

THE DAILY LIFELINE

Official Newsletter of Diucon



WHAT'S NEW IN PROFESSIONAL/ BUSINESS WORLD TODAY:

Goods & Service Tax
Direct Tax Code
Income Tax
Economy | Finance

BIGGEST CHALLENGE- HOW TO KEEP UPDATED ON DAILY BASIS

By Pradeep Goyal, FCA | ACPA, Australia

Laws are changing frequently in India, there are big developments and announcements on daily basis in Economic & Finance world and many other reforms are on the way. This newsletter will keep you updated on daily basis along with documents taken from authentic sources.

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UPDATES RELATED TO

- **New Direct Tax Code-Ministry of Finance**
- **Goods & Service Tax by CBIC**
- **Income Tax by CBDT**
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- **Announcements by ICSI**
- **Corporate Laws by MCA**
- **Listing/Market by SEBI**
- **Foreign Trade Policy by DGFT**
- **Start-ups by Start Up India Department**
- **Micro, Small & Medium Enterprises by Ministry of MSME**
- **Money Market/Banks by RBI**
- **New acts notified/Bills introduced in parliament or Executive orders by President**
- **Latest developments in Economy & Finance world.**



Updates related to New Direct Tax Code-Ministry of Finance

❖ Direct Tax Code | A transformative story for India's taxation

The 58-year old tax regime is on the cusp of a sea change that can put more money in the hands of tax payers. [Read here](#)

Updates related to Goods & Service Tax by CBIC

▪ **Notification/Circular/Press release/FAQs/Portal Update/Write-up by CBIC**

❖ Announcements by Union Finance & Corporate Affairs Minister Smt. Nirmala Sitharaman yesterday

- ✓ All pending GST refund due to Micro, Small & Medium Enterprises be paid within 30 days. In future all GST refunds shall be paid within 60 days from the date of application;
- ✓ Reduction in GST returns and simplification of forms very soon;
- ✓ Refund process of GST be more simplified;
- ✓ Adoption of Risk Based Approach (RBA) in dealing with tax payers.

▪ **Legal updates- Court/AAARA judgements/Advance Rulings**

[AAARA- Appellate Authority for Advance Ruling | ARA- Advance Ruling Authority]

Sr.No.	Key to find the document	Court/ARA/AAAR	Description	
			Ruling/Judgement	Summary
1	[2019] 108 taxmann.com 373 (AAAR- RAJASTHAN) ORDER NO. RAJ/AAAR/03/2019-20 MAY 30, 2019	Appellate Authority for Advance Ruling of Rajasthan	Advance Ruling	Royalty paid to obtain license for mining lease from govt. for exploration of natural resources is taxed @ 18% GST

▪ News/Latest Developments/Other updates

- While applauding Finance Minister's sops for the auto sector, India's largest two-wheeler maker Hero reiterated its demand of GST rate cut on two-wheelers, which it said was necessary to revive demand. [Read here](#)
- Assessee queue up at the GST Bhavan to complete the annual GST return filing process. [Read here](#)
- The state bench of Goods and Services Tax Appellate Tribunal will be set up in Hisar for speedy settlement of matters related to the tax regime, Haryana Finance Minister Captain Abhimanyu said. [Read here](#)
- Ludhiana: Tax professionals in the city have urged Union finance Ministry to extend date of filing of GST Annual returns. [Read here](#)

[Updates related to Income Tax by CBDT](#)

▪ Notification/Circular/Press release/FAQs

❖ Announcements by Union Finance & Corporate Affairs Minister Smt. Nirmala Sitharaman yesterday

- In order to address complaints of harassment on account of issue of notices, summons, orders etc. by certain income-tax authorities;
- On or after 1st October, 2019 all notices, summons, orders etc. by the income-tax authorities shall be issued through a centralized computer system and will contain a computer generated unique Document Identification Number;
- Any communication issued without computer-generated unique Document Identification Number shall be non-established in law;
- All old notices to be decided by 1st October 2019 or uploaded again through the system;
- From 1st October, 2019 all notices to be disposed of within three months from the date of reply.
- Withdrawal of the enhanced surcharge levied by Finance (No. 2) Act, 2019 on long/ short term capital gains arising from transfer of equity shares/units referred in section 111A and 112 A respectively.

▪ **Legal updates- Tribunals, High Court & Supreme Court judgements**

Sr.No.	Key to find the document	Description	
		Tribunal/Court	Brief judgement
1	[2019] 107 taxmann.com 313 Vijay Jain v. CIT (Appeals), Ujjain IT APPEAL NO. 54 OF 2017, MARCH 22, 2018	High Court of Madhya Pradesh	Additions made to assessee's income as unexplained investment under section 69 on basis of statement of one SKL, being findings of fact based on agreement of purchase of land, it could not be said that authorities committed an error in relying upon statements of SKL
2	[2019] 107 taxmann.com 176 Munish Singla v. ACIT Range-III, Chandigarh	Chandigarh Tribunal	Activity of selling various small properties acquired from sale of land couldn't be treated as business activity
3	[2019] 107 taxmann.com 180 ACIT, Circle 25(2), Mumbai v. Jai Kumar Gupta (HUF)	Mumbai Tribunal	Relief couldn't be denied merely because assessee claimed exemption u/s 54F instead of sec. 54.

▪ **News/Latest Developments/Other updates**

- Got an income tax notice? Now you can check if it is real or not.
[Read here for more](#)
- Income Tax Return 2019: Pre-filled ITR forms to make filing easier.
[Read here](#)

- Income tax woes for Jet Airways employees. [Read here for more](#)
- No Angel Tax for DPIIT registered start-ups: FM Nirmala Sitharaman. [Read here](#)

Updates related to Announcement by ICAI

- ❖ Results of the Post Qualification Course Examinations (International Taxation Assessment Test) declared
- ❖ Results of the Chartered Accountants Intermediate (Old Course & New Course) Examination held in May 2019 declared.
- ❖ Representation has been made by ICAI for extension of due date of Annual Return GSTR 9/9A and Reconciliation Statement along Audit Certification GSTR 9C for the year 2017-18 by 3 months (30.11.19) ICAI is confident on positive consideration and announcement in this regard soon.

Updates related to Announcement by ICSI

- ❖ ICSI organise All India Company Law Quiz 2019 for CS Students. [\[Announcement here\]](#)
- ❖ ICSI President CS Ranjeet Pandey welcome Mr. Manoj Pandey, Joint Secretary, MCA to the ICSI Council as Government Nominee.

Updates related to Corporate Laws by MCA

- ❖ MCA notifies Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Second Amendment Rules, 2019. [\[Notification here\]](#)
- ❖ Announcements by Union Finance & Corporate Affairs Minister Smt. Nirmala Sitharaman yesterday-
 - ✓ 1 day to incorporate a company - Central Registration
 - ✓ Centre for name reservation & incorporation
 - ✓ Integrated Incorporation Form
 - ✓ Shifting of 16 offence sections to monetary penalty only
 - ✓ Faster & easier approvals for mergers and acquisitions
 - ✓ Modifications in provisions for Differential Voting Rights
 - ✓ Withdrawal of over 14,000 prosecutions under Companies Act

- ✓ Robust IBC framework with amendments supporting MSMEs and home buyers
- ✓ CSR violations not to be treated as criminal offence and would instead be civil liability. MCA to review the sections under Companies Act. Government has provided companies through revised orders, time for completing ongoing projects towards fulfil their CSR obligations.

Updates related to Listing/Market by SEBI

- ❖ SEBI Chairman's speech dated August 23, 2019 at the Seminar on "GIFT IFSC: Onshoring the Offshore".
[Read here](#)

Updates related to Start-ups by Start Up India Department

- ❖ Announcements by Union Finance & Corporate Affairs Minister Smt. Nirmala Sitharaman yesterday-
 - ✓ To mitigate genuine difficulties of start-ups and their investors, it has been decided that section 56(2) (viib) of the Income-tax Act shall not be applicable to a start-up registered with DPIIT.
 - ✓ It has also been decided to set up a dedicated cell under Member of CBDT for addressing the problems of start-ups. A start-up having any income-tax issue can approach the cell for quick resolution of the same.
- ❖ DIPP recognized Start-up, RMS, has created a motorbike equipped with fire extinguishing devices that produce high pressure water mist through a Pump-PTO system. This overcomes all classes of fire, enabling them to rush through congested localities to extinguish fire.
- ❖ Max Life Insurance launches start-up accelerator programme to harness insurtech solutions. [Read here for more](#)
- ❖ Singapore and India-based Vivant on 'co-creating' healthcare solutions: Start-up Stories, [read here for more](#)
- ❖ JLL India, Invest India to run accelerator programme for tech start-ups in realty space. [Read more](#)
- ❖ Bengaluru-based artificial intelligence chatbot Niki.ai has raised a debt funding of Rs 2.3 crore from LetsVenture. [Read here](#)

- ❖ This husband-wife duo's IoT-based start-up helps you track and reduce water consumption at home
Nimble Vision is a start-up that builds IoT-based products for water measurement and conservation. Run by a husband-wife duo, the solution has already seen deployment in apartment complexes, SEZs, office parks, hospitals, etc across Bengaluru. [Read here](#)

Updates related to Micro, Small & Medium Enterprises by Ministry of MSME

- ❖ Announcements by Union Finance & Corporate Affairs Minister Smt. Nirmala Sitharaman yesterday-
 - ✓ All pending GST refund due to MSMEs shall be paid within 30 days. In future all GST refunds shall be paid within 60 days from the date of application;
 - ✓ TReDS (to use GSTN system in medium term to enhance market for bill discounting for MSMEs)

What is TReDS?

The scheme for setting up and operating the institutional mechanism for facilitating the financing of trade receivables of MSMEs from corporate and other buyers, including Government Departments and Public Sector Undertakings (PSUs), through multiple financiers is known as Trade Receivables Discounting System (TReDS).

- ✓ Amendment to MSME Act to move towards single definition to be considered.
- ✓ Decisions on UK Sinha Committee recommendations such as on ease of credit, marketing, technology, delayed payments etc. within 30 days.
[\[Read here report of UK Sinha Committee\]](#)

Updates related to Latest developments in Economy & Finance world

- ❖ Presentation made by Union Finance & Corporate Affairs Minister Smt. Nirmala Sitharaman yesterday on Measures to Boost Indian Economy.
[\[Download here complete presentation\]](#)
- ❖ FM said Competition Commission of India should safeguard Indian Enterprises from abuse by Overseas Entities. [Read here](#)

- ❖ Indus food aims business of USD 1.5 Billion in 2020 Edition. [Read here](#)
- ❖ Mini Budget: FPI surcharge rolled back; no angel tax for start-ups. [Read here](#)
- ❖ Confident of hitting tax-collection target, says FM Nirmala Sitharaman. [Read here](#)
- ❖ Govt's reform push: business income may also see surcharge relief. [Read here](#)
- ❖ An evening walks down D-st: Sensex, nifty jump on fiscal stimulus hopes; Vedanta, YES bank top gainers
The rupee showed signs of improvement whereas global crude oil prices eased further, which also influenced the mood of the market. [Read here](#)
- ❖ Higher depreciation, Govt purchases to boost vehicle sales. [Read here](#)

