern Region.

Most of the Branches of the SIRC are publishing their own Newsletters.

10. LIBRARY

SIRC Library follows the open access system. Well equipped and furnished digital Library with e-resources is available for members with internet facility and online database. All books have been bar-coded. All the membership enrolled in Library has been bar-coded with their photographs uploaded in the software. The library has 12681 books as on 31st March 2015 against the total accession number 35072. The following are the update/developments/improvements during the year under review:

- New Publication books have been added for members.
- Supreme Court Cases - New Journal is subscribed for.
- Captline Database is available for members.
- New Fans have been installed in the Reading area for students.
- Two PCs have been installed in the Digital Area for members.
- Stock Verification was held on 25th to 31st March 2015. No book loss was found.
- OPAC service for members is not working for past one due to server crash in Delhi.
- Reprographic services: Library provides a whole range of services to its users like photocopying, printing, etc. Members may utilize photocopying services on payment basis. Minimum charges are ₹.1/-

11. SIRC PORTAL

Website of SIRC of ICAI (www.sircoficai.org) has been converted into full fledged portal with online payment facilities and updated on regular basis as per ICAI Guidelines. The following are the existing features in the SIRC Website:

- All basic, relevant and contact information regarding ICAI, DCO, SIRC and Branches of SIRC.
- Details of CA Course, Registration and Examination.
- PDF form of SIRC Newsletters.
- All the programmes / activities of SIRC relating to Members and Students.
- Programmes / activities of Branches of SIRC on request relating to Members and Students.
- Programmes / activities / announcements of ICAI for benefit of Members and Students.
- All the background materials of CPE programmes are uploaded after the conclusion of the programme enabling the members and students to download and get benefitted.
- Reference materials (articles/reports) relevant for the CA Profession.

New Features of the SIRC Portal:

- Social Networking feature – SIRC Blog.
- Webcast (Video on Demand) – archiving of important CPE programmes.
- SIRC E-Library under SIRC Library Link.
- Resources Online - Members are updated with Resource available online through our SIRC Library link.
- SIRC in News – Updated with recent news clipping of all important programmes.
- FAQ – Resources for Members and Students.
- A single platform – providing contacts of all Branches of SIRC of ICAI by linking their individual website identities.
- Introduced separate portal for Registration of Students for Coaching Classes and GMCS Course.
- Introduced online Activity Reports updating for Branches and SICASA
- Branches of SIRC and CPE online registration portal.

12. SALE OF PUBLICATIONS

SIRC has been entrusted with the sale of Institute's Publications, Board of Studies Publications, examination forms and registration forms. Regular Advertisements about New Arrivals were released in SIRC Newsletter.

13. CAMPUS INTERVIEWS

Campus interviews for newly qualified members were conducted successfully twice at Chennai and the SIRC facilitated smooth conduct of these interviews.

14. EMPLOYMENT ASSISTANCE

Enquiries received from various organizations for recruitment of Chartered Accountants were displayed on the Notice Board.

15. BLOOD DONATION PROGRAMMES

The Regional Council organised the following Blood donation Camps at SIRC Premises, Chennai on 30th June and 1st July 2014.

16. VISIT OF DIGNITARIES

Union Ministers, State Ministers, top bureaucrats from the Central and State Governments, senior officials from various departments of both the Central and State Governments and leading luminaries from different walks of life have graced many of the occasions of SIRC programmes.

- ◆ Smt. Nirmala Sitharaman, Hon'ble Union Minister of State for Commerce and Industry (IC)
- ◆ Thiru N. Rangasamy, Hon'ble Chief Minister of Puducherry.
- ◆ Shri Ooman Chandu, Hon'ble Chief Minister of Kerala.
- ◆ Shri Mani Sankar Aiyar, Hon'ble Member of Parliament (Rajya Sabha).
- ◆ CA. K. Rahman Khan, Member of Parliament and Former Union Minister.
- ◆ Shri Suresh C. Angadi, Hon'ble Member of Parliament (Lok Sabha).
- ◆ Dr. Prabakar Kore, Hon'ble Member of Parliament (Rajya Sabha).
- ◆ Shri P. Rajeev, Hon'ble Member of Parliament.
- ◆ Shri Konda Vishveshwar Reddy, Hon'ble Member of Parliament (Lok Sabha).
- ◆ CA. H. Raja, Former MLA, Tamil Nadu Assembly.
- ◆ Shri M. Venkata Ramana, MLA, AP State Legislative Assembly.
- ◆ Hon'ble Thiru V. Ramasubramanian, Judge, Madras High Court.
- ◆ CA. N. Rangachari, Former Chairman, CBDT & IRDA.
- ◆ Dr. Mylswamy Annadurai, Project Director, Mangalyaan and Chandrayaan
- ◆ Shri J. Radhakrishnan, IAS, Secretary, Health and Family welfare, Govt. of Tamil Nadu.
- ◆ CA. R. Kirlosh Kumar, IAS, Director, Town and Country Planning, Govt. of Tamil Nadu.
- ◆ CA. C.M. Bachawat, IAS, Principal Secretary, Dept. of Commerce, Govt. of West Bengal.
- ◆ Thiru K. Pandian IAS, Principal Secretary to Govt. Municipal Administration and Water Supply Department, Govt. of Tamil Nadu.
- ◆ Shri Udayachandran, IAS, Expenditure Secretary, Finance Department, Govt. of Tamil Nadu.
- ◆ Shri Mr. M. Vallalar, IAS, Managing Director, Tamil Nadu Minerals Ltd.,
- ◆ Dr. R.K. Raghavan, IPS, Former CBI Director.
- ◆ Dr. K.V.S. Gopalakrishnan, IPS, Director (IB)
- ◆ Mr. T. Jayashankar, Principal Chief Commissioner of Income Tax and Director General of Income Tax (Inv), Tamil Nadu.
- ◆ Shri V. Balakrishnan, IPS, Deputy Commissioner of Police, Chennai.
- ◆ Mr. Debendra N. Kar, IRS, Director of Income Tax (Exemptions).
- ◆ Smt. R. Bhagya Devi, IRS, Commissioner of Service Tax, Chennai.
- ◆ Shri Murali Kumar B, IRS, Commissioner of Income Tax, (Central).
- ◆ Mr. T.S. Krishnamurthy, IRS, Former Chief Election Commissioner of India.
- ◆ Shri Naresh Gupta, Former Election Commissioner, Tamil Nadu
- ◆ Shri Suresh Kumar, IRS, Joint Commissioner of Income Tax, Chennai.
- ◆ Mrs. R. Bhagya Devi, IRS, Commissioner of Service Tax
- ◆ Shri Debendra N. Kar, IRS, Director of Income Tax (Exemptions)
- ◆ Shri M.R. Bhat, ROC, Karnataka.
- ◆ Shri K.G. Joseph Jackson, ROC, Kerala.
- ◆ Dr. P.T. Rajan, Former Managing Director, Financial Markets, Standard Chartered Bank, Singapore.
- ◆ Shri M. Narendra, Chairman and Managing Director, Indian Overseas Bank.
- ◆ Shri R. Koteswaran, Managing Director, Indian Overseas Bank.
- ◆ Shri V. Kannan, CMD, Vijaya Bank.



- ◆ Dr. S. Balasubramanian, Chairman, City Union Bank.
- ◆ Shri Shyam Srinivasan, MD & CEO-Federal Bank Ltd.,
- ◆ Shri. P. R. Ramasubrahmaneya Rajah, Chairman, Ramco Group of Companies
- ◆ Shri. Karumuttu T. Kannan, Managing-Director, Thiagarajar Mills
- ◆ CA. R. Dinesh, Managing-Director, TVS & Sons
- ◆ CA. Bharath Krishna Sankar, CMD, Aparajita Corporate Services Pvt Ltd
- ◆ Shri. Ramachandra Guha, Eminent Historian
- ◆ CA. P.B. Sampath, Director (Finance) and Secretary, TAFE Limited.
- ◆ Ms. Subhasri Sriram, CFO, Shriram Group of Companies, (Best CFO Award Winner of CNBC).
- ◆ Mr. R. Gandhi, Senior Advocate.
- ◆ Ms. Subhasri Sriram, CFO, Shriram Group of Companies
- ◆ CA. P.N. Mohan, CEO, Grand Nirvana Resorts & Hotels
- ◆ Shri T.T. Srinivasa Raghavan, Managing Director, Sundaram Finance Limited
- ◆ CA. A.V. Dharmakrishnan, CEO, Ramco Cements.
- ◆ Shri R. Rakesh Kumar, Director (Finance), Neyveli Lignite Corporation.
- ◆ CA. P.N. Mohan, CEO of Grand Nirvana Resorts & Hotels.
- ◆ Ms. J. Sabita, Vice-President, Human Resources of STERIA
- ◆ CA. S. Gurumurthy, Eminent Columnist
- ◆ CA. Benjamin Cherian, Managing Director, Raj Group of Companies

17. NEW INITIATIVES**17.1 Members:**

- ⊗ Introduced Newer subjects in the CPE Programmes.
- ⊗ Residential Seminars on a bi-monthly basis.
- ⊗ Mobilization of Life Membership for the Chartered Accountants Benevolent Fund (CABF).
- ⊗ Focus on restoration of membership of those members whose names at present are not on rolls.
- ⊗ General Amnesty Scheme

17.2 Students

Establishing Reading Rooms at as many places as possible (under the jurisdiction of Regional Council, Branches)

17.3 Institute**17.3.1 Inauguration**

The ICAI Bhawan at Kottayam was inaugurated on 21st December 2014.

17.3.2 Professional Development

- ⊗ SIRC made representations to State Governments offering services of Chartered Accountants in Cooperative Sector Audits.
- ⊗ Organised Mega training Programme for Accounts and Finance Staff of Central Excise, Customs and Narcotics of the Govt. of India and various Non Profit Organisations.
- ⊗ Organised Events for creating awareness amongst public as a part of Investors Awareness Programme of Government of India.

17.4 Nation

SIRC are exhorting members and students to be part of Clean India Movement and also held an awareness activity at SIRC on 23rd March 2015.

17.5 Research:

SIRC, whenever comments are sought from ICAI, provides input for the Research Committee of ICAI.

18. ACKNOWLEDGEMENTS

The Regional Council places on record its sincere thanks and gratitude to the elected representatives in the Central and State Governments and senior officers, President, Vice-President, all Central Council Members & Secretary of the Institute, the Past Presidents, Past Chairmen, Regional and Central Council Members, the Chairmen and other office-bearers and Managing Committee Members of the Branches of the Regional Council, Convenors, Deputy Convenors and Members of CPE Study Circles, CPE Chapters and CPE Study Groups of the SIRC of the ICAI for the support and encouragement received throughout the year. The Regional Council is grateful to the members co-opted to various Committees of the Regional Council for their contribution and guidance.

The Regional Council places on record its appreciation and thanks to various organizations that have liberally sponsored the programmes and lent their support to its activities in many ways. The Regional Council sincerely thank the dignitaries who have graced the programmes; speakers at various Seminars, Conferences, Study Circle Meetings and other programmes organised by the Regional Council; the

persons who have contributed articles and other material on various topics in the Newsletter, Faculty Members of the SIRC Coaching Classes and the Advertisers in the Newsletter. The Regional Council thanks all Convenors and Members of Study Groups of the SIRC for offering valuable views, suggestions and sharing their expertise in consolidating the views and comments of the SIRC on the various Exposure Drafts issued by the Institute.

We are also deeply obliged to our Professional Colleagues and participants for extending their wholehearted support and guidance in making all the programmes of SIRC a grand success.

The Regional Council acknowledges its appreciation for the sincere and dedicated services rendered by the Officers and Staff of the Institute in the administration of the affairs of the Region.

Place: Chennai
Date: 29.04.2015

Sd/-
Secretary

Sundararajan Associates
Chartered Accountants
Chennai, Hyderabad

INDEPENDENT AUDITOR'S REPORT

To the members of Southern India Regional Council of ICAI

Report on the Financial Statements

We have audited the accompanying financial statements of Southern India Regional Council of ICAI, which comprise the Balance Sheet as at March 31 2015, and the Income and Expenditure Account for the year then ended, and a summary of significant accounting policies and other explanatory information.

Regional Council's Responsibility for the Financial Statements

SIRC is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance in accordance with the Accounting Standards as prescribed by ICAI. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that give true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the regional council's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the said internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by SIRC, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of SIRC as at March 31, 2015
- b) in the case of the Income and Expenditure Account, of the surplus for the year ended on that date

Report on Other Requirements

We report that:

- a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) in our opinion proper books of account as required by Chartered Accountants Act, 1949 have been kept by SIRC so far as appears from our examination of those books;
- c) the Balance Sheet, Income and Expenditure Account dealt with by this report are in agreement with the books of accounts;
- d) in our opinion, the Balance Sheet, Income and Expenditure Account, comply with the relevant Accounting Standards

FOR SUNDARARAJAN ASSOCIATES, Chartered Accountants
FRN :004997S

Sd/-
CA. R.SUNDARARAJAN M.No.219100
Managing Partner

Place: Chennai
Date: 29.04.2015

SOUTHERN INDIA REGIONAL COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

BALANCE SHEET AS AT 31ST MARCH 2015

LIABILITIES/ SOURCES OF FUNDS	Schedule	As at 31-Mar-15	As at 31-Mar-14	ASSETS / APPLICATION OF FUNDS	Schedule	As at 31-Mar-15	As at 31-Mar-14
		(Figures in Rs.)				(Figures in Rs.)	
CAPITAL RESERVE	I	19,485,314	18,830,474	FIXED ASSETS	X		
GENERAL RESERVE (as per H.O)	II	10,571,352	7,400,583	GROSS BLOCK		29,368,873	27,698,176
OTHER RESERVES		-	-	LESS: DEPRECIATION BLOCK & PROVISION FOR IMPAIRMENT		23,317,349	21,244,940
EARMARKED FUNDS	III	2,119,875	1,827,936	TOTAL FIXED ASSETS (NET BLOCK)		6,051,524	6,453,236
LIABILITIES				EARMARKED INVESTMENTS	XI	2,119,875	1,827,936
CURRENT				OTHER INVESTMENTS			
FEES RECEIVED IN ADVANCE	IV	2,016,804	1,530,500	CURRENT			
CREDITORS FOR EXPENSES				FDRS WITH BANKS	XII	29,290,284	31,780,862
CURRENT				NON CURRENT			
FOR CAPITAL ITEMS		-	276,084	FDRS WITH BANKS		8,278,669	2,650,200
FOR NON-CAPITAL ITEMS	V	7,662,086	4,004,860	OTHER INVESTMENTS TOTAL		37,568,953	34,431,062
OTHER LIABILITIES				ASSETS:			
CURRENT				STATIONERY STOCK - CURRENT		185,531	-
EMPLOYEES RECOVERIES AND EMPLOYERS CONTRIBUTION				CURRENT			
STATUTORY DUES	VI	297,820	387,147	INTEREST RECEIVABLES		3,442,365	212,713
DEPOSITS				NON-CURRENT			
OTHERS	VII	7,502,639	4,741,801	SECURITY DEPOSITS		40,050	40,050
SUB TOTAL OF LIABILITIES		17,479,349	10,940,392	CURRENT			
INTER UNIT BALANCES:				OTHER RECEIVABLES	XIII	889,897	3,953,063
CAPITAL GRANT RECEIVED	VIII	26,255,299	24,964,392	CURRENT			
ICAI CURRENT ACCOUNT	IX	921,096	3,579,912	ADVANCES & PREPAYMENTS	XIV	474,955	845,888
INTERUNIT TRANSACTION WITH DCO		-	644,555	CURRENT			
BRANCH CURRENT ACCOUNT		111,086	372,066	BANK BALANCES	XV	12,051,915	11,710,213
ICAI PUBLICATION PAYABLE A/C				CASH IN HAND		1,598	117,708
PUBLICATION STOCK TRANSFER A/C		2,131,085	1,931,020	FRANKING MACHINE BALANCE		29,447	21,400
SUB TOTAL OF INTERUNIT BALANCES		29,418,566	31,491,945	ASSETS TOTAL		17,115,758	16,901,036
TOTAL		79,074,455	70,491,330	INTER UNIT BALANCES:			
				ICAI CURRENT ACCOUNT:			
				GRANTS AND AMOUNTS RECEIVABLE FROM HEAD OFFICE	XVI	14,037,583	8,926,494
				CURRENT ACCOUNT(RCS / BRANCHES)		33,797	20,546
				INTERUNIT TRANSACTION WITH DCO		15,879	-
				PUBLICATION STOCK TRANSFER A/C		2,131,085	1,931,020
				TOTAL DR. OF INTERUNIT BALANCES		2,180,761	1,951,566
				TOTAL		79,074,455	70,491,330

As per our Report of even Date

For SUNDARARAJAN ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 004997S

sd/-
CA. P. R. ARULOLI
Chairman

sd/-
CA. V. X. JOSE
Vice-Chairman

sd/-
CA. E. PHALGUNA KUMAR
Secretary

sd/-
CA. SEKKIZHAR B
Treasurer

Place : Chennai
Date : 29.04.2015

sd/-
CA. R. SUNDARARAJAN
Managing Partner
M. No. 029814

sd/-
G. VISWANATHAN
Assistant Secretary



SOUTHERN INDIA REGIONAL COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

INCOME AND EXPENDITURE FOR THE PERIOD ENDED 31ST MARCH 2015

PARTICULARS	Schedule	Year Ended 31-Mar-15	Year Ended 31-Mar-14
		(Figures in Rs.)	
INCOME	-		
GRANTS RECD. FROM H.O.	-		
REVENUE GRANT		13,573,475	12,494,744
MEMBERSHIP FEE GRANT		2,555,700	2,526,820
SEMINAR GRANT		30,000	230,000
BRANCH ADMINISTRATION GRANT		293,500	276,000
AUDIT FEES GRANT		52,500	35,000
OTHER GRANTS		2,485,546	-
SUB-TOTAL		18,990,721	15,562,564
NEWS LETTER INCOME		1,585,360	1,405,060
SEMINAR INCOME	XVII	31,901,061	35,727,792
ORIENTATION PROGRAMME INCOME		-	1,560,400
GMC COURSE INCOME		13,509,500	14,838,000
INTEREST ON INVESTMENTS		3,675,400	3,554,778
OTHER INCOME	XVIII	608,272	229,182
PROVISION NO LONGER REQD W/BACK		39,899	86,048
INCOME FROM COACHING CLASSES		6,051,576	7,157,000
COMMISSION ON SALE OF PUBLICATIONS	XIX	2,069,953	1,325,026
PRIOR PERIOD ADJUSTMENTS		11,209	18,000
TOTAL		78,442,951	81,463,850

PARTICULARS	Schedule	Year Ended 31-Mar-15	Year Ended 31-Mar-14
EXPENDITURE	-		
EMPLOYEE BENEFIT EXPENSES	-		
1) SALARY, PENSION & OTHER ALLOWANCES		12,077,907	11,003,692
2) CONTRIBUTION TO PROVIDENT & OTHER FUNDS		615,200	504,663
3) STAFF WELFARE EXPENSES		297,883	264,923
PRINTING & STATIONERY & PHOTOCOPYING		409,297	397,881
NEWSLETTER EXPENSES		4,192,454	3,902,936
POSTAGE, TELEPHONE & TELEGRAMS		514,398	377,292
RENT RATES & TAXES		1,673,029	1,698,663
REPAIRS & MAINTENANCE		2,901,302	1,035,515
TRAVEL MEMBERS		2,044,393	2,938,549
TRAVEL STAFF & OTHERS		582,485	721,466
LIBRARY MAINTENANCE		70,165	131,401
AUDIT FEE		58,989	39,326
PROFESSIONAL FEE		181,798	300,000
SEMINAR EXPENSES	XX	28,839,038	31,903,266
ORIENTATION PROGRAMME EXPENSES		-	1,560,400
GMCS COURSE EXPENSES		6,741,040	7,120,317
OTHER EXPENSES	XXI	1,174,625	1,085,613
EXPENSES TOWARDS COACHING CLASSES		8,033,057	6,675,019
SHARE OF 44th REGIONAL CONFERENCE		2,100,000	-
PRIOR PERIOD ADJUSTMENTS		37,874	213,721
IMPAIRMENT LOSS ON FIXED ASSETS		296,011	-
SUB - TOTAL		72,840,944	71,874,643
DEPRECIATION		1,776,398	1,783,934
TOTAL		74,617,342	73,658,577
SURPLUS		3,825,609	7,805,273
Less: Transfer to building fund (Refer Notes on Accounts)		888,997	1,138,250
Less: Transfer to Coaching Class Reserve		-	481,981
Balance transfer to General Reserve		2,936,612	6,185,042
Significant Accounting Policies and Notes on Accounts	XXII		

As per our Report of even Date

sd/-
For **SUNDARARAJAN ASSOCIATES**
CHARTERED ACCOUNTANTS
FRN : 004997S

sd/-
CA. P. R. ARULOLI
Chairman

sd/-
CA. V. X. JOSE
Vice-Chairman

sd/-
CA. R. SUNDARARAJAN
Managing Partner
M. No. 029814

sd/-
CA. E. PHALGUNA KUMAR
Secretary

sd/-
CA. SEKKIZHAR B
Treasurer

Place : Chennai
Date : 29.04.2015

sd/-
G. VISWANATHAN
Assistant Secretary



SOUTHERN INDIA REGIONAL COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
'ICAI Bhawan', 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

SCHEDULES ATTACHED TO BALANCE SHEET AS AT 31ST MARCH, 2015

Schedules	As at 31-Mar-15	As at 31-Mar-14
(Figures in Rs.)		
SCHEDULE I		
BUILDING FUND RESERVE		
BALANCE AS AT 1ST APRIL	5,214,937	4,076,687
ADD: TRANSFER FROM INCOME AND EXPENDITURE ACCOUNT	888,997	1,138,250
	6,103,934	5,214,937
COACHING CLASS RESERVE		
OPENING BALANCE AS ON 1ST APRIL	13,615,537	13,133,556
LESS: TRANSFER TO GENERAL RESERVE	(234,157)	-
ADD: TRANSFER FROM INCOME AND EXPENDITURE ACCOUNT	-	481,981
	13,381,380	13,615,537
TOTAL	19,485,314	18,830,474
SCHEDULE II		
GENERAL RESERVE		
OPENING BALANCE	7,400,583	1,215,541
ADD: TRANSFER FROM COACHING CLASS RESERVE	234,157	-
ADD: TRANSFER FROM INCOME AND EXPENDITURE ACCOUNT	2,936,612	6,185,042
TOTAL	10,571,352	7,400,583
SCHEDULE III		
EARMARKED FUNDS		
OPENING BALANCE	1,827,936	1,725,992
ADDITIONS - L MALLIKARJUNA RAO MEMORIAL PRIZE FUND	200,001	-
INTEREST INCOME	163,724	161,436
LESS: EXPENSES	(71,786)	(59,492)
TOTAL	2,119,875	1,827,936
SCHEDULE IV		
FEES RECEIVED IN ADVANCE		
COACHING CLASS FEES	1,732,124	1,210,700
GMCS FEES	265,000	312,500
SEMINAR FEES	4,680	7,300
SPONSORSHIP	15,000	-
TOTAL	2,016,804	1,530,500
SCHEDULE V		
CREDITORS FOR EXPENSES FOR NON-CAPITAL ITEMS		
HONORARIUM PAYABLE TO FACULTIES	2,012,987	847,358
PAYABLE TO CREDITORS	4,836,356	1,549,837
PAYABLE TO CREDITORS -45TH REGIONAL CONFERENCE	200,000	350,000
PROVISION FOR EXPENSES	612,743	1,257,665
TOTAL	7,662,086	4,004,860
SCHEDULE VI		
STATUTORY DUES-CURRENT		
TDS PAYABLE	297,820	387,147
TOTAL	297,820	387,147
SCHEDULE VII		
OTHER LIABILITIES-CURRENT		
LIBRARY DEPOSIT	2,382,810	2,259,560
45TH RC PAYABLE	-	1,579,311
46TH REG CONF PAYABLES	4,306,842	-
TA/DA PAYABLE	535,495	448,107
ADVANCE FOR ENDOWMENT	-	200,001
ELOCUTION COMPETITION PAYABLE	6,170	6,170
FESS REFUNDABLE TO STUDENTS	69,950	101,950
FESS REFUNDABLE TO DELEGATES	58,800	500
INTERNATIONAL TOUR TO THAILAND SURPLUS	-	24,208
SICASA CURRENT ACCOUNT	82,471	-
STAFF PAYABLE	59,601	25,197
OTHERS	500	96,797
TOTAL	7,502,639	4,741,801

Schedules	As at 31-Mar-15	As at 31-Mar-14
(Figures in Rs.)		
SCHEDULE VIII		
CAPITAL GRANT		
OPENING BALANCE	21,168,494	21,168,494
LESS: UNAPPROVED GRANTS	-	-
ADD: GRANT RECEIVED DURING THE YEAR	611,906	-
ADD: GRANT RECEIVABLE	-	-
	21,780,400	21,168,494
LIBRARY GRANT		
OPENING BALANCE	3,795,898	3,095,347
ADD: GRANT RECEIVED DURING THE YEAR	679,001	-
ADD: GRANT RECEIVABLE DURING THE YEAR	-	700,551
TOTAL	4,474,899	3,795,898
SCHEDULE IX		
ICAI CURRENT ACCOUNT		
GMCS COURSE	742,000	992,000
EXCESS OF REVENUE GRANT RECEIVED	-	2,426,607
BENEVOLENT FUND COLLECTION	4,400	108,350
PROVIDENT FUND	-	49,027
MEDICLAIM ADVANCE	-	3,928
PAYABLE TO HO TOWARDS IAP GRANT RECEIVED	174,696	-
TOTAL	921,096	3,579,912
SCHEDULE XI		
EARMARKED INVESTMENTS		
TERM DEPOSITS AND SAVING BANK ACCOUNT WITH BANKS	1,766,321	1,413,002
INTEREST ACCRUED ON INVESTMENTS	353,554	414,934
TOTAL	2,119,875	1,827,936
SCHEDULE XII		
OTHER INVESTMENTS		
FDRS WITH BANKS - CURRENT		
INVESTMENT IN FDRS-SIRC	25,290,284	31,780,862
INVESTMENT IN FDR-46TH RC	4,000,000	-
TOTAL	29,290,284	31,780,862
SCHEDULE XIII		
OTHER RECEIVABLES		
SPONSORSHIP RECEIVABLE-SEMINAR/ CONFERENCE ETC.	-	1,050,000
46TH REGIONAL CONFERENCE RECEIVABLE	266,000	-
NEWSLETTER ADVERTISEMENT FEES RECEIVABLE	51,000	51,000
45TH REGIONAL CONFERENCE RECEIVABLE	15,000	2,345,000
GMCS RECEIVABLE	72,000	-
ORIENTATION PROGRAMME - VISAKHAPATNAM	352,660	352,660
GRANT RECEIVABLE FOR INVESTORS' AWARENESS PROGRAMME	81,376	123,842
OTHERS	51,861	30,561
TOTAL	889,897	3,953,063
SCHEDULE XIV		
ADVANCES AND PREPAYMENTS		
PREPAID EXPENSES	252,274	290,464
STAFF ADVANCES	130,885	162,932
OTHER ADVANCES	7,000	2,235
TRAVEL MEMBERS	84,796	232,257
SICASA	-	158,000
TOTAL	474,955	845,888

Schedules	As at 31-Mar-15	As at 31-Mar-14
(Figures in Rs.)		
SCHEDULE XV		
BANK BALANCES		
IN SAVINGS DEPOSITS		
BANK OF BARODA	356,700	692,188
PUNJAB NATIONAL BANK	290,257	144,960
SYNDICATE BANK	1,991,652	3,449,563
INDIAN BANK	6,029,673	2,349,123
YES BANK ACCOUNT	1,788,938	16,586
45 TH REGIONAL CONFERENCE ACCOUNT (ANDHRA BANK)	160,996	5,057,793
46 TH REGIONAL CONFERENCE ACCOUNT (AXIS BANK)	1,433,698	-
TOTAL	12,051,915	11,710,213
SCHEDULE XVII		
SEMINAR INCOME		
46 TH REGIONAL CONFERENCE INCOME	19,200,313	-
45 TH REGIONAL CONFERENCE INCOME	-	17,680,000
SEMINARS (WITHIN SIRC PREMISES)	8,889,973	11,382,500
SEMINARS (OUTSIDE SIRC PREMISES)	3,810,775	6,665,292
TOTAL	31,901,061	35,727,792
SCHEDULE XVIII		
OTHER INCOME		
CA DAY GRANT	100,000	10,000
GRANT FOR MEGA CAREER COUNSELLING PROG	-	84,568
GRANT FOR CAREER COUNSELLING PROG	11,752	4,000
GRANT FOR VAIDYANATH MEMORIAL LECTURE	3,000	3,000
REIMBURSEMENT OF LEGAL EXPENSES	420,000	-
RECEIPTS FOR LIBRARY SERVICES	23,929	15,298
DISPOSAL OF OBSOLETE ITEMS	8,619	35,904
RETENTION MONEY INCOME WRITTEN BACK	-	74,661
VISIT TO INTUIT SURPLUS	1,378	-
MISC. INCOME	39,594	1,751
TOTAL	608,272	229,182
SCHEDULE XIX		
COMMISSION ON SALE OF PUBLICATIONS:		
INSTITUTE / BOARD OF STUDIES PUBLICATIONS	1,892,158	1,072,591
EXAMINATION FORMS	177,795	252,435
TOTAL	2,069,953	1,325,026
SCHEDULE XX		
SEMINAR EXPENSES		
46 TH REGIONAL CONFERENCE EXPENSES	17,766,366	-
45 TH REGIONAL CONFERENCE EXPENSES	-	17,493,147
SEMINARS (WITHIN SIRC PREMISES)	7,523,248	7,757,179
SEMINARS (OUTSIDE SIRC PREMISES)	3,549,424	6,652,940
TOTAL	28,839,038	31,903,266
SCHEDULE XXI		
OTHER EXPENSES		
CA DAY EXPENSES	479,035	345,175
BANK CHARGES	16,227	17,784
CONVEYANCE	35,255	39,809
WEBSITE EXPENSES	334,622	263,938
BLOOD DONATION CAMP	41,034	73,875
BRANCH INAUGURATION EXPENSES	29,073	-
MISCELLANEOUS EXPENSES	239,378	345,032
TOTAL	1,174,625	1,085,613

Schedules	As at 31-Mar-15	As at 31-Mar-14
(Figures in Rs.)		
SCHEDULE XVI		
GRANT AND AMOUNTS RECEIVABLE FROM HEAD OFFICE		
CONVOCATION AT BANGALORE	3,250	-
CRET MEETING RECEIVABLE 31.03.2015	7,260	-
BRANCH LEVEL DEBATE COMPETITION 2014-15	14,408	-
CPE WEBMINAR (5 DAYS)	29,636	-
ICAI RECEIVABLE - TAX AWARENESS PROGRAM DT 12TH & 13TH SEP 14	65,912	-
CRET MEETING DT 04.07.14	85,118	-
REGIONAL ELOCUTION AND QUIZ COMPETITION (2014-15)	247,019	-
LIBRARY GRANT RECEIVABLE 2013-14	-	1,900
CAR HIRE CHARGES FOR CENTRAL COUNCIL MEMBER	-	2,356
ICAI RECEIVABLE - V. SANKAR AIYER MEMORIAL LECTURE	6,000	3,000
CAREER COUNSELLING PROGRAMME DT 25.07.13	-	4,000
MASS MAIL FOR DIRECT TAX PROGRAMME	-	4,018
ICAI RECEIVABLE - STUDENT ACTIVITY CALENDAR (BOS)	7,088	7,088
ICAI RECEIVABLE - CA DAY GRANT-2013	10,000	10,000
PRELIMINARY CAPITAL GRANT RECEIVABLE 2012-13	15,553	15,553
BRANCH LEVEL NATIONAL ELOCUTION COMPETITION (2013-14)	-	19,160
NEW BRANCH INAUGURATION	19,366	19,366
ICAI RECEIVABLE - NEWSLETTER ADVT (BOS)	-	20,000
BRANCH LEVEL NATIONAL DEBATE COMPETITION (2013-14)	-	40,775
ICAI RECEIVABLE - ANNUAL FUNCTION	21,338	66,506
MEGA CAREER COUNSELLING PROGRAMME GRANT	34,568	84,568
ICAI RECEIVABLE - NATIONAL DEBATE COMPETITION	-	158,297
ORIENTATION PROGRAMME FOR BRANCH EMPLOYEES	-	246,168
CAPITAL GRANT RECEIVABLE (2011-12)	370,222	370,222
GRANT FOR CPE PROGRAMMES	310,000	410,000
ICAI RECEIVABLE - ELOCUTION COMPETITION	-	519,477
CAPITAL GRANT (2009-10 & 2010-11)	588,640	588,640
ICAI RECEIVABLE - ORIENTATION PROGRAMME AT KODAIKANAL	807,822	810,400
RENOVATION OF SIRC BUILDING	854,877	854,877
ICAI RECEIVABLE - TDS	2,074,977	1,003,257
COMMISSION ON SALE OF PUBLICATIONS	3,059,951	1,629,616
REVENUE GRANT RECEIVABLES 2012-13	1,765,190	2,037,250
CAREER COUNSELLING PROGRAMME DT 05.06.14	3,752	-
CAREER COUNSELLING PROGRAMME DT 07.08.14	4,000	-
CAREER COUNSELLING PROGRAMME DT 28.04.14	4,000	-
BRANCH LEVEL QUIZ AND ELOCUTION COMPETITION-2014-15	7,905	-
ICAI RECEIVABLE-TRANSPORTATION FOR EXCESS MATERIAL RETURNED	11,810	-
ICAI RECEIVABLE -REGIONAL CHAIRMAN MEET - 2015	18,124	-
ICAI RECEIVABLE-ICAI AWARDS	19,643	-
ICAI RECEIVABLE-INSURANCE AWARENESS PROGRAM -2014	29,053	-
ICAI RECEIVABLE-FRRB PROGRAM	30,000	-
ICAI RECEIVABLE -WOMENS CONFERENCE 15.11.2014	62,097	-
ICAI RECEIVABLE -WOMENS DAY CELEBRATIONS - 08.03.2015	400,000	-
ICAI RECEIVABLE-REGIONAL DEBATE COMPETITION	142,021	-
ICAI RECEIVABLE - MEDICLAIM ADVANCE	1,582	-
REVENUE GRANT RECEIVABLES 2014-15	419,855	-
ICAI RECEIVABLE - REFURBISHMENT OF SIRC IN CHARGE CABIN	97,325	-
SIRC CLASS ROOM REFURBISHMENT	2,388,221	-
TOTAL	14,037,583	8,926,494

SOUTHERN INDIA REGIONAL COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034

SCHEDULES ATTACHED TO BALANCE SHEET AS AT 31ST MARCH, 2015

SCHEDULE - X : FIXED ASSETS

Particulars	Rate of depreciation	GROSS BLOCK			DEPRECIATION				NET BLOCK	
		Opening balance 01.04.2014	Additions / (Deletions) during the Year	As at 31.03.2015	Upto 01.04.2014	For the Year	Impairment Loss / Amortization provided	Upto 01.04.2015	As at 31.03.2015	As at 31.03.2014
<i>(Figures in Rupees)</i>										
ASSETS - SIRC										
Furnitures and Fixtures	10%	6,274,755	362,547	6,637,302	3,216,190	314,406	137,283	3,667,879	3,058,565	2,969,423
Electrical Installations and Fittings	10%	2,292,941	3,630	2,296,571	1,308,670	98,453	4,314	1,411,437	984,271	885,134
Lift	10%	838,670		838,670	579,886	25,878	-	605,764	258,784	232,906
Generator	10%	702,107		702,107	596,719	10,032	10,134	616,885	105,388	85,222
Office Equipment	15%	2,668,482	100,617	2,769,099	1,996,988	104,078	87,183	2,188,249	671,494	580,850
Air Conditioners	15%	1,811,960	56,330	1,868,290	1,258,038	85,325	54,675	1,398,038	553,922	470,252
Cycles	20%	1,326		1,326	1,326	-	-	1,326	-	-
Computers	60%	2,834,027	51,650	2,885,677	2,457,790	248,704	2,422	2,708,916	376,237	176,761
LCD Projectors	60%	219,093		219,093	211,502	4,555	-	216,057	7,591	3,036
Library Books	100%	9,057,832	817,948	9,875,780	9,057,832	817,948	-	9,875,780	-	-
Total		26,701,193	1,392,722	28,093,915	20,684,941	1,709,379	296,011	22,690,331	6,016,252	5,403,584
ASSETS - COACHING CLASSES										
Furnitures and Fixtures	10%	637,444	92,982	730,426	341,445	37,790	-	379,235	295,999	351,191
Electrical Installations and Fittings	10%	128,696	106,256	234,952	93,740	7,923	-	101,663	34,956	133,289
Office Equipment	15%	197,311	78,737	276,048	99,709	20,042	-	119,751	97,602	156,297
Air Conditioners	15%	33,532	-	33,532	25,105	1,264	-	26,369	8,427	7,163
		996,983	277,975	1,274,958	559,999	67,019	-	627,018	436,984	647,940
Grand total		27,698,176	1,670,697	29,368,873	21,244,940	1,776,398	296,011	23,317,349	6,453,236	6,051,524

XXII. NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31-03-2015

A) SIGNIFICANT ACCOUNTING POLICIES

1. Basis for preparation of Financial Statements

The Financial Statements are prepared under the historical cost convention, the Generally Accepted Accounting Principles (GAAP) in India, the applicable Accounting Standards and the applicable guidelines issued by the ICAI in this regard.

2. Revenue Recognition

Income from Revenue Grants is recognized on accrual basis as per the revenue budgets approved by the Head Office.

Income from Capital Grants is recognized on receipt basis as per the guidelines issued by the ICAI in this regard.

3. Allocation of Newsletter printing expenses

Expenses on printing of news relating to any Conference, Seminar, Workshop or any other event in newsletter are allocated to concerned programmes on the basis of the actual space utilised in the Newsletter at the advertisement rates.

4. Income from Interest & Miscellaneous Income

(a) Interest on fixed deposits with banks is accounted for on time proportionate basis.

(b) Income from earmarked investments of specific funds is credited to the respective fund account.

(c) Miscellaneous Income includes reinstatement of FD No. 254300310088053 of Rs. 39,864/- which was left to be brought into books during the accounts migration period.

5. Termination/ Retirement Benefits

Provision for gratuity and leave encashment liability is made at the Head Office.

6. Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any other cost, attributable to bringing the asset to its working condition for its intended use. Assets under creation are shown as capital work-in-progress.

7. Depreciation

i. Depreciation on additions is provided on monthly pro rata basis.

ii. Library books are depreciated @ 100% in the year of purchase.

iii. Fixed Assets, other than library books are depreciated on the written down value method at following rates as per the guidelines of HO:

Air-conditioner	15%
Electrical Installations	10%
Furniture & Fixtures	10%
Office Equipments	10%
Computers	60%

8. Investments

Investments are stated at cost, including cost of acquisition and accrued interest thereon.

9. Impairment of Fixed Assets

At each balance sheet date, the carrying values of the tangible and intangible assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where there is an indication that there is a likely impairment loss for a group of assets, the management estimates the recoverable amount of the group of assets as a whole, to determine the value of impairment. During the year, provision for impairment for a sum of Rs. 2,96,011/- has been provided.

10. Provisions

A provision is recognised when there is a present obligation as a result of past events and it is probable that an outflow will arise. It is probable that an outflow of resources will be required to settle the obligation in respect of which, a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimates required to settle the obligations at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

11. Provision for Income-tax

Provision for Income-tax and other direct taxes, applicable if any, is made at Head Office.

12. Provision for Service-tax

Registration and Deposit of Service Tax, applicable if any, is done at head office and SIRC does not have any liability towards Service Tax.

**B) NOTES ON ACCOUNTS**

- Contingent Liabilities: As on 31-03-2015 : Nil (As on 31-03-2014 : Nil)
- Capital Commitment : As on 31-03-2015 : Nil (As on 31-03-2014 : Nil)
- Disclosure of Prior Period Income and Expenses.

	As at 31-03-2015	As at 31-03-2014
a) Prior Period Income	11,209	18,000
b) Prior Period Expenses	37,874	2,13,721
c) Prior Period (Net)	26,665	1,95,721

- SIRC operates in the Southern Region and there is only one reportable segment i.e. furtherance to the profession of Chartered Accountancy.
- The stock of publications which are accounted at transfer price, are received from Head Office for sale on commission basis. It is neither an asset nor a liability of SIRC.
- Stock of stationery is accounted at cost to SIRC.
- Expenses directly attributable to the activities of Seminar and Publications are charged to these heads of expenditure and indirect expenditure on these activities is charged to functional heads of expenditure.
- The balance of Ernakulam branch of SIRC of ICAI which shows Rs. NIL in the books of SIRC as on 31/03/2015 is subject to confirmation.
- TDS receivable during the year 2014-15 has been calculated and provided on the As per our Report of Even Date

For SUNDARARAJAN ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 004997S

sd/-
CA. R. SUNDARARAJAN
Managing Partner
M. No. 029814
Place : Chennai
Date : 29.04.2015

sd/-
CA. P.R. ARULOLI, Chairman

sd/-
CA. E. PHALGUNA KUMAR, Secretary

sd/-
CA. V.X. JOSE, Vice – Chairman

sd/-
CA. B. SEKKIZHAR, Treasurer

sd/-
G. VISWANATHAN, Assistant Secretary

basis of payment advice/intimation from the party wherever applicable. However Form 16A/ Form 26AS is yet to be collected to facilitate identification of TDS related to Southern Region.

10. Transfer to reserves

During the year, out of the surplus amounting to Rs. 38,25,609/-, Rs. 8,88,997/- has been transferred to Building Maintenance Fund account being 10% of Gross receipts from Seminars and Conferences held at SIRC premises, Rs. Nil to Coaching Class Reserves and Rs. 29,36,612/- to General Reserve (previous year Rs. 11,38,250/-, Rs. 4,81,981/- and Rs. 61,85,042/- respectively).

11. Earmarked Funds:

Particulars	As on 31-03-2015	As on 31-03-2014
Earmarked Funds	21,19,875	18,27,936
Earmarked Investments	16,33,400	14,13,002
Interest Accrued	3,53,554	2,55,048
Interest Accrued*	1,32,921	1,59,886

*Amounts credited by banks in various Bank accounts.

12. Land and Building of SIRC of ICAI are accounted for at ICAI New Delhi, since ownership of these assets lies with ICAI.

13. Previous period/ year's figures have been regrouped and rearranged wherever necessary to make them comparable.

National Level Residential Programme

Organised by Sivakasi Branch of SIRC of ICAI

Ayur Country Resorts,
Chinnakanal (Post), Munnar
Friday, Saturday & Sunday,
December 11, 12 & 13, 2015

CPE Credit
12
HOURS

Check in and Lunch – December 11, 2015 - 1.00 p.m. / Lunch and Check out – December 13, 2015 – 01.30 p.m.

Technical Sessions

Topics	Resource Persons
GST – A Critical Review	CA. V. VeeraBadran
Handling Board Meetings & General Body Meetings	Dr. Jayanthasri Balakrishnan (Sun TV Fame)
Professional Opportunities & Challenges during Economic Slow down	Dr. Karuppasamy Ramanathan (Kavingar)
Balancing Profession & Life	Prof. M. Ramachandran (Sun TV Fame)
Corporate Social Responsibility under the Companies Act, 2013	Mr. A.V. Damodaran , International Orator
Recent & Interesting Case Laws in Income Tax	CA. M. Rajapandian

Fun, Frolic Events & Local Sightseeing**Delegate Fee (Twin Sharing Basis)**

For Member / Non Members	- Rs.10,000/- ;	For Non-Residential Participants	- Rs.9,000/-
For Spouse	- Rs.9,000/-	For Members / Non Members	(Single Occupancy) - Rs.17,500/-
For Child (6 to 10 years Extra Bed)	- Rs.5,000/- ;		

Delegate fee by way of Cheque / DD drawn in favour of 'Sivakasi Branch of SIRC of ICAI' payable at Sivakasi shall be sent to The Chairman, Sivakasi Branch SIRC of ICAI, 'ICAI Bhawan', 128, Velayutham Road, Sivakasi – 626123 (or) make online payment by NEFT (IOB – Specialised SME Branch, Sivakasi – A/c No.349002000077999 – IFSC Code: IOBA0003490) and send the transaction details by email to sivakasi@icai.org. Phone: 04562-221488 – Registration will be closed by 30th November 2015.

CA. V. Veerabadran, Chairman, Sivakasi Branch

CA. M. Rajapandian, Secretary, Sivakasi Branch



GMCS Class



Convocation - 2015

Resource Persons at the Service Tax Seminar, Indirect Tax Seminar & Study Circle Meetings - October 2015



CA. A.K. Narayanan, Chennai resource person at the Study Circle Meeting held on October 28, 2015 listens to the questions from the delegates. CA. D. Gopinath, Chennai co-ordinator of the programme looks on.



CA. G. Saravana Kumar
Madurai

October 7, 2015



CA. J. Balasubramanian
Madurai

October 14, 2015



CA. V. Prasanna Krishnan
Chennai

October 28, 2015



CA. K. Raghuram
Chennai



CA. J. Murali
Chennai



CA. A.K. Narayanan
Chennai

