



HYDERABAD BRANCH OF SIRC NEWSLETTER

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Inauguration of **GOLDEN JUBILEE CONFERENCE OF HYDERABAD BRANCH OF SIRC OF ICAI** by the Honourable Union Minister of State for HRD **Dr. Daggubati Purandeswari** and our Vice President of ICAI **CA Jaydeep Narendra Shah** on 20th January, 2012

Standing From Left To Right : 1st Row: CA. E. Phalguna Kumar, Treasurer-SIRC, CA. G. V. V. Satyanarayana, Regional Council Member, CA. Tirupathaiah Yarra, Secretary, CA. M. Devaraja Reddy, Central Council Member, CA. Adusumilli Venkateswara Rao, Chairman, Chief Guest Dr. Daggubati Purandeswari, Hon'ble Union Minister of State For Human Resource Development, Guest of Honour CA. Jaydeep Narendra Shah, Vice-President of ICAI, CA. Shanmukha Sundaram, Chairman-SIRC, CA. J. Venkateswarlu, Central Council Member, CA. K. Vishwanath, Vice Chairman –SIRC, CA. Dayakar Gelli, Vice Chairman, CA. China Masthan. T, M.C. Member.

2nd Row: CA. Rama Murthy. T, Treasurer, CA. Naresh Chandra Gelli V, Regional Council Member, CA. Aprna S, Past Chairperson, CA. Prakash Chokda, M.C. Member

3rd Row: CA. Venkatram .C, Immediate Past Chairman



Delegates

In Revised Indian Accounting Standards - 101 & 105



Speaker
CA. Sridhar Nivarthi



Delegates

In Revised Indian Accounting Standards - 103 & 108



Delegates

In Revised Indian Accounting Standards - 103 & 108



Speaker
CA. B. Ganesh



Delegates

In Revised Indian Accounting Standard - 104



Delegates

In Revised Indian Accounting Standard - 104



Speaker
CA. Srikanth Bhakkad



Delegates



Delegates

In IFRS on Revenue Recognition



M.C. Members



Delegates

In IFRS on Revenue Recognition



Speaker
CA. Darshan Varma



Dear Professional colleagues,

It's a satisfying year to serve you all and gives me immense pleasure, having worked as Chairman of Hyderabad Branch - The second largest Branch in the Country. As Chairman this is my last news letter, as I am demitting the office later this month. It was a great honour bestowed on me, I thank the Managing Committee Members and you all.

Well, looking back on my tenure let me tell you though it may sound clichéd but very appropriate - *"miles to go before I sleep"*. I embarked on this long arduous journey with lots of dreams, goals and aspirations, I think I have achieved some and not fulfilled some, but given the circumstances and constraints under which all of us have to work, I have strived and spared no effort to put my best shoe forward in addressing all the facets of the branch activities and implementing the vision and mission of ICAI at gross root level.

This voyage of mine has been one roller coaster ride (which has come to an end so soon - time really flies) has given me tremendous satisfaction and a great deal of pride in our collective achievements. All the accolades received by me truly belong to all those members who have tirelessly worked behind the scenes to make my job that much easier and that much smoother in delivering your expectations. I would not like to attribute all the success to my own self, I would be failing in my duty if I don't acknowledge the contributions of all my fellow committee members, without whose unstinted support I could not have achieved so much and I am thankful to all those who said "No" to me, its because of them that I did it myself. My heartfelt gratitude to all the members for giving me this wonderful opportunity of serving you all in the Golden Jubilee Year.

Reflecting back over all the activities of the Branch in the last twelve months, I take great pride in reaching and fulfilling some of our goals.

GOLDEN JUBILEE CONFERENCE:

We at the branch have been fortunate to have the much acclaimed Dr. Daggubati Purandeswari, Honourable Union Minister of State for Human Resource Development for inaugurating our Golden Jubilee Conference as Chief Guest and felicitating Ms Roohi Aggarwal who secured All India topper first rank in CA final examination held in November 2011.

Our special thanks to Vice President CA Jaydeep Narendra Shah who took time off to visit the 2 Acres land registered by the brothers of CA M. Devaraja Reddy and also the proposed site to be purchased for the Branch, and has conveyed his oral approval in principle for the location. We also thank him for being Guest of honour in the inaugural session and being Chief Guest for felicitating the senior members, past and present Central, Regional Council members and Past

Committee Members of our Branch.

It was a great honour and an opportunity during the Golden jubilee year of the Branch to felicitate our senior members who are associated with our Branch for the last 50 years and our warm regards to all the senior members who have graciously accepted our invitation. We thank all our Past and Present Central and Regional Council Members, Past Chairmen, Past Vice Chairmen, Past Secretaries, Past Treasurers and Past M.C. Members who spared their valuable time in serving the Branch for giving us the opportunity to felicitate them in the Golden Jubilee year at the special Cultural programme in the evening.

We convey our thanks to our President CA G. Ramaswamy for being with us on the second day of the Golden Jubilee Conference and according his sanction for purchase of 1 acre land at a cost of Rs.8 crores subject to the approval of the Finance Committee. On behalf of the members of our Branch we would like to place on record our deep appreciation to our beloved President CA G. Ramaswamy for responding positively and giving the administrative approval for purchase of the said land. We Convey our thanks to our Central Council Members CA J.Venkateswarlu and CA M. Devaraja Reddy for their efforts in convincing the President in getting his nod for the approval of the land.

We convey our thanks to the speakers to the Golden Jubilee Conference CS B. Ravi, CA Chetan Dalal, CA Khurshed Pastakia, CA P.R.Ramesh, CA P.V.R.Rajendra Prasad. CA A.R.Viswanath, Mr. Feroz Andhriyaruajina and CA Padamchand Khincha without whom the Golden Jubilee Conference would not have been a grand success.

We convey our sincere thanks to CA J.Venkateswarlu, Central Council Member for taking total responsibility of arranging speakers and selecting interesting and current topics.

We convey thanks to the speakers of January 2012 CA Sridhar Nivarthi, CA Sumit Trivedi, CA B.Ganesh, CA Srikanth Bhakkad, CA Darshan Varma and CA G.Murali Krishna.

We have celebrated 63rd Republic day in the Branch Premises by hoisting the National Flag by the Chief Guest CA M.R.Vikram and attended by the senior members and students.

We, on behalf of Hyderabad Branch, congratulate our Fellow member CA C.Ramachandraiah for his induction as Cabinet Minister in the Government of Andhra Pradesh as Honourable Minister for Endowments. We met Honourable Minister on this occasion and greeted him.

We convey thanks to all the speakers for sparing their valuable time and sharing their expertise on various subjects.

We convey thanks to all the members who have contributed articles in the news letter and special thanks to CA Hari Agarwal and CA Satish Saraf.

Gist of Activities done during the Year:

❖ As an E- initiative we have made our website very



dynamic and are uploading the resource material and power point presentations immediately on completion of the seminar which was very well received by our members.

- ❖ We have started giving the details of CPE programs and other activities conducted in the previous month, Publishing the Photos of GMCS Batch, publishing photos of members participated in the Programs conducted by the Branch in our Newsletter.
- ❖ During the year we have conducted two International Study Tours. The First International Study tour was to the Kingdom Of Nepal, here we held deliberations with the present President (then Vice President) of The Institute of Chartered Accountants of Nepal CA. Sudarshan Raj Pandey and other Central Council Members CA Narendra Bhattarai, CA Madhu Bir Pandey, Chairman Disciplinary Committee of ICAN and CA Paramananda Adhikari, Technical Director of ICAN and had a fruitful discussions about professional opportunities. The Second International Study Tour was to Malaysia and Thailand. We met Sri T. K. Beh, Chairman, Taxation Committee of the Malaysian Institute of Accountants and Officials of that Institute along with the tour delegates.
- ❖ During the year, five CCITs namely Sri A. K. Basu, IRS, Sri S. C. Jaini, IRS then CCIT-1 and present CBDT member, Sri Srivastava, IRS, Sri Mukesh Kumar, IRS and Smt Prema Malini Vasan have participated in the various activities of the Branch.
- ❖ During the March 2011 to Jan 2012 we have conducted 400 hours CPE programmes for members and planned 38 hours of CPE programmes in February 2012. Thereby Our total CPE programmes comes to 438 CPE hours. This is the highest number of CPE programmes held in our Branch.
- ❖ For the first time in the history of the branch we have organised two GMCS batches on shift basis apart from orientation classes in the Branch Premises.
- ❖ We were invited by DD Saptagiri, Hyderabad to participate in TV show called "Lakshyam" a program to enlighten viewers about the CA Course as part of career counselling program in Telugu, which was broadcasted good number of times.
- ❖ First time in the history of AP Residential Educational Institutions Society (APREI) Career Counselling for CA course for AP Residential Junior Colleges Teaching Faculty was conducted by us and now they have started coaching students for CPT after obtaining the course material from us.
- ❖ During the year we have conducted one RRC at Srisailem, Andhra Pradesh.

Joint Programmes: We had organised Joint Programmes with various professional and trade bodies like FAPCCI, AP Tax Bar Association, ICSI and ICWAI and regulatory bodies like ROC.

- ❖ Interactive session and Felicitation to CCIT-I on his elevation as Member CBDT jointly with FAPCCI & AP Tax Bar Association
- ❖ Joint programme with FAPCCI, ICSI, ICWAI and our Branch on "Limited Liability Partnership-Special purpose vehicle for SME's" - Regional Director, ROC and OL have participated as speakers.

STUDENT ACTIVITIES: We have given utmost importance to the student activities as they are our future of our profession. We have tried to start regular classes, provided good library books and provided good infrastructure in the available premises.

- ❖ Coaching classes to the students.
- ❖ Mock examinations.
- ❖ Crash courses in the Branch premises.
- ❖ Cultural events to bring out the hidden talents of the students in JASHN 2011.
- ❖ Taken new premises on rental basis to conduct regular classes for IPCC.
- ❖ Orientation Programmes.
- ❖ ITT Programmes.
- ❖ GMCS Programmes.
- ❖ Distribution of Merit Awards to the students.
- ❖ Air Conditioned Library to the Students open 365 days in a year with good books.
- ❖ Our students were declared as winners in the quiz competition at SICASA- SIRC and national winners 3rd Place.

We have to conduct coaching classes to the students on a regular basis. In spite of our sincere efforts we could not achieve the same due to space constraint.

Public Programmes:

- ❖ We have conducted seven Investor Awareness programmes during the year. Out of which six were conducted in various parts of the city and one was held at Karimnagar under the aegis of Investor Protection Fund under the Ministry of Corporate Affairs and as per the directions of ICAI, New Delhi.
- ❖ We have conducted two Career Counselling programmes in Education Fairs and Five Career Counselling Programmes in Colleges.
- ❖ We have distributed note books free of cost in Government High Schools for about 2,000 children.
- ❖ We have conducted Blood donation camp on CA Day July 1st 2011, wherein 100 members and students donated blood.

Sports and Cultural Programmes:

- ❖ We have celebrated CA Day celebrations on July 1st

2011, with cultural programmes along with family members.

- ❖ We have also organised friendly cricket match with Income Tax Officials on 6th August, 2011. Wherein Three CCITs, Three CITs, Three Additional CITs, Income Tax Officers, Income Tax Inspectors, Staff have participated along with their family members.

INFRASTRUCTURE:

- ❖ CA M. Devaraja Reddy, Central Council Member, who declared 2 Acres of Land donation in the 41st Regional Conference of SIRC of ICAI held in Aug 2009 at Hyderabad, registered the donated land in the name of ICAI, New Delhi on 15th December 2011.
- ❖ During the year we have modified room on the third floor and are using the same for CPE conferences.
- ❖ During the year we have tried our level best to acquire two acres of land for our Hyderabad branch. But we are successful in getting sanction of one acre land.
- ❖ We have applied to RNI for incorporating the name of the Branch newsletter in their records. The approval is likely to be received before the end of this month, which enables us to be eligible for postal concession.
- ❖ We are in the process of setting up an online Payment Gateway, to facilitate members in making the payments to the Branch from the comforts of their office. HDFC Bank has come forward to extend this facility free of cost.

All the above would not have been possible without the support and co-operation of the Members of the Managing Committee, advice, guidance and support from the Members of the Regional Council and Central Council and the Members of the Branch.

Finally I convey my thanks for support and guidance extended by the Central Council Members CA J.Venkateswarlu and CA M.Devaraja Reddy and also for the support extended by SIRC Chairman CA Shanmuka Sundaram and other Regional Council Members.

I convey my thanks to all the officials of ICAI for their support.

I convey my thanks for support extended by CA Naresh Chandra Gelli V, Regional Council Member from Hyderabad.

I convey my sincere thanks to CA Tirupathaiah Yarra who has given unstinted support and CA Dayakar Gelli who has spared his valuable time and supported me in the programs.

I convey my thanks to CA T.Rama Murthy, Treasurer and other Committee Members CA C.Venkatram, Immediate Past Chairman, CA China Mastan, CA Prakash Chokda for their support.

I convey my thanks to CA Murali Krishna Nagabhirava, SICASA- Hyd Chairman for taking interest in student activities of conducting coaching classes, Games, seminars etc.

I convey my thanks to the Branch Staff Ms. Srujana, Mr Seturama Rao, Mr Yadagiri, Mr Shanker, Ms. Lavanya, Ms.

A.Satyasri, Ms. Sindhuja, Mr Santosh, Ms. Sasikala and sub staff Mr. Narsing Rao, Mr Satish and Mr.Sharath who worked dedicatedly.

I convey my thanks to Ms Uma Suresh, Executive Officer of DCO and who tried to help in branch activities whenever possible to her.

I convey my thanks to Mr.Y.S. Rawat, Mr T.V.Srinivasan and staff of SIRC for extending their co-operation.

I convey my thanks to CA P.R.Ramesh for heading our Cricket team in the Friendly Cricket match with IT Department and encouraging his colleagues for active participation as resource persons for various programmes of the Branch. I also would like to convey my sincere thanks to CA B.Ganesh and his team who helped me in conducting series of programs on Revised Indian Accounting Standards and starting the Standards on Auditing.

I convey my thanks to CA A.V.Ratnam and CA S.V.Raja Rao who have actively supported and assisted me in organising two international Study tours. I convey my thanks to all my friends who supported me.

I convey my thanks to Sri Kushwaha and staff Sri Srinivasa Reddy, Sri Ramana Reddy and other staff of Centre of Excellence for their support in conducting the programs.

I convey my thanks to Mr Jaya Kumar and Mr Ramu of Surya Graphics who supported and published all our material in time.

I convey my thanks to all service providers who helped us in conducting the programs smoothly.

I convey my thanks to Media for covering the activities of the Branch.

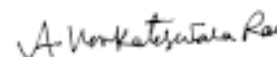
I pay tributes to my father whom I lost on Jan 7th 2012 and who inspired and instructed me to resume duty by 5th day duly completing the formalities within 3 days and to proceed with the responsibilities of Chairman of Hyderabad Branch.

Last but not least I convey my sincere thanks to my wife Smt Anuradha, my son Kamalkanth Chowdary, my daughter Harshita and my office staff for supporting and allowing me to pay partly to our mother institute who has given professional life and status.

I will never forget the support and encouragement given by the Members of the Branch.

Friends I would like to conclude with a famous quote by Swami Vivekananda **"Don't look back-forward, infinite energy, infinite enthusiasm, infinite daring, and infinite patience-then alone can great deeds be accomplished."**

Your's sincerely,



CA . Adusumilli Venkateswara Rao

Chairman

chairman.hyd@icai.in

Place : Hyderabad

Date :01.02.2012

**TWO DAY WORKSHOP ON RISK BASED****INTERNAL AUDIT****CPE CREDIT
12 HOURS**

Dates : February 3rd & 4th, 2012
 Venue : **Fortune Select Manohar Hotel,**
 Begumpet, Hyderabad

DAY - 1; 3-02-2012

Inauguration : 9.30 a.m. to 10.00 a.m.
 1st Technical Session : 10.00 a.m. to 11.30 a.m.
 Topic : Standards on Internal Audit, Important Standards
 Speaker : **CA B Ganesh**

Tea Break : 11.30 a.m. to 11.45 a.m.

2nd Technical Session : 11.45 a.m. to 01.15 p.m.
 Topic : Identification & Evaluation of Risks
 Practical aspects

Speaker : **CA C S Subrahmanyam**

Lunch Break : 01.15 p.m. to 02.00 p.m.

3rd Technical Session : 2.00 p.m. to 03.30 p.m.
 Topic : Professional Opportunities in Internal Audit &
 Qualities & Attributes of Internal Auditor,
 How to convert these opportunities into work

Speaker : **CA Raj Kumar Adukia**

Tea Break : 3.30 p.m. to 3.45 p.m.

4th Technical Session : 03.45 p.m. to 05.15 p.m.
 Topic : Documentation & Reporting
 Speaker : **CA Paul Jaykar**

DAY - 2; 4-02-2012

5th Technical Session : 10.00 a.m. to 11.30 a.m.
 Topic : Operations Audit
 Speaker : **Mr P R Loganathan, Chennai**

Tea Break : 11.30 a.m. to 11.45 a.m.

6th Technical Session : 11.45 a.m. to 01-15 p.m.
 Topic : Internal Audit of H R Function
 Speaker : **CA Arvind Vemuganti**

Lunch Break : 01.15 p.m. to 02.00 p.m.

7th Technical Session : 02.00 p.m. to 3.30 p.m.
 Topic : Internal Audit of Infrastructure companies
 Speaker : **Mr Hari Prasad Shetty, Mumbai**

8th Technical Session : 03.45 p.m. to 05.15 p.m.
 Topic : Internal Audit of Marketing Function
 Speaker : **Mr. Brijesh Kumar Karnani, Hyderabad**
 Fees : Delegate fee of ₹ 1200/- per delegate payable in
 Cash or by DD/ pay-Order/ Cheque drawn in favour
 of "Hyderabad Branch of SIRC of ICAI" payable at
 Hyderabad and send to Hyderabad Branch of SIRC
 of ICAI, 11-5-398/C, Red Hills, HYDERABAD -
 500 004.

STANDARDS ON AUDITING SERIES- SQC1, SA200 & SA210

Day & Date : Friday 3rd February, 2012
 Time : 5:30 P.M. to 8:30 P.M.
 Venue : **Parvataneni Brahmayya Memorial Hall,**
 Branch Premises, Hyderabad
 Speaker : **CA. B. Ganesh**
 Delegate Fee : ₹ 100/-

**CPE CREDIT
3 HOURS****GUIDANCE NOTE ON REVISED SCHEDULE VI -ISSUED BY ICAI**

Day & Date : Tuesday 7th February, 2012
 Time : 5:30 P.M. to 8:30 P.M.
 Venue : **Parvataneni Brahmayya Memorial Hall,**
 Branch Premises, Hyderabad
 Speaker : **CA. B. Ganesh**
 Delegate Fee : ₹ 100/-

**CPE CREDIT
3 HOURS****STANDARDS ON AUDITING SERIES- SA 220,SA230**

Day & Date : Friday 10th February, 2012
 Time : 5:30 P.M. to 8:30 P.M.
 Venue : **Parvataneni Brahmayya Memorial Hall,**
 Branch Premises, Hyderabad
 Course Co-Ordinator : **CA. B. Ganesh**
 Speaker : **CA. Sumit Trivedi**
 Delegate Fee : ₹ 100/-

**CPE CREDIT
3 HOURS****IFRS ON LEASES - ISSUES AND CHALLENGES**

Day & Date : Monday 13th February, 2012
 Time : 5:30 P.M. to 8:30 P.M.
 Venue : **Parvataneni Brahmayya Memorial Hall,**
 Branch Premises, Hyderabad
 Speaker : **CA. Darshan Varma**
 Delegate Fee : ₹ 100/-

**CPE CREDIT
3 HOURS****"MCA'S STATUTORY REPORT (IN XBRL FORMAT)
USING TALLY.ERP 9"**

Day & Date : Tuesday 14th February, 2012
 Time : 5:30 P.M. to 8:30 P.M.
 Venue : **Parvataneni Brahmayya Memorial Hall,**
 Branch Premises, Hyderabad
 Speaker : **Mr. Pugal T, Associate Vice President,**
 Tally Solutions Pvt. Ltd.
 Delegate Fee : ₹ 100/-

**CPE CREDIT
3 HOURS****STANDARDS ON AUDITING SERIES- SA 240,SA250 & SA 260,**

Day & Date : Friday 17th February, 2012
 Time : 5:30 P.M. to 8:30 P.M.
 Venue : **Parvataneni Brahmayya Memorial Hall,**
 Branch Premises, Hyderabad
 Course Co-Ordinator : **CA. B. Ganesh**
 Speaker : **CA. Manish Muralidhar**
 Delegate Fee : ₹ 100/-

**CPE CREDIT
3 HOURS**

**STANDARDS ON AUDITING SERIES- SA 265 & SA299**

Day & Date	: Friday 24th February, 2012	CPE CREDIT 3 HOURS
Time	: 5:30 P.M. to 8:30 P.M.	
Venue	: Parvataneni Brahmayya Memorial Hall, Branch Premises, Hyderabad	
Course Co-Ordinator	: CA. B. Ganesh	
Speaker	: CA. Sridhar Nivarthi	
Delegate Fee	: ₹ 100/-	

FEMA REGULATIONS –LENDING / BORROWING PART-II

Day & Date	: Monday 27th February, 2012	CPE CREDIT 3 HOURS
Time	: 5:30 P.M. to 8:30 P.M.	
Venue	: Parvataneni Brahmayya Memorial Hall, Branch Premises, Hyderabad	
Speaker	: CA. G. Murali Krishna	
Delegate Fee	: ₹ 100/-	

Activities held in the Month of January, 2012

Sl.No.	Date of the Programme	Name of the Programme	CPE hrs
1	06.01.2012	Revised Indian Accounting Standards - 101 & 105	3 hrs
2	10.01.2012	CPE Teleconference "Discussion on Companies Bill 2011 as introduced in Lok Sabha"	2 hrs
3	13.01.2012	Revised Indian Accounting Standards - 102 & 106	3 hrs
4	17.01.2012	CPE Teleconference "Principles of International Tax"	2 hrs
5	19.01.2012	Revised Indian Accounting Standards -103 & 108	3 hrs
6	20.01.2012 & 21.01.2012	A Two day Golden Jubilee Conference	15 hrs
7	25.01.2012	CPE Teleconference "Recent Development in Peer Review"	2 hrs
8	27.01.2012	Revised Indian Accounting Standard - 104	3 hrs
9	28.01.2012	IFRS on Revenue Recognition	3 hrs
10	30.01.2012	FEMA Regulations - Lending / Borrowing- Part1	3 hrs
		TOTAL	39 hrs

Other Activities held in the Month of January, 2012

Sl.No.	Date of the Programme	Name of the Programme
1	02.01.2012	38 th Batch of Information Technology Training
2	15.01.2012	75 th and 76 th Batch of General Management and Communication Skills
3	20.01.2012	58 th & 59 th Batch of ORIENTATION PROGRAMME
4	20.01.2012	Felicitation to the Senior Members and All Past & Present Central and Regional Council Members and Past Chairmen, Vice Chairmen, Secretaries, Treasurers and M C Members in the Cultural Programme of Golden Jubilee Celebrations
5	23.01.2012	SICASA Sports events at Leela function hall, Pragathinagar, Kukatpally, Hyderabad.
6	25.01.2012	77 th and 78 th Batch of General Management and Communication Skills
7	26.01.2012	Flag Hoisting on Republic Day
8	31.01.2012	60 th Batch of ORIENTATION PROGRAMME

CPE Teleconference programme for the month of February, 2012

Date	Topic	Time	Speaker
07.2.2012	"Point of Taxation – Service Tax"	11 am to 1 pm	CA. Ravi Holani , Central Council Member

VIBRATIONAL ENERGY - SECRET OF GOOD HEALTH

Sanjay Solanki - F.C.A, Grad.C.W.A., D.I.S.A.

Conventional medicine understands body as a complex biochemical entity. It believes most disorders can be traced to chemical imbalances and can be treated with powerful chemicals. It focuses on the relief of symptoms and rarely places emphasis on prevention or treatment of the cause of a disorder. The limitations of conventional medicine are becoming more and more apparent as it predicated upon fragmentary concepts viz., mechanism, reductionism and materialism. Unfortunately, most of us are, knowingly or unknowingly, indoctrinated into this worldview. It has become imperative to focus our efforts towards 'Energy/Prana/Qi/Animus Vitae' for holistic healing and well being. Energy fields are infinite and paradigm dimensional. Everything in the universe is now understood to be made out of energy. Most scientists today accept that 99% of the cosmic energy is invisible. Only 1% of it is visible to us. What we are beginning to recognize is that there is an invisible world that we have not dealt with in regard to understanding the nature of our health.

Everything in this universe is made up of vibration. It is present in different forms and shapes - electricity, magnetism, light, sound, colors etc. Human organism is not just a physical structure made of molecules; but is composed of energy fields vibrating and exchanging information within and around the body. It is alive with information which regulates all our biological functions. The body's communication system is a complex network of resonance and frequency. Every individual has a unique composition of frequencies which harmonises him with cosmic intelligence i.e. Hiranyagarbha. I synthesize Frequency Harmonizer (vibrational matrix - a sono luminescent capsule) to create a new energy field and restore the damaged field. I successfully treated diseases/disorders viz., migraine, epilepsy, vertigo, thyroid problem, heart disorder, asthma, bronchitis, allergies, liver and spleen disorder, diabetes, high/low blood pressure, infertility, impotency, back pain, skin problems, joint pains & stiffness, nervous disorders etc. This pioneering work is an outcome of 15 years of multi-dimensional research, an integration of ancient Indian Science (Vedas, Upanishads etc), modern scientific theories (Theory of Special Relativity, Quantum Theory, Cymatics, Molecular Biology etc.) and various branches of alternative medicine (radionics, reflexology, chromotherapy, yoga, kundalini & chakras etc.)

Most of the astounding modern theories of physics - Theory of Special Relativity (light energy/bio-photonics), Quantum Mechanics (Wave Theory), Cymatics (Sound Energy/bio-acoustics) have unanimously accepted conclusive worldview elucidated in our ancient sacred texts (Vedas, upanishads).

According to Albert Einstein's 'Theory of Special Relativity' - "energy fields are postulated to constitute the fundamental unit of the living and nonliving." His famous formula $E=MC^2$ expresses energy (E) as a combination of matter (M) and

velocity of light (C). Similar view is conveyed in Brihadarayanak Upanishad - **Annam caiva pranas ceti** i.e.,- "Energy and matter-these are the two gods" i.e, the whole universe consists of matter and energy. Einstein's theories on energetic concepts are being integrated into medicine for a comprehensive approach to disease diagnosis, prevention, and treatment.

Quantum Theory, propounded by Erwin Schrodinger and Neils Bohr, reveal that underneath apparent physical structure there is nothing more than energy and that we are all energy beings. It points at basic oneness of the universe which has, since long been, the central characteristic of vedic wisdom as written in Isa Upanishad: **"Om purnamadah purnamidam purnaam purnamudachyate, purnasya purnamadaya purnamevaavashishyate"** - "That (pure consciousness) is full; this (the manifest universe of matter) is full. This fullness has been projected from that fullness. When this fullness merges in that fullness, all that remains is fullness."

Human being has a non-physical (subtle / bio-plasmic) body consisting of vital force (prana) besides physical (gross) body. It is the vital force (prana) which controls everything. It is the substratum of all beings. It exists in everything and everything exists in it. Yah sarvesu bhutesu tisthan, sarvebhyo bhutebhyo'ntarah - "In all beings, this is seated. He is internal to all beings. He is internal to you; internal to me."

The energy channels (nadis), the energy vortices (chakras) and the multilayered sheath (energy sheath-*pranamaya kosa*, mental sheath-*manomaya kosa*, intellect sheath-*vijnanamaya kosa*, emotion sheath-anandamaya kosa) of energy make up the subtle energy system of the human body. This subtle body contains energy information of the individual and is also like invisible scaffolding, upon which the physical body depends for its well-being. Every individual is a network of continuous stream of outgoing and incoming energy that supports the cells, organs and various processes within the body. When the DNA's ability to receive and transmit information is altered through an incoherent field, it manifests in physiological and psychological abnormalities.

I would conclude with remarks made by Paramahansa Yogananda in his book "The Divine Romance" which is as follows:

"In this age, man will make great headway in the electrical or electromagnetic field of science. Disease will be treated and healed more and more by 'Vibratory energy' which can reach the electronic factors of the atoms, the building blocks of matter, where gross chemicals cannot penetrate."

Medicinal chemistry is struggling to stimulate the life-force back into the ailing patient. Only vibrations can go much deeper into the cell tissue and enhance the rejuvenating process. ■

Managing Committee of
Hyderabad Branch of SIRC of ICAI



CONGRATULATES

Ms. ROOHI AGGARWAL

ROLL NO.133357

MARKS : 619

who secured

All India Topper First Ranke
in CA Final examination - November 2011

Managing Committee of Hyderabad Branch of SIRC of ICAI
CONGRATULATES



Mr.C.Ravikanth & Mr.D.Uday Kumar

Students of SICASA-Hyd

Who won 3rd place in National Quiz Competition

SALES TAX COURT

Compiled by: **CA Satish Saraf**

Recovery of Sales Tax Dues:

The Arrears of Sales Tax can not be recovered from the personal property of Directors of a company, in case of the arrears belongs to company.

Kailash Chandra Vs. Commercial Tax Officer - Cum Additional Tehsildar and Others - (2011) 46 VST 484 (MP)

Automobile Accessory:

Dealer in Motor Buses, purchases glass and sells it to the Bus Operators. In the given circumstances glass is taxable as Automobiles Accessory and not as glass.

Tools Machinery and Products Vs. State of Tamil Nadu - (2011) 46 VST 512 (Mad)

Penultimate Export:

The dealer executing works contract of bus bodies on the chassis supplied by the exporter and the dealer executing works contract of bus bodies is eligible for exemption under section 5(3) of Central Sales Tax Act, 1956 as penultimate exporter on support of Form - H.

Excise and Taxation Commissioner, Haryana Vs. Sita Singh

Engineers & Sons - (2011) 46 VST 526 (P&H).

SEZ Domestic Sales:

Provision deeming SEZ unit to be territory outside India cannot be invoked for deeming sales from SEZ unit to domestic tariff areas as export or import sales.

India Exports Vs. State of U. P. & others - (2011) 47 VST 126 (All).

Revision Power of Commissioner:

Commissioner has power to revise portion of appellate order not appealed against before Tribunal.

O. P. Developers Vs. State of Karnataka & Others - (2011) 47 VST 207 (Karn)

Right to use Goods:

Equipments for off-shore oil exploration imported by ONGC and deployed by assessee with its specialized personnel, there is no transfer of right to use goods.

State of Tamil Nadu Vs. Elcome Surveys Private Limited - (2011) 47 VST 256 (Mad). ■



OBITUARY

We regret to inform the sad Demise of
VARAHA BHOTLA SARVESWARA RAO
on 24.01.2012
The Managing Committee
expresses its condolences to the bereaved family.

SEARCH AND SEIZURE UPDATE

Compiled by: **CA HariAgarwal**

1. **Cash seized by Railway police from assessee's employee** - Cash seized by Railway from assessee's employee police- No plausible explanation given by assessee as to why his employee was found in possession of cash - No detail has been filed about the land sought to be purchased by him - Claim made by assessee's nephew SC, after five years, that cash belongs to him is an afterthought to accommodate the assessee - Addition in the hands of assessee was sustainable.

- **Ashok Chaddha vs ITO (Del) 63 (DTR) 354.**

2. **Penalty under s.158BFA(2) - Addition on estimate basis** - Addition has not been made in the hands of the assessee on the basis of any material found during the course of search from the possession of the assessee - Tribunal has however confirmed the addition made by the AO on account of estimated gross profit on the basis that the entries found recorded in the ledger found in the possession of one L pertain to the assessee - Even the CIT(A) has observed that no direct evidence of under-invoicing was found in the premises of the assessee - Thus, it is clearly established that no direct evidence was found either in the possession of the assessee or in the possession of L-Penalty proceedings are distinct and separate from the assessment proceedings - Therefore, levy of penalties under s.158BFA(2) is not justified - Further, there is difference of opinion between the lower authorities - AO held the view that all the entries recorded in the ledger account found in the possession of L pertain to the assessee whereas the CIT(A) observed that it may be possible that some of the entries recorded in the books of said party may be unrecorded in the assessee's books -Moreover, on identical facts in another case, the same Bench of Tribunal has applied a GP rate of 3 percent whereas in these cases it has applied a GP rate of 24 percent - Where there is difference of opinion, penalty is not leviable-Further, (2011) 63 DTR Tribunal orders.

- **Sadhu Ram Goyal vs Dy.CIT (Jp 'B') 63 (DTR) 296.**

3. **Search and seizure - Block assessment** - Computation of undisclosed income - Block assessment could be made in respect of undisclosed income if during the block period undisclosed income is recovered as a result of evidence found during the course of search and not as a result of other documents or material which came to the possession of the AO subsequent to the conclusion of search operation unless and until such material or document is relatable to such evidence recovered during the course of the search - No record or evidence was found during search indicating the deployment of unaccounted investment / capital during the block period -Documents seized indicated that assessee have earned

undisclosed income on account of unrecorded turnover in the books of accounts which is already declared in return for the block period - AO made the additions on account of undisclosed investments only on presumptions - Further, no capital / investment is required for unaccounted commission and in the case of the assessee bulk was commission sales - Peak theory worked out by the AO for the purpose of making addition on account of undisclosed investments was not valid because the seized paper showed that there is a trade practice as a commission agent to allow for a payment the grace period from 15 to 30 days and payments are made to the farmers when the sales were realized and adequate cash balance is available with the assessee - Addition was not sustainable - **Asstt. Vs. Saileshkumar Nathalal Patel (Ahd 'C') 249.**

4. **Opportunity to cross examine witness** - High court has set aside the order of assessment on the ground that no opportunity to cross-examine was granted, as sought by the assessee - Instead, High court should have directed the AO to grant an opportunity to the assessee to cross - examine the concerned witness even on this particular aspect, the assessee could have gone in appeal to CIT(A) - In the circumstances, the High court should not have quashed the assessment proceedings, under Art. 226 of the Constitution - Impugned order is set aside - Liberty is granted to the assessee to move CIT(A)

- **M. Pirai Choodi vs. ITO (2008) 302 ITR 40 (Mad) set aside.**

5. **Appeal (High court) - Substantial question of law - Computation of undisclosed income** - On the basis of a seized document which revealed that the assessee has charged 25 per cent earnest money on cancellation of booking of a shop from one party, AO made addition of 25 per cent of the total value of space whose booking was cancelled during the relevant year - On appeal, CIT(A) held that the addition was not justified as the aforesaid transaction was a case of forfeiture for default in payment and no evidence was found during the search to suggest that any cancellation charges were received by the assessee outside the books of accounts - Decision of the CIT(A) confirmed by tribunal - IT authorities as well as the Tribunal have decided the matter on the basis of the facts brought on record including the seized document - question whether the AO was not right in drawing the adverse inference qua the cancellation charges is a pure question of fact and no substantial question of law arises from the order of tribunal - Dy . CIT vs. Manish Buildwell (P) Ltd (2011) 63 DTR (Del)(Trib) 448 affirmed. ■



CPE HOURS OF PROGRAMME CONDUCTED BY THE HYDERABAD BRANCH :

2011	Mar	Apr	May	Jun	July	Aug	Sep	Oct	Nov	Dec	2012	Jan	Feb	Total CPE
	31	17	25	42	21	31	27	36	60	71		39	38	438



75th GMCS Batch Students
with Chairman,
Regional Council Member,
Immediate Past Chairman,
M.C. Member & Faculty



76th GMCS Batch Students
with Chairman,
Regional Council Member,
Immediate Past Chairman,
M.C. Member & Faculty

L to R:
CA. G.C. Rayalu,
CA. M. Devaraja Reddy,
Central Council Member,
CA. C. Ramachandraiah
Honorable Minister For Endowments,
CA. Adusumilli Venkateswara Rao,
Chairman,
CA. Dayakar Gelli, Vice-Chairman
and
CA. Muralikrishna Nagabhirava,
Chairman, SICASA-Hyd.



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The views expressed by contributors in this Newsletter do not necessarily reflect the opinion of the Branch or the Institute

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Inauguration



Chief Guest:
Dr. Daggubati Purandeswari,
Hon'ble Union Minister of
State for Human Resource
Development



CA. G. Ramaswamy
President-ICAI



Ice-President-ICAI

Guest of Honour
CA. Jaydeep N Shah
Vice-President-ICAI



CA. K. SHANMUKHA SUNDARAM
Chairman, SIRC of ICAI



Speaker:
CA. P.R. Ramesh



Speaker:
CA. P.V.R. Rajendra Prasad



Speaker:
CA. Padamchand Khincha



Speaker:
Mr. Firoze Andhiyarujina, Advocate



Speaker:
CA. Alluri Vishwanath



Speaker:
CA. Chetan Dalal



Speaker:
CS B Ravi



Speaker:
CA Khursed Pastakia



GOLDEN JUBILEE CONFERENCE FELICITATION

February 2012



