

# SIRC

# Newsletter

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

## Inauguration of Kanchipuram District Branch of SIRC of ICAI – 20th June, 2016



Managing Committee Members of Kanchipuram District Branch of SIRC with ICAI President, Vice-President, Central Council Members and Regional Council Members.

## Sub-Regional Conference at Coimbatore – 25th June 2016



Shri S. P. Velumani, Honourable Minister for Municipal Administration & Rural Development, Implementation of Special Program – Tamil Nadu inaugurating the First Sub-Regional Conference. SIRC Chairman, Coimbatore Branch Chairman, Office Bearers of SIRC and Past President of ICAI are also seen.

## Investor Awareness Program organised by Ernakulam Branch of SIRC of ICAI – 16th June 2016



Honourable Union Minister of Railways CA. Suresh Prabhu is being honoured by Chairman-Board of Studies, ICAI CA. Babu Abraham Kallivayalil. Honourable Union Minister of State for Agriculture Dr. Sanjeev Kumar Balyan, SIRC-Secretary CA. Jomon K George and Chairman-Ernakulam Branch of SIRC CA. T.N. Suresh are also seen.

## Resource Persons of CPE Study Circle Meetings – June 2016

June 1, 2016



CA. S. Sathiyarayanan  
Chennai

June 8, 2016



CA. Hariprasad Padmanabhan  
Chennai

June 15, 2016



CA. H. Venkatesan  
Chennai

June 22, 2016



CA. Pradeep Kumar Gadhiya  
Chennai

June 29, 2016



CA. V. Ramkumar  
Chennai

## Resource Persons of Intensive Workshop on Direct Taxes – Module 5

June 2, 2016



Shri. Senthamarai Kannan  
Chennai



CA. K. Ravi  
Chennai

June 3, 2016



CA. Prabhu  
Chennai



CA. K. Raamanathan  
Chennai

June 4, 2016



CA. Sriram  
Chennai



CA. B. Ramakrishnan  
Chennai

## Resource Persons of Intensive Workshop on Direct Taxes – Module 6

June 9, 2016



CA. Cotha S. Srinivas  
Bengaluru



CA. K. Vignesh  
Chennai

June 10, 2016



CA. K. Sudarshan  
Chennai



CA. S. Sridar  
Chennai

June 11, 2016



CA. Prasanna  
Chennai



CA. T. Saravanan  
Chennai

June 12, 2016



CA. Jatin Gazzar  
Chennai

## Resource Persons of Two Days CPE National Conference – June 24th and 25th 2016

Organised by the Continuing Professional Education Committee - ICAI - New Delhi and hosted by SIRC of ICAI

June 24, 2016



CA. Gururaj Acharya  
Bangalore



CA. Aniruddh Shankaran  
Chennai



CA. Mahesh Krishnan  
Chennai



CA. Adithya  
Chennai

June 25, 2016



CA. S. Sathiyarayanan  
Chennai



CA. B. Ramakrishnan  
Chennai



CA. N. Sushma  
Chennai



CA. P. Anand  
Chennai

## Resource Persons of One Day Awareness Programme on IFC, CARO and Reporting Standards - June 18, 2016

Organised by Auditing & Assurance Standards Board - ICAI and hosted by SIRC of ICAI



CA. Arun Kumar  
Chennai



CA. D. K. Giridharan  
Chennai



CA. P. Prasanna  
Chennai

## Resource Persons of Investor Awareness Program on Mutual Fund Investment Strategy & Tax Aspects – June 13, 2016



CA. A.K. Narayanan  
Chennai



Shri Haresh Sankar  
Chennai

## One Day Training Programme on Fundamentals of MS-Excel for Senior Members – June 18, 2016



CA. G. Kudhupudin  
Chennai

## Chairman Writes...

### Dear Professional Colleagues,

Be a good Leader: If your actions inspire others to dream more, learn more and do more, you are a leader. Leaders need two essential attributes: emotional intelligence and an ability to keep learning. Learning is a never ending process. Winning leaders are those who continue to keep their learning all the time in this dynamic environment. That is the reason, our Institute is having Continuing Professional Education Programmes for our members to keep them ahead with the latest updations in our field and develop them to be leaders in nation building. Leaders have to create opportunities for people to reflect on what organisation needs to succeed and what they must do to make that happen. As per the adage "Never stop learning because life never stops teaching" let us continue to maintain our core competencies and learn new things throughout our life.

### Activities – June 2016

The month of June 2016 was effective and eventful at SIRC. Wednesday CPE Programmes were conducted with the latest topics of interest like ICDS under Income Tax Act, Transfer Pricing, Audit of NBFCs – Latest Developments, E-filing issues in Income Tax, Latest Updates in CENVAT Credit Rules, etc. Technical sessions were handled by prominent resource persons and were well received by our members.

The Committee on Financial Markets and Investor's Protection of SIRC of ICAI, under the auspices of Ministry of Corporate Affairs, conducted an Investor Awareness Programme on "Mutual Fund Investment Strategy and Tax Aspects" on 13th June 2016. Shri T. K. Rangarajan, Hon'ble Member of Parliament and a member in the Standing Committee on Finance graced the occasion as the Chief Guest.

SIRC has organised a CPE Meeting on Bankruptcy, Insolvency Code 2016 and SARFEASI under the auspices of Committee on Banking, Insurance and Pension of SIRC of ICAI on June 14, 2016. CA. S. Santhanakrishnan, Chairman - Catholic Syrian Bank has delivered key-note address. SIRC has hosted under the auspices of Auditing & Assurance Standards Board of ICAI an One Day Awareness Programme on IFC, CARO & Reporting Standards on June 18, 2016.

Information Technology Committee of SIRC has also organised an One Day Training Programme on Fundamentals of MS-Excel for Senior Members on June 18, 2016. This programme was designed and executed exclusively for the benefit of senior members.

Three days Regional Residential Seminar at Goa was organised by SIRC which was jointly hosted by Belgaum Branch and Hyderabad Branch of SIRC of ICAI on 3rd, 4th and 5th June 2016. Likewise Two days Residential Seminar at Hampi was organised by SIRC jointly with Bellary and Bangalore Branches of SIRC of ICAI on 18th and 19th June 2016. These two residential seminars were well attended and rejoiced by members along with their families.

The first Sub-Regional Conference of SIRC of ICAI was held at Coimbatore on 25th June 2016. This conference was jointly hosted by Coimbatore, Erode, Salem and Tirupur Branches of SIRC of ICAI. Shri S. P. Velumani, Hon'ble Minister for Municipal Administration and Rural Development, Implementation of Special Program –

Tamil Nadu inaugurated the Conference. Technical sessions were handled by eminent speakers and the programme was well received by members.

SIRC of ICAI has organised a Series of Six Modules of Intensive Workshop on

Direct Taxes which were started on 5th May and concluded on 12th June 2016 on all Thursdays, Fridays, and Saturdays. CA. T. G. Suresh, a renowned member of our fraternity was the co-ordinator of the program. The workshop was designed in such a way that it covers all the important sections of Direct Taxes. Eminent Chartered Accountants and Leading Advocates handled the technical sessions.



### Inauguration of Kanchipuram District Branch of SIRC

44th Branch of SIRC of ICAI – Kanchipuram District Branch was inaugurated by our beloved President CA. M. Devaraja Reddy on 20th June 2016. Central Council Members and Regional Council Members have graced the occasion. Glimpses of this Inauguration function photos are shared in this newsletter. It is our sincere wish that the Kanchipuram District Branch of SIRC would add substantial value for the quality of service to members and students in the rich tradition of SIRC of ICAI.

### Forthcoming Programmes

Wednesday CPE study circle meetings and number of other CPE programmes are lined-up. Two days workshop on Service Tax, Seminar on E-filing – Issues and Solutions, Workshop on Auditing Standards, Two days seminar on International Taxation, CA. Shivabhogam Memorial CPE Lecture Meeting, etc. are planned for the benefit of our fraternity. Detailed SIRC Programme Calendar for July-August 2016 is given in this Newsletter.

### Sub-Regional Conference at Vijayawada

Sub-Regional Conference at Vijayawada has been planned on 9th and 10th July 2016. Details are given in June 2016 Newsletter. Eminent Resource Persons like CA. M.P. Vijay Kumar, CA. T. Banusekar, CA. Madhukar N. Hiregange, CA. Chinnasamy Ganesan, CA. Pradip Kapasi, CA. Anil Sathe would address various technical sessions on recent topics like Practical Issues in ICDS, Development Agreements-Recent Case Laws, Recent Changes in Service Tax, CARO-2016, Recent Developments in taxation including Finance Act 2015, Taxation of Charitable Trusts. Programmes like Sub-Regional Conferences provide an excellent opportunity for our professional fraternity across the region to come together, meet, interact and disseminate knowledge on our professional arena. I request the members to participate in this conference in large number.

### Regional Residential Seminar at Thiruvannamalai

Annamalayar Temple is a Hindu temple dedicated to the deity Shiva, located at the base of Annamalai hills in the town of Thiruvannamalai in Tamil Nadu. It is believed that this is the place where Lord Siva stood as a column of fire to eliminate the ego. A Regional Residential Seminar has been planned in this auspicious place on 15th and 16th July 2016. Vellore Branch of SIRC is hosting

*Continued at page 6*

Contact: Dr. T. Paramasivan, Joint Director (Tech.), ICAI – Phone: 044 – 30210320 / 321 – E-mail: sircce@icai.in

Sl.No	Programme Date	Programme Name	Resource Persons	Timings	Venue	CPE Credit	Delegate Fee *		Page No.
							For PreRegn.	For Spot Regn.	
1	July 1, 2016 Friday	<b>Chartered Accountants Day Celebrations</b>	Details in June 2016 Issue of SIRC Newsletter						-
2	July 2, 2016 Saturday	Citizen & Member Awareness Programme on <b>Income Disclosure Scheme -2016</b>							-
3	July 6, 2016 Wednesday	CPE Study Circle Meeting on <b>Property, Plant &amp; Equipment</b>	<b>CA. S. Sundararaman</b> Chennai	6.15 pm - 8.30 pm	P. Brahmayya Memorial Hall	2	180	200	-
4	July 8 & 9 2016 Friday & Saturday	Two Days Workshop on <b>Service Tax</b>	<b>Details Inside</b>	10.00 am - 5.00 pm	P. Brahmayya Memorial Hall	12	1800	2000	18
5	July 9 & 10 Saturday & Sunday	Sub Regional Conference of SIRC at <b>Vijayawada</b>	Details in June 2016 Issue of SIRC Newsletter	9.30 am - 5.30 pm	Jyothi Function Hall, Vijayawada	12	1800		-
6	July 11, 2016 Monday	<b>Ashok Kumbhat Memorial Lecture</b>	<b>Details Inside</b>	6.45 pm	P. Brahmayya Memorial Hall	-	No Delegate Fee		14
7	July 12, 2016 Tuesday	CPE Meeting on <b>Frauds in Immovable Property</b>	<b>Adv. Shyamsundar</b> , Chennai & <b>CA. K. Ravi</b> , Chennai	5.30 pm - 8.30 pm	P. Brahmayya Memorial Hall	3	180	200	-
8	July 13, 2016 Wednesday	CPE Study Circle Meeting on <b>Internal Audit</b>	<b>CA. G. Subramanian</b> Chennai	6.15 pm - 8.30 pm	P. Brahmayya Memorial Hall	2	180	200	-
9	July 14, 2016 Thursday	Investor Awareness Programme on <b>Behavioural Pitfalls &amp; How to Avoid it for Wealth Maximisation</b>	<b>Shri. V. Nagappan</b> Chennai	5.30 pm - 8.30 pm	P. Brahmayya Memorial Hall	2	No Delegate Fee		-
10	July 15, 2016 Friday	Seminar on <b>E-filing - Issues &amp; Resolutions</b>	<b>Details Inside</b>	4.30 pm - 8.30 pm	P. Brahmayya Memorial Hall	4	450	500	13
11	July 15 & 16 Friday & Saturday	Residential Seminar at <b>Thiruvannamalai</b>	<b>Details Inside</b>						15

12	July 16, 2016 Saturday	Workshop on <b>Auditing Standards</b>	<b>Details Inside</b>	10.00 am - 5.00 pm	P. Brahmayya Memorial Hall	6	900	1000	14
13	July 16 & 17 Saturday & Sunday	<b>Karnataka State Level CA Conference</b>	<b>Details Inside</b>						13
14	July 18-20, 2016 Monday-Wednesday	Residential CPE Seminar at <b>Sabarimala</b>	<b>Details Inside</b>						18
15	July 20, 2016 Wednesday	CPE Study Circle Meeting on <b>Improving performance through 4DX Methodologies</b>	<b>Shri. S. D. Jawahar Michael</b> Chennai	6.15 pm - 8.30 pm	P. Brahmayya Memorial Hall	2	No Delegate Fee		-
16	July 22 & 23, 2016 Friday & Saturday	Two Day Seminar on <b>International taxation</b>	<b>Details Inside</b>	10.00 am - 5.00 pm	P. Brahmayya Memorial Hall	12	1800	2000	6
17	July 22 & 23, 2016 Friday & Saturday	<b>Andhra Pradesh State Level CA Conference</b>	<b>Details Inside</b>						17
18	July 23, 2016 Saturday	One Day Workshop on <b>E-filing - Income Tax, TN VAT &amp; Service Tax</b>	<b>Details Inside</b>	10.00 am - 5.00 pm	ITT Centre Chennai	6	900	1000	17
19	July 23, 2016 Saturday	<b>Lady Sivabhogam Memorial Program. for Women Members</b>	<b>Details Inside</b>						16
20	July 27, 2016 Wednesday	CPE Study Circle Meeting on <b>Issues on CARO, Documentation, Reporting &amp; Disclosure Requirements</b>	<b>CA. Dilip Kumar Sharma</b> Chennai	6.15 pm - 8.30 pm	P. Brahmayya Memorial Hall	2	180	200	-
21	August 3, 2016 Wednesday	CPE Study Circle Meeting on <b>Companies Amendment Bill 2016 - An Overview</b>	<b>CA. S. Sudarraman</b> Chennai	6.15 pm - 8.30 pm	P. Brahmayya Memorial Hall	2	180	200	-
22	August 10, 2016 Wednesday	CPE Study Circle Meeting on <b>Information Security Control</b>	<b>CA. P. Selvamoorthy</b> Chennai	6.15 pm - 8.30 pm	P. Brahmayya Memorial Hall	2	180	200	-
23	August 12 - 14, 2016 Friday - Sunday	Regional Residential Seminar at <b>Kumbakonam</b>	<b>Details Inside</b>						16

**\*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 - 600034. Phone: 044-30210320; Fax: 044-30210355; Email: [sirc@icai.in](mailto:sirc@icai.in) sufficiently in advance.

**Members are requested to avoid SPOT Registration and Cash Payment.**

**Chairman writes (contd...)**

this seminar. The detailed programme is published in Page No.15 of this newsletter. I request our members to register for this programme in large not only for knowledge enrichment but also for spiritual enhancement.

**Regional Residential Seminar at Kumbakonam**

Kumbakonam is known as Temple town with prominent temples like Sarangapani Temple, Chakrapani Temple, Ramaswamy Temple, Rajagopalaswamy Temple, and Varahaperumal Temple. A three days Regional Residential Seminar has been organised at this holy place from 12th, 13th and 14th August 2016. The detailed programme is published in Page No.16 of this newsletter. I request our members to make use of this opportunity and participate in huge numbers to get bliss of knowledge and blessings of the Almighty.

**Andhra Pradesh State Level Chartered Accountants Conference - "Dhyuti" the Splendour of Knowledge**

Andhra Pradesh State Level Chartered Accountants Conference is being organised at Visakhapatnam on 22nd and 23rd July 2016 jointly by all the Branches of Andhra Pradesh and hosted by Visakhapatnam Branch of SIRC of ICAI. Detailed programme structure is given in Page No.17 of this newsletter.

**SIRC GMCS**

As per a decision of the Council, Board of Studies, ICAI has dispensed with the General Management and Communication Skills (GMCS) – I Course and merged its syllabus with Orientation Programme. Henceforth, it will be Orientation Course for 15 days (90 hours) w.e.f. 1st July 2016. Detailed BOS announcement is given in ICAI website www.icai.org.

**SIRC Coaching Classes**

SIRC has been conducting coaching classes for more than four decades and instrumental to groom many Chartered Accountants in its campus. SIRC coaching classes are affordable and conducted without any profit motive. All the subjects are handled by eminent faculties. Next Batch of IPCC and Final coaching classes for May 2017 Examination commences on 22nd August 2016 with six months duration. I earnestly appeal our students to opt for these classes and be benefitted. Detailed Schedule of classes are given in Page No.12 of this newsletter.

**Scholarship Endowments of SIRC of ICAI for the years 2013-2016**

SIRC of ICAI has been maintaining number of Endowments to award scholarships like R. Sivabhogam Memorial Scholarship Endowment, R. Sivaraman Scholarship Endowment, D. Rangasamy Memorial Scholarship Fund, Ashok Kumbhat Memorial Fund, etc., for assisting the Students of CA course on need-based and deserving students. The scholarships are confined to the students enrolled in the Southern Region only. Details are published in Page No.12 of this newsletter.

I wish to conclude my interaction with our member and students through this column for this month by remembering the difference between a boss and a leader; a boss says "Go!", a leader says "Let's go!". Come on my fellow members; let's go forward towards Excellence in our profession.

**Yours in professional service**



**CA. E. Phalguna Kumar**  
Chairman, SIRC of ICAI

<b>TWO DAYS SEMINAR ON</b>			
<b>BASICS IN INTERNATIONAL TAXATION</b>			
Under the Auspices of Committee on International Taxation of SIRC of ICAI			CPE Credit <b>6</b> HRS
P. Brahmayya Memorial Hall, ICAI Bhawan, Nungambakkam, Chennai-600034		Day: Friday & Saturday Date: July 22 & 23, 2016	Time: 9.30 a.m. to 5.15 p.m.
Day 1 - July 22, 2016		Day 2 - July 23, 2016	
Technical Sessions	Resource Persons	Technical Sessions	Resource Persons
Overview of International Taxation	<b>Eminent Resource Person</b>	Income from Immovable property, Capital Gains, Dividends, Interest.	<b>CA. Mukesh Kumar</b> Chennai
Treaty Entitlement	<b>CA. Sudarshan Rangan</b> Chennai	Expatriate Tax and Tax Credits	<b>CA. Meena Narayan</b> Chennai
Concept of Permanent Establishment and Business Profits	<b>Adv. Sandeep Bagmar</b> Chennai	Special Provisions under the DTAA : Limitation of Benefits, Non discrimination, Exchange of Information etc.	<b>CA. B. S. Nagaraj</b> Chennai
Concept of Royalty and Technical Service	<b>CA. K. Prasanna</b> Chennai	Domestic Provisions under the Act vis-à-vis Tax Treaty	<b>Eminent Resource Person</b>
<b>Delegate Fee: Rs.2000/-</b>			
<b>Online Registration: <a href="http://www.sircoficai.org">www.sircoficai.org</a></b>			
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: <a href="mailto:sirc@icai.in">sirc@icai.in</a>			
<b>CA. E. Phalguna Kumar</b> Chairman, SIRC	<b>CA. Cotha S Srinivas</b> Vice Chairman, SIRC Chairman, Committee on International Taxation, SIRC	<b>CA. T.G. Suresh</b> Seminar Co-ordinator	<b>CA. Jomon K. George</b> Secretary, SIRC

# Updates

## Direct Taxes

Contributed by: **CA. V.K. Subramani**  
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- 1. Clarification on cancellation of registration granted under section 12AA:** The CBDT in Circular No.21/2016 dated 27.05.2016 has clarified the issue of continuation / cancellation of registration granted under section 12AA to charitable trust / institution who pursue advancement of any other object of general public utility. It took note of the monetary limit for aggregate receipts from commercial activities prescribed at Rs.25 lakhs up to the assessment year 2015-16 and the limit of 20% of the aggregate receipts from the assessment year 2016-17 onwards. It has advised that it is not mandatory to cancel the registration merely on the ground that the cut-off specified in the proviso to section 2(15) is exceeded in a particular year without there being any change in the nature of activities of the trust / institution. If in any particular year, the specified cut-off is exceeded, the tax exemption would be denied to the institution in that year and cancellation of registration would not be mandatory unless it is covered by the grounds prescribed under the Act.
- 2. Advisory circular on claim of bad debts write off:** The CBDT vide its Circular No.12/2016 dated 30.05.2016 took note of filing of appeals / pursuing of litigation on the bad debt claim involving failure on the part of the assessee to establish that a debt is irrecoverable. It took note of the amendment to sections 36(1)(vii) and section 36(2) applicable from 1st April, 1989. The Apex Court in TRF Ltd v. CIT (2010) 323 ITR 397 (SC) has held that after 1st April, 1989 for claim of bad debt, it is not necessary for the assessee to establish that the debt has become irrecoverable. It is enough if the debt is written off as irrecoverable in the books of account of the assessee. Accordingly, the CBDT has advised that no appeals may henceforth be filed on this ground and appeals already filed before Courts / Tribunals may be withdrawn / not pressed upon by the Department.
- 3. Sub-rule (2) to rule 8D meant for disallowance of expenditure under section 14A substituted:** In Notification No.SO 1949(E) dated 02.06.2016 the Central Government has substituted sub-rule (2) to rule 8D. Now the disallowance would consist of only two items viz. (i) the amount of expenditure directly related to the income which does not form part of total income; and (ii) an amount equal to 1% of annual average of the monthly averages of the opening and closing balances of the value of investment, whose income does not form part of total income. Also, a proviso is inserted to limit the disallowance which shall not exceed the total expenditure claimed by the assessee.
- 4. Simplification of procedure for Form Nos.15G and 15H:** In Notification No.9/2016 dated 09.06.2016 the Principal Director General of Income-tax has specified the due dates for quarterly furnishing of Form 15G / Form 15H received from the payees. The due dates are similar to the due dates for filing quarterly return of TDS except for the fourth quarter i.e. 31st March, for which the due date is 30th April of the following financial year. Further for the declarations received during the period from 01.10.2015 to 31.03.2016, the time limit has been extended for e-filing of declarations up to 30.06.2016.
- 5. Cost inflation index notified for the financial year 2016-17:** In Notification No.SO 1948(E) dated 02.06.2016 the CBDT has notified the cost inflation index for the financial year 2016-17 as 1125. ■

## Tamil Nadu VAT

Contributed by: **CA. V.V. Sampath Kumar**  
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**Classification:** The goods involved were cord wires connecting the plug point and the instrument. During the assessment year 1991-92, the cord wire was not included in the entries and there was uncertainty as to whether it was an electrical or electronic device. For the earlier assessment years and all subsequent assessment years, the Department had assessed cord wires as electronic goods. That being the position, the onus lay on the Department to prove that cord wires were not electronic goods. The Department having not produced any material evidence to show that cord wires were electrical goods, it could not seek to treat them as electrical goods. [2015] 80 VST 256 (Mad) **K. G. PRODUCTS v. JOINT COMMISSIONER (CT) (SMR), CHENNAI**

**Reassessment:** When no case of the dealer was pending for any assessment year before the assessing authority in which an identical question of law was pending before the Supreme Court, the question of invoking the power under section 23 did not arise and hence the order of reassessment was not bad in law for invoking section 19(20) of the Act. [2015] 80 VST 368 (Mad) **A. B. SELVANATHAN CHETTY v. ASSISTANT COMMISSIONER (CT) (FAC), CHEPAUK ASSESSMENT CIRCLE, CHENNAI**

**Interpretation:** The letter of law has to be accorded utmost respect and strictly adhered to especially while interpreting a taxing statute. There ought not to exist any scope for impregnating the interpretation by reading equity into taxing statutes. [2015] 80 VST 375 (SC) **PRADIP NANJEE GALA v. SALES TAX OFFICER AND OTHERS.**

**Works contract or sale?:** The dealer undertook the work of printing annual reports according to the instructions of the customers. These items were printed for their exclusive use on works contract basis. When the pre dominant intention is of printing annual report to the specifications given by the customer, it was in the nature of works contract. Where the finished product supplied to a particular customer was not a commercial commodity in the sense that it could not be sold in the market to any other person, the transaction was a works contract. The mere fact that in the execution of the contract for work, the paper owned by the dealer stands transferred to the contractee incidentally would not lead to the inference that the transaction is only a sale and not a works contract. [2015] 80 VST 478 (Mad) **HERITAGE PRINTERS v. JOINT COMMISSIONER (SMR) OF COMMERCIAL TAXES, CHEPAUK, CHENNAI AND ANOTHER** ■

## Andhra Pradesh VAT

Contributed by: **CA. Ambati Chinna Gangaiah**  
Hyderabad  
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### Advance Rulings

1. Nutrine Confectionery A.R.Com/23/09 dt 5.5.16 (AO 57/16) – resident principal eligible to claim the ITC even on the sales made by its selling agent – sales by agent to be shown in agents VAT returns, hence the resident principal need not show
2. Kumar Enterprises A.R.Com/42/09 dt 21.5.16 (AO 58/16) – hospital need furniture to be taxed at residuary entry at 14.5%
3. Speed Home Care Products A.R.Com/48/10 dt 21.5.16 (AO 59/16) – Phenols are liable to tax @ 5% under entry 100(87) of schedule-IV
4. Harmony Foods - A.R.Com/72/13 dt 23.5.16 (AO 61/16) – rate of tax of Wheat Germ 14.5% - interstate sale of wheat bran (exempted goods) not Zero rated sales hence no ITC (**arguable case exists**) – company registered has to deduct TDS from payments to Works Contractor U/s 22(3)

5. V.B.R. Industries A.R.Com/38/12 dt 23.5.16 (AO 62/16) - cement used for RCC, PCC pipes, Cement Poles and PRC sleepers, is not eligible for input tax credit .
6. KEI RSOS Petroleum And Energy A.R.Com/84/12 dt 23.5.16 (AO 64/16) – revised return within 6 months can be filed to claim tax charged on supplementary invoices.
7. Novus Infra A.R.Com/51/09 dt 23.5.16 (AO 65/16) - no tax shall be leviable on the turnover of transfer of property in goods involved in the execution of works contract, if such transfer from the contractor to the contractee constituted a sale in the course of interstate trade or commerce.
8. Inar Profiles A.R.Com/80/11 dt 23.5.16 (AO 66/16) - galvanized cable trays and accessories thereof are unclassified goods attracting tax @ 14.5%.
9. Coolex industries A.R.Com/89/11 dt 23.5.16 (AO 68/16) – soda dispensing machine to be taxed at 14.5%
10. Padmavathi Enterprises A.R.Com/73/11 dt 23.5.16 (AO 69/16) Paddlewheel Aerator Machines” to be taxed at 14.5%
11. Sri Sai Rajendra Silvers A.R.Com/37/09 dt 24.5.16 (AO 70/16) Metal mixed silver jewellery and articles to be taxed at 14.5%
12. P.M.G. Structural’s A.R.Com/21/15 dt 24.5.16 (AO 71/16) Electric Car to be taxed at 14.5%
13. Bharath Beverages A.R.Com/12/14 dt 26.5.16 (AO 72/16) DOCILE (a milk based health drink) liable to tax @14.5%
14. Government of West Bengal A.R.Com/93/15 dt 26.5.16 (AO 73/16) Coal Bed Methane “is unclassified goods falling under schedule V and liable to tax @ 14.5%.
15. Quarry Needs A.R.Com/58/11 dt 27.5.16 (AO 74/16) rate of tax on ‘Expansive Mortar’ 14.5%
16. K. Gurumoorthy A.R.Com/20/14 dt 26.5.16 (AO 75/16) industrial salt to be taxed at 14.5%
17. Srinivasa Minerals A.R.Com/7/09 dt 28.5.16 (AO 76/16) stone granules are to be taxed @ 14.5%
18. Mars International India A.R.Com/19/16 dt 28.5.16 (AO 77/16) dog feed and cat feed are to be taxed at 14.5%
19. Rasheed Fresh Fruit Juices A.R.Com/19/14 dt 28.5.16 (AO 78/16) fruit jams, jelly, fruit squash, (fruit pulp) fruit juices and fruit drinks but excluding aerated fruit drinks are to be taxed at 5%.
20. Sagar Enterprises A.R.Com/6/15 dt 28.5.16 (AO 79/16) “School bags” and college bags” are to be taxed at 14.5%.
21. Encon Technologies A.R.Com/10/10 dt 28.5.16 (AO 80/16) - “Automatic Water level controllers” are to be taxed @ 5%.
22. Balaji Beltings A.R.Com/53/13 dt 30.5.16 (AO 81/16) Solenoid Valves, Flow Control Valves, Non Return Valves, Safety Valves, Panel Systems, Spares and Assy, One Touch Fittings, Pneumatic Cylinders, Filters, Regulators, Lubricators, Polyurethane Tubes and Seal Kits taxable at 14.5% & Pressure Gauge and Bowls, Spares are taxable at 5%
23. Sri Nukala Rama Koteswara Rao Textiles A.R.Com/85/13 dt 30.5.16 (AO 82/16) movement of taxable goods including “cotton lint” requires electronically generated way bill
24. Docking & Engineering Co A.R.Com/44/13 dt 2.6.16 (AO 83/16) value of the goods at the time of incorporation is the turnover. Such turnover shall not be less than the cost of acquisition of those goods. The value unascertainable % specified be adopted
25. Divyabhirami Agro Sales A.R.Com/51/13 dt 1.6.16 (AO 84/16) “SELEO-001 and DSW” are unclassified goods attracting tax @ 14.5%
26. SV Enterprises A.R.Com/21/15 dt 2.6.16 (AO 85/16) ‘HDPE containers’ taxable at 14.5%
27. S K M L Industries A.R.Com/19/14 dt 2.6.16 (AO 86/16) sold to the various Departments of Government of A.P. and to the above specified corporations taxable at 5%.
28. Amaravathi Textiles - A.R.Com/60/13 dt 2.6.16 (AO 87/16) Formula A X B/C is not required if no common inputs for the taxable goods, exempted goods, further clarified that mere maintenance of separate records will not establish the fact that there are no common inputs.
29. LLM Appliances - A.R.Com/65/13 dt 4.6.16 (AO 92/16) “water filter” and “water filter candle” to taxed at 14.5%
30. New Mayura Bakery Restaurent A.R.Com/76/13 dt 9.6.16 (AO 93/16) – goods sold not attached to serving places taxable at the rates applicable with ITC – goods served other than Star hotels having turnover less than Rs1.5 Crores taxable at 5% without ITC (dealer cannot pay 14.5% and avail ITC) - goods served in Star hotels and hotels having turnover Rs1.5 Crores taxable at 14.5% with ITC
31. MGB Mobiles A.R.Com/87/13 dt 8.6.16 (AO 94/16) – discounts given to non-VAT dealer by credit and debit notes within 12 months from date of sale allowed as deduction from sales price. Discount from Sales price inflated for the sake of more funding from financial institutions; not to be allowed.

#### ADC Orders

Maitreya Electricals - Appeal No. VJA.II/32/2012-13 AO – ADC 729 dt 7.6.16 – appeal against taxing Usage of predetermined interstate purchases in works contract ; is dismissed (against the law laid by SC in Commissioner, Delhi VAT Vs ABB Limited in Civil Appeal Nos 2989-3008/2016 dated 5.4.2016)

#### Supreme Court

Enercon India [TS-1173 SC-2016] foundation / setting up / installation of windmills not liable for sales tax. Further observed that windmill itself exempted in Karnataka.

#### Delhi HC

Ingram Micro India – WP(C)8272/15 dt 1.2.2016 (Stay Orders)[TS-192-HC-2016]request for C forms not to be rejected due to omission of including interstate purchases in revised returns

#### Gujarat HC

Viksun Steel Co SCA19317/2015 dt 22.2.2016 (90 VST 412) – Department to await for outcome stay Application before taking recovery steps – attachment of bank accounts lifted

## Telangana VAT

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**Telangana Ordinance No.2 dated 14.6.16** – Authority for Clarifications and Advance Rulings – period of condonation to STAT restricted to 60 days in addition to 30 days time – not binding if the appeal is filed against the ruling within 30 days – facility of advance rulings / clarifications extended to professional tax, luxury tax, entertainment tax and rural development cess.

#### Commissioner’s Circulars

1. CCT’s Ref. No. CS(1)/18/2015, dt 23-05-16 (2 Circulars) - Ease of Doing Business- Instructions for Registration Procedures and re designation of Central Registration Unit
2. CCT’s Ref. No. CS(1)/18/2015, dt 25-05-16 Instructions for inspection post registration and advisory visits



**Advance Rulings**

1. Siemens - A.R.Com/64/2015 dt 21.5.16 (AR 21/2016) - parts and accessories used in maintenance of medical equipments are liable to tax @ 14.5%.
2. Precision Wires India - A.R.Com/37/2014 dt 25.5.16 (AR 22/2016) Enamelled round winding wires, copper strips and rectangular copper conductors / rectangular taped conductors are taxable at 5%.
3. 3F Industries A.R.Com/8/2016 dt 25.5.16 (AR 23/2016) tax on the sales of margarine @ 5%.
4. Praguna Power Systems A.R.Com/16/16 dt 27.5.16 (AR 24/2016) Electronic Ballast for tubes, LED Drivers and Static Convertors are taxable at 5%
5. Satya Agencies A.R.Com/17/16 dt 28.5.16 (AR 25/2016) Ammonium Nitrate taxable at 14.5%
6. Vardhman Products - A.R.Com/70/15 dt 27.5.16 (AR 26/2016) Cotton Buds (Ear Buds), Wooden Tooth Picks, Drinking Straws, Lollypop Sticks, Surgical Cotton and Plastic Articles taxable at 14.5%
7. Ajax Fiori Engg A.R.Com/38/14 dt 27.5.16 (AR 27/2016) mobile concrete mixer, cement concrete pumps taxable at 14.5% and Radius LIFTARM Batching Plant RLA 20 and Batching Plant taxable at 14.5%
8. Nagarjuna Agro Chemicals A.R.Com/81/15 dt 26.5.16 (AR 28/2016) "the soil testing kit" taxable at 5%
9. Green Urja & Systems Technologies A.R.Com/84/15 dt 27.5.16 (AR 29/2016) Bio-Toilets taxable at 5%
10. Nutrivative Foods A.R.Com/71/15 dt 27.5.16 (AR 30/2016) Chia Seed and Quinoa Seed taxable at 14.5%

**Tribunal**

1. Analogics Tech India (2016) 28 TTR 110 - "Smart Ticket Issuing Machines" held to be computers.
2. Sai Enterprises - (2016) 28 TTR 150 (TVATAT) VAT dealer and who is registered or liable to be registered for TOT, or whose taxable turnover in a period of 12 consecutive months exceeds Rs. 5 Lakhs but does not exceed Rs. 40 lakhs shall pay tax @ 1% on the taxable turnover in such manner as may be prescribed. The harmonious reading of both the provisions clearly show that the appellant herein is entitled to pay tax @ 1% on the taxable turnover but not @ 12.5%. ■

**Kerala VAT**

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- Circular No. 6 of 2016 is issued by the Commissioner extending the last date for filing of Annual Return and enclosures to 31st July 2016.
- Circular 7 of 2016 is issued to provide that registration may be granted to dealers in plywood and glasses only after an enquiry by the Inspecting Assistant Commissioner (Intelligence) and that genuineness of the surety shall also be enquired into. This Circular is issued in modification of Circular No. 52 of 2007.
- ORDER No.C3/1593/15/CT DATED 31/5/2016 clarifies the method of computation of tax payable, at compounded rates, by a dealer in gold ornaments who has not transacted business for three years prior to filing of option. It is held that if the dealer had transacted business only for a part of an year in any of the three preceding years, compounded tax is to be fixed by applying Explanation 2 for

that year and highest tax paid or payable in an year out of the three preceding years shall be adopted for quantifying the tax.

- ORDER No.C3/36462/14/CT DATED 26/5/2016 clarifies that is a supply of medicines, free of cost, to patients and employees there is no consideration involved and would not amount to sale and hence the value of medicines so supplied is not liable to be included in the total and taxable turnover of the applicant by virtue of Section 7 of the Kerala Value Added Tax Act, 2003. ■

**Karnataka VAT**

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**COMMISSIONER OF COMMERCIAL TAX CIRCULARS  
NO: 23/2015-16**

Levy of Entry Tax under the provisions of Karnataka Tax on Entry of Goods Act, 1979(hereinafter referred to as 'Act' for brevity) in respect of entry of Malted Barley/Barley Malt, Hops pellets and Maize flakes brought into the local area for the manufacture of Beer.

Interpretation of the Karnataka Appellate Tribunal that, 'Barley Malt/ Malted Barley, Hops pellets and Maize flakes are agricultural produce falling under entry 2 of the II Schedule of the Act read with the definition of 'Agricultural or Horticultural Produce' as defined under section 2(A) (1) of the Act are exempted from tax is rejected. Relevant Sections and entry in the Act are as under:

## Section 2(A) ( 1):

"agricultural produce or horticultural produce' shall not include tea, coffee, rubber, cashew, cardamom, pepper and cotton; and such produce as has been subjected to any physical, chemical or other process for being made fit for consumption, save mere cleaning, grading, sorting or drying."

## Sub-section (6) of section 3:

"6. No tax shall be levied under this Act on any goods specified in the Second Schedule on its entry into a local area for consumption, use or sale there in

## 51. No. 2 of Second Schedule:

"2. Agriculture produces including tea, coffee and cotton (whether ginned or unginned)."

3. The Hon'ble High Court of Karnataka answered the substantial questions of law raised in these petitions in favor of the State and held that Malted Barley/Barley Malt, Hops pellets and Maize flakes are not agricultural/horticultural produce falling under entry 2 of II Schedule to the Act and are not exempted from levy of tax under the Act. It is held that, the produce in question is subjected to a process in order to make it fit for consumption, when brought into the local area and hence these goods fall outside the purview of the definition of Agricultural Produce. Interpretation with regard to 'Agricultural Produce' in entry 2 of the II Schedule to the Act and the definition of 'Agricultural or Horticultural Produce' as defined under section 2(A) (1) of the Act and entry 80 of the Schedule I of the Act is put to test and has held that what is excluded under the definition of 'agricultural produce or horticultural produce' which is made fit for consumption is liable to tax. Tea, Coffee and Cotton are the commodities excluded from the definition of the "agricultural produce" from levy of entry tax and other agricultural produce subjected to certain process to be made fit for consumption ceases to be agricultural produce would be subjected to entry tax. Thus, as per section 2(A)

(1) of KTEG Act 1979, all agricultural and horticultural produce which has been subjected to any physical, chemical or other process for being made fit for consumption there is no exemption, even if the commodities brought into the local area are Agricultural and Horticultural Produce.

4. At para 23 of the Judgment, Hon'ble High Court of Karnataka has referred to the judgment of the Hon'ble Supreme Court of India. While considering the definition of "Agricultural Produce" in the context of sub-section (6) of Section 3 of the Act, the Hon'ble Supreme Court of India in the case of **Falcon Tyres Ltd. Vs. State of Karnataka and others [2006] 147 STC 0466** has opined that Entry-2 of II Schedule creates exceptions regarding a few of the excluded items of the definition clause from payment of tax, but not all excluded items. The Hon'ble Supreme Court of India has held that

In the Karnataka Tax on Entry of Goods Act, 1979, the term "agricultural produce" as defined by the Legislature specifically excludes rubber from agricultural produce. Section 2(A) (1) of the Act is in two parts: it excludes two types of food from agricultural produce. The definition of agricultural and horticultural produce does not say as to what would be included therein; in substance it includes all agricultural or horticultural

## Banking and Insurance

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The Governor of Reserve Bank of India has termed the setting up of Monetary Policy Committee as a revolutionary step in the fight against inflation. He also commended the Government in setting a consumer Price Index based inflation objective. In his words "An inflation focused framework means better coordination between the Government and the Central Bank as they go towards common goal of macro stability".

In its fight against mounting NPAs, RBI after due consultation with lenders, has formulated the Scheme for Sustainable Structuring of Stressed assets (S4A) as an optional framework for resolving big ticket outstandings which are under stress.

The scheme is designed to bifurcate the outstanding between sustainable debts which can be serviced by the borrower during the term of the debt and equity or quasi-equity instruments which can provide substantial return to the lenders during the period of upswing.

Credible professional agencies are expected to draw up the modalities and an overseeing committee set up by the Indian Banks Association in consultation with Reserve Bank Of India, which is expected to have eminent experts in its panel would independently review the process involved in preparation of the plan and in adherence to guidelines.

To prevent banks against cyber attacks, banks have been asked to put in place a Cyber Security Policy which would, inter alia, outline strategies and define acceptable levels of risks. This policy would have to be different from IT policy of the organization. Each bank would have to analyse their customer profile, their business profile, the hardware they hold, the software they have subscribed to, delivery channels they have put in place, organization culture that has developed etc., before arriving at a Comprehensive Cyber Security Policy. The ability of these banks to gather, assimilate, analyse and monitor 'threat intelligence' would be a major crucial factor in determining the policy framework. They will have to come up with continuous surveillance, put in place a Security Operations Centre and develop an ability to adapt quickly to developing technologies. Banks are expected to have an IT architecture which would be conducive to security, ensure protection of customer information and comprehensively address customer and data base security.

Banks would necessarily have to evolve a Cyber Crisis Management Plan which would cover within its ambit four major parameters namely detection, response, recovery and containment. The immediate tasks on hand for the commercial banks would be to quickly address the gaps in preparedness and to scale up the degree of awareness in the organization.

Regulator has, for the current year, extended the amortization benefit that was given to the banks in the case of shortfall on sale of NPAs to SCs/RCs last year. In the current year the short fall would have to be provided over four quarters from the quarter in which the sale took place. In case the year end intervenes, the short fall yet to be amortized would have to be debited to the Reserves.. Needless to say, banks are expected to make suitable disclosures as well. ■

## FEMA

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### I. Consolidated FDI Policy issued by DIPP

DIPP has issued the consolidated FDI policy vide its file No. D/o IPP F. No. 5(1)/2016-FC-1, dated 7th June, 2016. This policy consolidates and replaces the earlier Consolidated Policy and amendments made therein from time to time. For more details please refer to the relevant Policy document hosted on the DIPP website.

### II. Compounding of Contraventions under FEMA, 1999

RBI vide A.P. (DIR Series) Circular No. 73 dated May 26, 2016 has invited the attention of AD Category-I, in terms of the Foreign Exchange (Compounding Proceedings) Rules, 2000, effective from June 1, 2000, Reserve Bank is empowered to compound contraventions relating to rule 7, 8 and 9 of and the third schedule to the Foreign Exchange Management (Current Account Transactions) (FEMCAT) Rules, 2000. With a view to providing comfort to individuals and corporate community by minimizing transaction costs and the same time taking a serious view of wilful, malafide and fraudulent transactions, the Reserve Bank was, vide GSR 609 (E) dated September 13, 2004 empowered to compound all the contraventions of Foreign Exchange Management Act, 1999 (FEMA) except section 3(a) of FEMA. To ensure more transparency and greater disclosure, it has now been decided as hereunder:

#### 1. Public disclosure of Compounding Orders

For disseminating the information pertaining to compounding orders, it has been decided to host the compounding orders passed on or after June 1, 2016 on the Bank's website ([www.rbi.org.in](http://www.rbi.org.in)). The data on the website will be updated at monthly intervals.

#### 2. Public disclosure of guidelines on the amount imposed during compounding

As per provisions of section 13 of FEMA the amount imposed can be up to three times the amount involved in the contravention. However, the amount imposed is calculated based on guidance note given. Now it has been decided to put the guidance note on the Bank's website for information of general public. It may, however, be noted that the guidance note is meant only for the purpose of broadly indicating the basis on which the amount to be imposed is derived by the compounding authorities in Reserve Bank of India. The actual amount imposed may sometimes vary, depending on the circumstances of the case taking into account the factors indicated.

#### For more details please refer to the Circular

### III. RBI makes amendments in Foreign Currency Accounts by a person resident in India Regulations

RBI vide notification No. FEMA 10(R)/(1)/2016-RB, dated June 1 2016 has amended the FEM (Foreign Currency Accounts by a Person Resident in India) Regulations, 2015 for making the following changes:

1. Amendment to Regulation 5- Insurance and Re-insurance Companies can now open and hold FCA with a bank outside India
2. Amendment to Regulation 5- Startups having overseas subsidiaries are permitted to open FCA with a bank outside India for receiving the exports proceeds

Also the RBI has updated its Master Direction related to Said Foreign Currency Accounts by a Person Resident in India Regulations on 9th June, 2016

For more details please refer to the Notification. ■

## Corporate Laws

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1. **CSR Activities through Section 8 companies:** The Companies (CSR) Rules, 2014, now provides for the Board of a company to undertake its CSR activities approved by the CSR Committee, through a section 8 company of the Act, 2013 or a registered trust or a registered society established by the company either singly or along with any other company or established by the Central or State Government or any other entity established under an Act of Parliament or a State legislature. If the Board decides to undertake its CSR activities through a company under section 8 or trust or society, then it shall have an established track record of three years in undertaking similar programme or projects and the company has specified the projects or programs to be undertaken, the modalities of utilisation of funds of such projects and programs and the monitoring and reporting mechanism. (MCA, Notification dt, 23rd may, 2016)
2. **NCLT constituted:** The National Company Law Tribunal has been constituted w.e.f. 1st June, 2016 to exercise and discharge the powers and functions as are or may be conferred on it by or under the Act, 2013. (MCA Notification dated 1st June, 2016)
3. **NCLT Bench at Ten places:** In exercise of the powers conferred by sub-section (1) of section 419 of the Companies Act, 2013, the Central Government has constituted the benches of the NCLT at New Delhi, Ahmedabad, Allahabad, Bengaluru, Chandigarh, Chennai, Guwahati, Hyderabad, Kolkata and Mumbai. (MCA Notification dated 1st June, 2016)
4. **Transfer of Cases from CLB to NCLT:** In exercise of the powers conferred by clause (a) of sub-section (1) of section 434 of the Companies Act, 2013, the Central Government has appointed 1st June, 2016 as the day on which all matters or proceedings of cases pending before the CLB shall stand transferred to the NCLT and it shall dispose of such matters or proceedings or cases in accordance with the provisions of the Companies Act, 2013 or Act, 1956. (MCA Notification dated 1st June, 2016)
5. **Provisions of the Companies Act, 2013 relating to Tribunal comes into force:** Section (7) [except clause (c) & (d); second proviso to sub-section (1) of section 14; section 14 (2); section 55 (3); proviso to clause (b) of sub-section (1) of section 61; section 62 (4) & (5) & (6); sections, 75, 97, 98, 99, 119 (4), 130, 131, second proviso to sub-section (4) & (5) of section 140; 169(4); 213; 216(2); 218; 221; 222; 224 (5); 241, 242 [except clause (b) of sub-section (1), clause (c) & (g) of sub-section (2)], 243, 244, 245: reference of word 'Tribunal' in sub-section (2) of section 399; 415 to 433 (both inclusive); 434 (1)(a) & (b); 434(2); 441 & 466. ■

## SEBI

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SEBI, with the intent of investor protection and enabling them to take better and well informed investment decisions, has vide its Circulars dated 25th May 2016 and 27th May 2016 brought in certain amendments to the LODR Regulations (primarily Regulations 33 & 52). These Regulations pertain to the requirements of submitting Financial Results of the Company. As per the extant provisions, along with the Audited results for the financial year, Form A/ Form B were needed to be submitted, depending upon there being any Auditors' Qualifications or not.

Now, vide the above mentioned Circulars, it has been decided to streamline the process and **do away with the requirement of filing these Forms. The listed Companies are now required to disseminate the cumulative impact of all the audit qualifications in a separate format, simultaneously, while submitting the annual audited financial results to the stock exchanges.**

**The provisions of the said Circulars are applicable for all the annual audited standalone / consolidated financial results submitted by the listed entities for the period ending on or after March 31, 2016. That is to say, even for the results for the FY 15-16-either already submitted or under the process of being submitted.**

**A brief gist of the said Circulars is as under:**

1. The requirements of filing Form A/ Form B along with the annual financial results has been dispensed with.
2. From now on, instead of these Forms, in case of Audit Reports with modified opinions (i.e. Qualified Audit Reports), a Statement on Impact of Audit Qualifications is needed to be submitted.
3. The management of the listed entity shall have the option to explain its views on the audit qualifications
4. Where the impact of the audit qualification is not quantified by the auditor, the management shall make an estimate. In case the management is unable to make an estimate, it shall provide reasons for the same. In both the scenarios, the auditor shall review and give the comments.
5. Further, the said Statement is also needed to be given in the Company's Annual Reports.
6. The said Statement of Impact shall be reviewed by the concerned Stock Exchange(s).
7. Further, in case of audit reports with unmodified opinion(s), the listed entity shall furnish a declaration to that effect to the Stock Exchange(s) while publishing the annual audited financial results.
8. Schedule VIII of the LODR Regulations has been deleted.
9. These requirements are applicable for both listed equity shares and also listed NCDs/ NCRPSs.
10. In case of non compliance with the requirements of this Circular, the Stock Exchange(s) may take such action, as they deem fit.

### Viewpoint

**It's surely an investor friendly move that will enable the investors to view and analyse the impact of any Auditors Qualifications. But the only concern from listed companies' point of view is how to comply, if they have already submitted/ published the results; or even if yet to be submitted/ published, how to obtain quantification or impact assessment for the Qualifications, in a time gap of only 2 days for submission of results. In our opinion, the Regulators (Stock Exchanges and/ or SEBI) should provide some time extension to the Companies to comply with the said Circulars for the FY 15-16** ■

## Central Excise and Service Tax

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### 1. Amendments relating to KKC

#### a. Exemption from Levy of KKC

The Central Government vide Notification No 35/2016-ST dated 23 06 2016 has exempted all taxable services from levy of Krishi Kalyan Cess subject to fulfillment of following two conditions are satisfied.

1. Invoice for the same has been issued on or before 31 05 2016
2. Service has been provided on or before 31 05 2016.

#### b. KKC is subject to Reverse Charge Mechanism

The Central government vide its notification no 27/2016-ST dated 26 05 2016 has clarified that KKC is applicable for those transactions for which reverse charge is liable and the same shall be applicable from 01st June, 2016.

#### c. Exemption from KKC is available for the taxable services which are exempt from service tax

The Central Government vide its notification no 28/2016 dated 26 05 2016 has clarified that KKC shall be exempt for those taxable services which are exempt whole of service tax leviable. Also, the notification clarifies that KKC shall be eligible for abatements as specified in the notification no 26/2012-ST. The notification further clarifies that wherever part of value is considered as taxable value Viz., Works contract service, Restaurant service, Money exchange KKC shall be applicable on such part of taxable value.

#### d. Refund of KKC paid on input services used for authorized operations by SEZ unit or developers

The Central Government vide notification no 30/2016 dated 26 05 2016 has clarified that refund of KKC paid on input services used for authorized operations received by SEZ unit or developers shall be available.

#### e. Rebate of KKC paid on taxable services used for export in terms of Rule 6A

The Central Government vide notification no 29/2016 dated 26 05 2016 has clarified that rebate shall be available from the whole of KKC paid on all input services used for export of taxable services in terms of Rule 6A of Service Tax Rules, 1994.

#### 2. No small service provider exemption to government or local authority liable for service tax under forward charge

Services provided by government or local authority to a business entity are taxable under reverse charge mechanism w.e.f 01st April, 2016. Vide Notification no 07/2016-ST dated 18th Feb, 2016 the central government has exempted services provided by government or local authority to a business entity with a turnover up to rupees ten lakhs in the preceding financial year. Now, vide notification no 26/2016-ST dated 20 05 2016 the central government has clarified that above said exemption is not applicable for those services on which government or local authority is liable to pay the service tax under forward charge mechanism. Following are the services coming under forward charge mechanism for the government.

- (i) Services by the Department of Posts by way of speed post, express parcel post, life insurance and agency services provided to a person other than Government;
- (ii) Services in relation to an aircraft or a vessel, inside or outside the precincts of a port or an airport;
- (iii) Transport of goods or passengers

## FOR THE ATTENTION OF STUDENTS

### MERIT CUM MEANS SCHOLARSHIPS

Applications are invited from students pursuing CA Course for consideration of award of Merit cum Means scholarships (lump sum one-time payment) under the following Endowment Funds maintained by SIRC of ICAI for the years 2014-15, 2015-16 & 2016-17. The scholarships are confined to the students enrolled in the Southern Region only.

#### 1. R. Sivabhogam Memorial Scholarship Endowment

Reimbursement of fees on joining the IPCC/IIPCC for 3 girl students plus one scholarship for a physically handicapped student (Total 4 scholarships). (Minimum scholarship amount of Rs.2000/-)

#### 2. R. Sivaraman Scholarship Endowment

i. Two scholarships (minimum amount of Rs.4000 each) for two students at the final level on their enrolment after completing PE-II/PCE/IPCC/IIPCC (preferably a rank holder with merit and need based)

ii. 4 Scholarships for reimbursement of fees for joining the IPCC/IIPCC. (Minimum scholarship amount of Rs.2000/-)

#### 3. D. Rangasamy Memorial Scholarship Fund

Reimbursement of fees on jointing the IPCC/IIPCC (4 scholarships). (Minimum scholarship amount of Rs.2000/-).

#### 4. Ashok Kumbhat Endowment Fund

Scholarship to needy preferably girl students joining the CA Course. (4 scholarships). (Minimum scholarship amount of Rs.2000/-).

Application is available at SIRC Website [www.sircoficai.org](http://www.sircoficai.org) under the tab Home>Students>Announcements. It may be downloaded from the website. The filled in applications shall be sent to/submitted at the office of SIRC of ICAI addressed to The Chairman, Southern India Regional Council of the Institute of Chartered Accountants of India, ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai – 600034 on or before 25.07.2016. The decision of the SIRC of ICAI shall be final in all matters regarding this Merit cum Means Scholarship.

SIRC of ICAI

**NEXT BATCH OF  
IPCC & FINAL COACHING CLASSES  
FOR MAY 2017 EXAMINATION**  
Commences on 22nd August 2016  
(Duration – 6 months)

#### IPCC & FINAL CLASS TIMINGS

Days	Group-I	Group-II
Monday to Saturday	6.30 a.m. to 09.30 a.m.	5.30 p.m. to 8.30 p.m.
On Sundays and Holidays	6.30 a.m. to 5.00 p.m. (for both the batches) (There is no weekend batches)	

Groups	IPCC	FINAL
Group I	Rs.7,500/-	Rs.10,500/-
Group-II	Rs.6,000/-	Rs.10,500/-
Both Groups	Rs.11,000/-	Rs.18,000/-

The application forms for IPCC & Final coaching classes are available at SIRC office.

Registration can be done through online at <http://sircoficai.org/Batches/batches.aspx>

**The registration will be on `first come first served basis`**

**Last Date of Enrolment: 19th August 2016**

For further information and registration please contact SIRC Office.

Phone: 044-30210322;

Email-id : [sircclasses@icai.in](mailto:sircclasses@icai.in), Website: [www.sircoficai.org](http://www.sircoficai.org)

<b>CPE SEMINAR ON E-filing and CPC – Issues &amp; Resolutions</b> Under the auspices of IT Committee, SIRC		P. Brahmayya Memorial Hall, ICAI Bhawan, No.122, M.G. Road, Chennai - 600034. Day & Date: Friday, July 15, 2016 Time: 4.30 p.m. to 8.30 p.m.	<b>CPE Credit</b> <b>4</b> HRS
<b>Technical Sessions</b>		<b>Resource Person</b>	
• E-filing & CPC-Issues	• Operational highlights- Dos & Don'ts	Mr. Karuppusamy, Joint Director, CPC Bangalore	
• CPC-Issues and Resolutions	• E-filing way forward – Panel Discussion	Mr. Kumar Ajeet, Assistant Director, CPC Bangalore	
<b>Members are requested to send in their queries / issues in advance to sircpcpe@icai.in</b> <b>DELEGATE FEE: Rs. 500/-</b>			
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, M.G. Road, Nungambakkam, Chennai-600034. Phone: 044-30210320; Email: sirc@icai.in			
CA. E. Phalgun Kumar Chairman, SIRC	CA. Dungar Chand U Jain Chairman, IT Committee, SIRC	CA. Jomon K George Secretary, SIRC	

<b>TWO DAYS KARNATAKA STATE LEVEL CHARTERED ACCOUNTANTS CONFERENCE - 2016</b>		<b>CPE Credit</b> <b>12</b> HRS
July 16 & 17, 2016		
Jointly Organised by Belgaum, Bellary, Hubli, Kalaburagi, Mangalore, Mysore, and Udupi Branches of SIRC of ICAI		
Jointly with Bangalore Branch of SIRC of ICAI		
Jnana Jyothi Convention Center, University Campus, Palace Road, Bengaluru		
<b>Inaugural Session Address:</b> CA. M. Devaraja Reddy, President, ICAI CA. Nilesh Shivji Vikramsey, Vice President, ICAI		<b>Special Address:</b> CA. T. N. Manoharan, Past President, ICAI
Day – 1 – June 16, 2016		
<b>Technical Sessions</b>	<b>Resource Persons</b>	
Winds of Change in Accounting Standards	CA. M. P. Vijay Kumar, Chennai	
Recent Case Laws on Joint Developments Agreements in Favour of Assesse	CA. A. Shankar, Bengaluru	
Challenges to Practicing CA's under the ever Changing Companies Act and other Status	CA. K. Gururaj Acharaya, Bengaluru	
Day – 2 – June 17, 2016		
<b>Technical Sessions</b>	<b>Resource Persons</b>	
Spiritual Session -Converting your Dreams into Reality	Pujya Gnanvatsal Swami of BAPS Swaminarayanan Sansthan	
Taxation on Charitable Trust – Recent Amendments	CA. H. Padamchand Khincha, Bengaluru	
Recent Trends from the Judiciary (Service Tax Perspective)	CA. Sunil Ghabawalla, Mumbai	
Post Carbon Economy and Rise of Social Commons	Mr. Sharad Sharma, Bengaluru	
Works Contract – Taxation Aspects	CA. Sanjay M Dhariwal, Bengaluru CA. Madhukar N Hiregange, Bengaluru CA. Ashok Raghavan, Bengaluru CA. S. Vishnumurthy, Bengaluru Mr. Suresh Kris, CFO, Brigade Enterprise Ltd, Bengaluru	
<b>Delegate Fee: For Members - Rs.2200 For Non Members - Rs. 5000 + Service Tax</b>		
Delegate fee by way of Cash or by Cheque / DD drawn in favour of Bangalore Branch of SIRC of ICAI payable at Bangalore shall be sent to Bangalore Branch of SIRC of ICAI, ICAI Bhawan, 16/0, Millers Tank Bed Area, Bengaluru - 560052. Ph:-080-30563500; 30563541; 30563543; e-mail:bangalore@icai.org		
CA. E. Phalgun Kumar Chairman, SIRC	CA. Cotha S Srinivas Vice Chairman, SIRC	CA. Jomon K. George Secretary, SIRC
CA. Babu K Thevar Chairman, SICASA	CA. S. Pannaraj Member, SIRC	
CA. B. E. Pampanna Chairman, Bangalore Branch	CA. Praveen Prakash Ghali Chairman, Belgaum Branch	CA. Siddarameshwara Gowda A Chairman, Bellary Branch
CA. G. Shivakumar Chairman, Hubli Branch	CA. Shivananda Pai B Secretary, Mangalore Branch	CA. C. Yerriswamy Secretary, Bellary Branch
CA. Shivananda Pai B Secretary, Mangalore Branch	CA. Shivananda Pai B Secretary, Mangalore Branch	CA. Joshi Raghavendra Secretary, Hubli Branch
CA. Keshava Narsha Ballakuraya Chairman, Mangalore Branch	CA. Sanjay S. K. Chairman, Mysore Branch	CA. Ganesh B Kanchan Chairman, Udupi Branch
CA. Shivananda Pai B Secretary, Mangalore Branch	CA. Chandrashekar. B. N Secretary, Mysore Branch	CA. Manilal P Shah Chairman, Kalaburgi Branch
		CA. Rekha Devanand Secretary, Udupi Branch
		CA. Ravanendra P Bijaspur Secretary, Kalaburgi Branch

## SIRC BRANCH LEVEL ELOCUTION AND QUIZ CONTEST - 2016-17

SIRC Branch Level Elocution and Quiz Contests will be held at Chennai as per the following details

Elocution Competition	July 10, 2016 (10.30 am to 01.30 pm)
Quiz Contest	July 10, 2016 (02.00 pm to 05.00 pm)
Venue	The Institute of Chartered Accountants of India 'ICAI Bhawan', No. 122, M. G. Road Nungambakkam, Chennai - 600034.

### Eligibility for Participation

Students falling within the jurisdiction of Chennai can participate in the Contest. Students registered with the Institute for Intermediate (Integrated Professional Competence) and Final Course undergoing articles/audit training Course are eligible to participate in the contest.

Students interested to participate in the Elocution and Quiz contest may register themselves by sending an email to [sircbranches@icai.in](mailto:sircbranches@icai.in) with Subject "Elocution and Quiz Contest - 2016" and provide the following details: Name, SRO Number, Address, Mobile, Email ID, Whether interested to take part in Elocution/Quiz/Both and the Topic on which you would present at Elocution Contest, if participating in the Elocution Contest.

Topics for Branch Level Elocution Contest, 2016-17	Quiz Contest will have Eight Rounds and a Rapid-Fire Round covering the following areas:	
<ol style="list-style-type: none"> <li>Financial Reporting in the context of Financial Stability.</li> <li>Forensic Audit.</li> <li>E-initiatives by CBDT to facilitate tax compliance.</li> <li>Essentials of Cost &amp; Management Accounting for healthcare organizations.</li> <li>Gross National Happiness is more important than Gross National Product.</li> <li>Yoga – A Tool for Physical and Emotional Strength</li> </ol>	<ol style="list-style-type: none"> <li>Accounting</li> <li>Auditing</li> <li>Corporate Laws</li> <li>Taxation - Direct and Indirect</li> </ol>	<ol style="list-style-type: none"> <li>Costing/Management Accounting/ Financial Management</li> <li>Information Technology</li> <li>Economics</li> <li>General Awareness</li> </ol>

For further details please contact: 044-30210323 or send email to [sircbranches@icai.in](mailto:sircbranches@icai.in)

CA. E. Phalguna Kumar Chairman, SIRC	CA. Babu K. Thevar Chairman, Students Committee & SICASA	V. Santosh Kumar Secretary, SICASA	CA. Jomon K George Secretary, SIRC
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## Workshop on Auditing Standards

Theme: Audit Excellence

CPE Credit  
**6**  
HRS

Saturday, July 16, 2016 Time: - 10.00 a.m. to 5.00 p.m.

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

Topics	Resource Persons
SA 300 - Audit Planning	CA. Jomon K George Kochi
SA 580 - Written Representations	
SA 500 - Audit Evidence	
SA 501 - Audit Evidence & Specific Considerations	
SA 315 - Risk of Misstatement	
SA 300 - Engagement Planning	CA. P. Prasanna Chennai
SA 240 - Audit Responsibility related to Fraud	
SA 260 - Communication with those Charged with Governance	
SA 310 - Knowledge of the Business	
SA 530 - Audit Sampling	
SA 570 - Going Concern	
SA 320 - Audit materiality	

DELEGATE FEE: Rs. 1000/- ; Online registration: [www.sircoficai.org](http://www.sircoficai.org)

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](mailto:sirc@icai.in)

CA. E. Phalguna Kumar Chairman, SIRC	CA. Jomon K George Secretary, SIRC
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### DISCLAIMER

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

The Chairman and Members of  
The Southern India Regional Council of  
The Institute of Chartered Accountants of India  
The Trustees of Ashok Kumbhat Memorial Trust  
President and Managing Committee members of  
The Society of Auditors  
cordially invite you for the

## Ashok Kumbhat Memorial Lecture

on Monday the 11th July 2016 at 06.45 pm  
at P.Brahmayya Memorial Hall, ICAI Bhawan,  
122, Mahatma Gandhi Road, Chennai 600 034.

**Hon'ble Justice Easwar**

Judge (Retd), Delhi High Court

has kindly consented to deliver the Memorial Lecture

**Shri N. Rangachary**

Former Chairman IRDA and Former Chairman CBDT  
presides

*All are Welcome*

CA. E. Phalguna Kumar Chairman SIRC of ICAI	CA. R. Sivakumar President The Society of Auditors.	Shri. Ajit Kumbhat Trustee, Ashok Kumbhat Memorial Trust
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High Tea: 06.15 pm

## CONGRATULATIONS

CA. S. Pannaraj, Ballari has been nominated as Director, GESCOM (Gulbarga Electricity Supply Company), Gulbarga, a public sector company fully owned by Government of Karnataka.

Department of Co-operative Audit has constituted a Committee to frame the reporting formats for audit of Co-operative Societies in Karnataka. Committee comprises of department officials, two Regional Council Members of ICAI and two other Chartered Accountants. CA. Cotha S Srinivas, CA. S. Pannaraj, CA. B.V. Ravindranath and CA. Shivakumaar Harihar are in the Committee.

**SIRC Congratulates them.**

## REGIONAL RESIDENTIAL COURSE AT THIRUVANNAMALAI

CPE Credit  
**12**  
HRS

Hosted by : Vellore Branch of SIRC of ICAI

Date: 15th &amp; 16th July 2016 (Friday and Saturday)

Venue : "SPARSA RESORTS" at Thiruvannamalai, Tamil Nadu

## DAY – 1 [15th July, 2016 – Friday]

Programme Details	Speaker
Inaugural Session	Welcome Address : <b>CA. A. C. Prabakar</b> , Chairman – Vellore Branch of SIRC Inaugural Address : <b>CA. E. Phaulguna Kumar</b> , Chairman – SIRC of ICAI <b>CA. Jomon K. George</b> , Secretary – SIRC of ICAI
Technical Session – I Amendments In Finance Act, 2016 And Ids 2016 & Dtdrs 2016.	<b>CA. G. Navin Khariwal</b> , Bangalore
Technical Session – II Recent Changes In Service Tax	<b>CA. J. Purushothaman</b> , Chennai
Technical Session – III Start Up India	<b>CA. Gopal Krishna Raju</b> , Chennai
Temple Visit	Thiruvannamalai

## DAY – 2 [16th July, 2016 – Saturday]

Programme Details	Speaker
Spiritual Classes	<b>Swamy Aathmanantha</b>
Technical Session – IV Practical Issues in Audit of Pvt. Ltd. Co.	<b>CA. R.G. Rajan</b> , Chennai
Technical Session – IV (Continued)	<b>CA. R.G. Rajan</b> , Chennai
Technical Session – V Intellectual Property Rights	<b>Adv. A.K.Rajaraman</b>
Technical Session – VI Assessment of Private Trust	<b>CA. E. Chaitanya</b> , Tirupathi
Valedictory Session	

## Convenors

CA. E. Phalguna Kumar Chairman, SIRC of ICAI	CA. A.C. Prabakar Chairman, Vellore Branch of SIRC	CA. D. Kalaiagan Co-ordinator Vellore Branch of SIRC
CA. Jomon K. George Secretary, SIRC of ICAI	CA. N. Raghuram Secretary, Vellore Branch of SIRC	

## Delegate Fee

Residential Member	Spouse	Above Five Years	Others	Non – Residential Member
4000 /-	3500/-	2500/-	4000/-	2500/-

DD / AT PAR CHEQUE IN FAVOUR OF "VELLORE BRANCH OF SIRC OF ICAI", VELLORE  
**PAYMENTS THROUGH RTGS / NEFT**

BANK NAME & BRANCH	ACCOUNT NUMBER	ACCOUNT NAME	IFSC
CANARA BANK THIYAGARAJAPURAM BRANCH, VELLORE	0988101004695	VELLORE BRANCH OF SIRC OF ICAI	CNRB 0000988

**SINCE, WE HAVE ONLY LIMITED SEATS, REGISTER ON OR BEFORE 10TH JULY, 2016.**

For Registration Please Contact

**VELLORE BRANCH OF SIRC OF ICAI**

ICAI BHAWAN, # 16 HONNEGAR STREET, KRISHNA NAGAR, VELLORE-632001. Phone [0416] 2232165, Email : vellore@icai.org

## OBITUARY

S.No.	MRN	Name	Status	Place	Date of Death
1	6815	MR.RAMASWAMY S B	FCA	SHIVAMOGGA	25/04/2016
2	7638	MR.RAJAGOPALAN S	FCA	COIMBATORE	11/02/2015
3	10643	MR.RENGA KRISHNAN S	FCA	KARAIKUDI	22/05/2016
4	10929	MR.RAMAKRISHNAN C H	FCA	CHENNAI	14/02/2016
5	18059	MR.KANNAN P	FCA	SECUNDERABAD	18/05/2016
6	18148	MR.SATHYANARAYANA B V	FCA	BENGALURU	09/04/2016
7	18417	MR.RAMU K	ACA	COIMBATORE	08/05/2016
8	18716	MR.VENKATACHALAM PL	FCA	KARAIKUDI	08/06/2016

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

**REGIONAL RESIDENTIAL SEMINAR AT KUMBAKONAM****NAV-SIKSHA - THE NEW WAY OF CPE LEARNING**

CPE Credit

**10**

HRS

Hosted by Kumbakonam and Pondicherry Branches of SIRC

Date: August 12, 13 and 14, 2016

Venue: Hotel Sara Regency, Chennai Main Road, Kumbakonam

**Delegate Strength: 60 Persons only**  
\* Twin Sharing of Rooms

**Advance Registration**  
**Before 31st July 2016**

**No Spot**  
**Registration**

Check In: August 12, 2016 06.00 Check Out: August 14, 2016 18.00 Hrs

**DELEGATE FEE****Residential (Break Fast, Lunch and Dinner included)**

Member	Rs. 12000
Accompanying Spouse (Non-Member)	Rs. 11000
Children Above 12 years	Rs. 7500
Children between 6 and 12 years	Rs. 3000

**Non Residential (Lunch Only)**

Member	Rs. 3000
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VISITS TO THE NAV-GRAHA TEMPLES WILL BE ARRANGED ON THE THREE DAYS.

As this year is "MAHAMAHAM YEAR" – Holy dip will be arranged in the Mahamaham Tank on 13th &amp; 14th Morning.

Members are requested to register in advance.

Outstation Delegates are requested to plan their travel accordingly.  
Delegate Fee by way of cash or cheque or Demand Draft drawn in favour of "Kumbakonam Branch of SIRC of ICAI" shall be sent to Kumbakonam Branch of SIRC of ICAI, 11/5, Pachiyappan Street, Kumbakonam – 612001. E-mail: Kumbakonam@icai.org

Members may also pay the delegate fee through NEFT:

Name: KUMBAKONAM BRANCH OF SIRC OF THE ICAI  
Account Number: 003109000057489  
Account Type: Current Account  
Bank: City Union Bank Ltd., Branch: Kumbakonam  
IFS Code: CIUB 0000003.

**Topics of the Seminar:**

<b>Day - 1</b>	<b>Day - 2</b>	<b>Day - 3</b>
Recent Amendments in Income Tax Act & Rules. Acceptance of Loan/ Deposits by Companies.	Taxation of HUF & Trust Recent Amendments in Service Tax & Rules	Emerging issues on GST.

Eminent faculties will handle the sessions.

**Convenors**

CA. E. Phalguna Kumar Chairman, SIRC of ICAI	CA. I. Rajesh Chairman, Kumbakonam Branch Mobile : 9443435334	CA. P. Prabakaran Chairman, Pondicherry Branch Mobile: 9843027539
CA. Jomon K. George Secretary, SIRC of ICAI	CA. B. Natarajan Secretary, Kumbakonam Branch Mobile: 9843023044	CA. B. Kirutika Secretary, Pondicherry Branch Mobile: 9629880553

**LADY SIVABHOGAM MEMORIAL PROGRAMME FOR WOMEN MEMBERS**

Organised by Women Members Empowerment Committee, ICAI, New Delhi

Hosted by Southern India Regional Council of ICAI

CPE Credit

**6**

HRS

Day: Saturday, Date: 23rd July 2016, Time: 10.00 a.m. onwards

<b>Topics</b>	<b>Resource Person</b>
Latest Trends in the Profession	Eminent Resource Persons will handle the Sessions
Networking & Flexi Staffing	
Professional Opportunities for Women members	

The Complete details of the programme will be hosted in the website : [www.sircoficai.org](http://www.sircoficai.org)

CA. Jay Chhaira Chairman, Women Members Empowerment Committee, ICAI	CA. Sripriya K Central Council Member, ICAI Programme Coordinator	CA. Kemisha Soni Vice Chairman, Women Members Empowerment Committee, ICAI
CA. E. Phalguna Kumar Chairman SIRC of ICAI	CA. Hemavathi R Regional Council Member Programme Coordinator	CA. Jomon K. George Secretary SIRC of ICAI



## ONE DAY WORKSHOP ON E-FILING - INCOME TAX, TN VAT & SERVICE TAX

CPE Credit  
**6**  
HRS

**Under the Auspices of IT Committee of SIRC of ICAI**

Venue: ITT Centre, ICAI Bhawan, Nungambakkam, Chennai-600034	Day & Date: Saturday, July 23, 2016 Time: 10.00 a.m. to 5.00 p.m.	
Technical Sessions	Resource Persons	
E-filing – Income Tax	CA. G. Kudhupudin, Chennai	
E-filing – TN VAT & Service Tax	CA. C. Suresh Kumar, Chennai	
<b>Delegate Fee: Rs.1000/-</b>		
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		
Since seats are limited to 25, SPOT registrations are NOT encouraged. Delegates are requested to bring their own laptops for the workshop.		
CA. E. Phalguna Kumar Chairman, SIRC	CA. Dungan Chand U. Jain Chairman, IT Committee of SIRC	CA. Jomon K. George Secretary, SIRC

## ANDHRA PRADESH STATE LEVEL CHARTERED ACCOUNTANTS CONFERENCE 2016

CPE Credit  
**12**  
HRS

VISAKHAPATNAM

“Dhyuti” the Splendour of Knowledge

**22nd & 23rd July 2016**

Hosted by Visakhapatnam Branch of SIRC of ICAI  
Jointly Organised by all Branches of Andhra Pradesh

Venue: Mother Teresa Auditorium, GITAM University Campus, Rushikonda, Visakhapatnam

DAY	Technical Session	Resource Person
DAY ONE FRIDAY 22nd JULY 2016	Recent Developments in taxation of Real Estate Transactions	CA. Sunil Arora New Delhi
	Abatements & Reverse Charge Mechanism under Service Tax	CA. V. Raguraman Bangalore
	Business Deductions under Income Tax Act	CA. Shaileendra Sharma
DAY TWO SATURDAY 23rd JULY 2016	Industrial Policy	Sri Karthikeya Mishra, IAS
	Loans & Advances and Reporting Requirements under Companies Act, 2013	CA. C. Muralikrishna Hyderabad
	Practical Issues in ICDS	CA. M.P. Vijay Kumar Chennai
<b>DELEGATE FEE Rs. 2,000</b>		
Delegate fee by way of cash or by way of Cheque/DD drawn in favour of 'Visakhapatnam branch of SIRC of ICAI' payable at Visakhapatnam shall be sent to Visakhapatnam branch of SIRC of ICAI at Door No: 9-36-22/2, Pithapuram Colony, Visakhapatnam – 530 003. Phone: 0891-2755019 Email: visakhapatnam@icai.org		
CA. E. Phalguna Kumar Chairman, SIRC	CA. Jomon K George Secretary, SIRC	CA. K. Ramachandra Rao Chairman, Visakhapatnam Branch
		CA. B. Sreeramamurty Secretary, Visakhapatnam Branch

### ANNOUNCEMENT - ELECTION TO THE MANAGING COMMITTEE OF SICASA

The Annual General Meeting (AGM) of Members of the Southern India Chartered Accountants Students' Association (SICASA) will be held on Sunday, the 24th July, 2016 at 10.00 a.m. at The Institute of Chartered Accountants of India, ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034.

Elections to the Managing Committee of the Association for the year 2016-17 would be held from 11.00 am to 3 pm on the same day. Complete details at [http://sircofca.org/student\\_announcements.aspx](http://sircofca.org/student_announcements.aspx)

# RESIDENTIAL CPE SEMINAR AT SABARIMALA

Organised by Committee for Capacity Building for Members in Practice

CPE Credit  
**12**  
HRS

Venue: Sabarimala Sannidhanam (Near the Temple) | July 18, 19 & 20, 2016 | Time: 9.30 a.m. to 5.15 p.m.

Hosted by Quilon Branch of SIRC of ICAI

Presidential Address: CA. M. Devaraja Reddy, President ICAI  
Address by Guest of Honour: CA. Nilesh Shivji Vikamsey, Vice President, ICAI  
Special Address: CA. E. Phalguna Kumar, Chairman, SIRC of ICAI

## Day – 1 – July 18, 2016

### Technical Sessions

### Resource Persons

Ayyappa Darsan – 4.30 p.m. onwards

Management Lessons from Unusual Examples

CA. V. Pattabhi Ram, Chennai

Dinner – 8.30 p.m. onwards

## Day – 2 – July 19, 2016– Technical Session from 8.30 a.m. onwards

### Technical Sessions

### Resource Persons

Ayyappa Darsan – 5.30 a.m. onwards

Accounting Standards an SME Approach

CA. M. P. Vijay Kumar, Chennai

Search & Seizure Under Income Tax Act

Adv. Anil D Nair, Kochi

ICDS

CA. Nihar Jambusaria, Mumbai

Recent Developments in Service Tax

CA. V. Raghuraman, Bangalore

Inaugural Session- 5.15 p.m. onwards

## Day – 3 – July 20, 2016– Technical Session from 8.30 a.m. onwards

### Technical Sessions

### Resource Persons

Ayyappa Darsan – 5.30 a.m. onwards

Changes in Reporting Requirement in CARO and Implications of Internal Financial Controls

CA. Sanjay Vasudeva, New Delhi

Practical Issues in Income tax including recent Penalty Provisions

CA. K Gururaj Acharya, Bangalore

Departure-2.00 p.m.

## Full Details of the Programme and Online Registration: [www.sircoficai.org](http://www.sircoficai.org)

DELEGATE FEE: Rs.8500/- (Inclusive of pick up & drop from Chengannoor, Food, and Accommodation on sharing basis & course material)

## Mode of Payment

Delegate fee by way of Cash or by Cheque / DD drawn in favour of 'Quilon Branch of SIRC of ICAI' payable at Quilon shall be sent to Quilon Branch of SIRC of ICAI, ICAI Bhawan, Pallithotam, Quilon-691006. Ph:-0474-2750583; 2763506 ; e-mail:quilon@icai.org;

CA. Jay Chhaira, Chairman  
Committee for Capacity Building of Members in Practice, ICAI

CA. Babu Abraham Kallivayalil  
Central Council member, ICAI

CA. Jomon K. George, Secretary, SIRC

CA. E. Phalguna Kumar, Chairman, SIRC

CA. Joymon, Secretary, Quilon Branch

CA. Renjith S, Chairman, Quilon Branch

# TWO DAYS WORKSHOP ON SERVICE TAX

CPE Credit  
**12**  
HRS

Under the auspices of Indirect Taxes Committee of SIRC of ICAI

Date: July 8th & 9th, 2016

Time: 10.00 am to 5.00 pm

Venue : P. Brahmayya Memorial Hall, ICAI Bhawan, Chennai

Day 1 - 08/07/2016 (Friday)

Day 2 - 09/07/2015 (Saturday)

TOPIC	SPEAKERS	TOPIC	SPEAKERS
Definition of Service and its taxability "Declared Service" & Place of Provision of Service (Time: 10.00 am – 11.15 am)	CA. Prasanna Krishnan Chennai	Valuation Rules (Time: 10.00 am – 11.15 am)	CA. G. Saravana Kumar Madurai
Negative List and Exemptions (Time: 11.30 am – 1.00 pm)	CA. Vijay Anand Chennai	Reverse Charge, Joint Charge and their Taxability (Time: 11.30 am – 1.00 pm)	CA. J. Balasubramanian Madurai
Provisions and Rules relating to Construction & Works Contract (Time : 02.00 pm – 03.15 pm)	CA. Ganesh Prabhu Chennai	CENVAT Credit Rules, 2014 relating to Service Tax (Time: 2.00 pm – 3.15 pm)	CA. P. Sankaran Chennai
Point of Taxation Rules (Time: 3.30 pm – 5.00 pm)	CA. Purushothaman 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 (Time: 3.30 pm - 5.00 pm)	CA. Bharath Kumar Chennai

Delegate Fee:Rs.1800 (Pre-Registration); Spot Regn:Rs.2000 For Online Registration, visit [www.sircoficai.org](http://www.sircoficai.org)

CA. Jomon K. George  
Secretary, SIRC

CA. Adusumilli Venkateswara Rao  
Chairman, Committee on Indirect Taxes, SIRC

CA. E. Phalguna Kumar  
Chairman, SIRC

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## Resource Persons Meeting on Proposed Chartered Accountancy Syllabus – An initiative by SIRC and SRO – June 11, 2016



Resource persons aired their views on the proposed syllabus during their interaction with Regional Council Members and Central Council Members.

## Investor Awareness Program on Mutual Fund Investment Strategy & Tax Aspects – June 13, 2016

Organised by Committee on Financial Markets and Investor Protection of SIRC of ICAI under the auspices of Ministry of Corporate Affairs



Shri T. K. Rangarajan, Member of Parliament, Standing Committee on Finance addressing the gathering. Regional Council Member and Central Council Members are also seen

## International Day of Yoga – June 21, 2016



SIRC of ICAI celebrated 2nd International Day of Yoga on June 21, 2016. Yoga instructor from Isha Yoga foundation guided the participants in performing Yoga.

Adv.

Date of Publication : 2<sup>nd</sup> of every month  
Date of posting : 6<sup>th</sup> July 2016

Posted at Egmore RMS/(Patrikka Channel)  
Registered - RNI Reg. No. 28192/1975 - RNP Registered No. TN/CH(C)327/15-17  
WPP No. TN/PMG(CCR)/WPP-354/2015-17

### Inauguration of GMCS I (113th & 114th Batches) and GMCS II (32nd, 33rd & 34th Batches) – June 17, 2016



CA. R. Bupathy, Past President, ICAI is being honoured by Chairman, SIRC CA. E. Phalguna Kumar during the inauguration function of GMCS I and II.

### Regional Residential Conference at Goa – June 3, 4 and 5, 2016



Group photograph taken on the occasion of Regional Residential Conference at Goa organised by SIRC of ICAI, jointly hosted by Belgaum and Hyderabad Branches of SIRC of ICAI

### Valedictory function of GMCS II – Batch Nos. 32, 33 and 34 – 29th June 2016



Group photograph taken on the valedictory function of GMCS II

### CPE Meeting on Bankruptcy, Insolvency Code 2016 and SARFEASI – June 14, 2016

Organised under the auspices of Committee on Banking, Insurance & Pension of SIRC of ICAI



CA. S. Santhanakrishnan, Chairman, Catholic Syrian Bank delivering keynote address during the meeting. RCM CA. Gopal Krishna Raju, Session Speakers CA. S. Sathiyarayanan and CS. S. Dhanapal are also seen.

### Two days Residential Refresher Course at Hampi – June 18 and 19, 2016



Group photograph taken on the occasion of two days Residential Refresher Course at Hampi organised by SIRC of ICAI, jointly hosted by Bellary and Bangalore Branches of SIRC of ICAI

### Valedictory function of GMCS I (112th Batch) and GMCS II (31st Batch) – June 10, 2016



SIRC Chairman - CA. E. Phalguna Kumar along with Vice Chairman CA. Cotha S. Srinivas, RCM CA. R. Hemavathi and Faculty member.

### Glimpses of Inauguration of Kanchipuram District Branch of SIRC of ICAI – June 20, 2016



Photo 1: CA. M. Devaraja Reddy inaugurating the 44th Branch of SIRC – Kanchipuram District Branch along with Regional Council Members, Central Council Members and Managing Committee Members of the Kanchipuram District Branch of SIRC. Photo 2: President ICAI is being presented a memento by Kanchipuram District Branch of SIRC Chairman CA. P. Rajasekaran in the presence of SIRC Chairman CA. E. Phalguna Kumar.

