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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

Updates related to Goods & Service Tax & other Indirect taxes by CBIC

- **News/Latest Developments/Other updates**

  - **New Measures to Boost Exports Announced by Finance Minister on 14.09.2019**
    Fully electronic refund module (FORM GSAT RFD-01) for quick and automated refund of ITC nearing completion and will be implemented by end September 2019.

  - CGST Delhi West and CGST Delhi North in a joint operation busted a racket of issuance of invoices without actual supply of goods. The taxpayer availed fraudulent Input Tax Credit for seeking IGST Refunds from Customs formations. Investigations revealed a novel modus operando wherein the taxpayer showed supplies to SEZ for claiming fraudulent refund from CGST formations. Prima facie, fraudulent ITC of Rs.195 crores has been passed on using invoices involving an amount of Rs.847 crores. Investigations revealed around 60 dummy firms were opened in the name of persons belonging to the lower income group.
    Read here Ministry of Finance Release

  - **Aadhaar verification to be mandatory for new dealers from January 2020**
    In order to check malpractices in GST, the GST Network decided to make Aadhaar authentication or physical verification mandatory for new dealers from January 2020.
    Read here for more

  - **Government looks to plug GST leaks, boost collections; meet on Friday.**
    Read here for more

  - **Post-sale discount under GST: A clear position may help boost festive sales**
    Read here for more

  - **100 bogus dealers lose GST numbers**
    Read here for more

Updates related to Income Tax by CBDT

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

Sr.No.	Key to find the document	Description	
		Tribunal/Court	Brief judgement
1	[2019] 108 taxmann.com 270 Aavishkar Film (P.) Ltd, v. Income-tax Officer, Ward- 11 (1) (1), Mumbai IT APPEAL NO. 2256 (MUM.) OF 2016 [ASSESSMENT YEAR 2011-12] JUNE 21, 2019	Mumbai Tribunal	ITAT set-aside order as AO didn't refer matter to DVO after receiving objection against adoption of stamp duty value. Where assessee objects to adoption of stamp duty value as deemed sale consideration, Assessing Officer is duty-bound to make a reference to DVO under sub-section (2) of section 50C for determining value of property and thereafter proceed to compute capital gains by following provisions of sub-section (3) of section 50C

- **News/Latest Developments/Other updates**

❖ **New income tax rule on insurance maturity proceeds: 5 things to know**
The new income tax rule on receipt of maturity benefits from insurance policy came into effect from 1st September. A higher TDS will be levied if the insurance proceeds are taxable.
Live mint report

❖ **How to use NPS to reduce your income tax this year**
The government has increased the income tax exemption limit on withdrawal from NPS. An employee can deposit contribute towards NPS directly or route contribution through the employer.
Live mint tells how

❖ **Are there special NRI/RNOR income tax provisions? Answers to your personal finance queries**
Read here full report- The Hindu

The Insolvency and Bankruptcy Law

- National Company Law Tribunal (NCLT) ordered the commencement of Corporate Insolvency Resolution Process (CIRP) of below 2 companies as per IP announcements dated 10.09.2019 and creditors of these 2 companies are called upon to submit their claim with proof on or before 24th September, 2019 to the Interim Resolution Professional (IRP), details given in attached announcements.
  - ✓ Friends Auto (India) Ltd.
  - ✓ KEI-RSOS Maritime Ltd

Updates related to Money Market/Banks by RBI

- **RBI releases Handbook of Statistics on the Indian Economy 2018-19.**
  Today, the Reserve Bank of India released its annual publication titled "Handbook of Statistics (HBS) on the Indian Economy 2018-19". This publication, the 21st in the series, disseminates time series data on various economic and financial indicators relating to the Indian economy. The current volume contains 240 statistical tables covering national income aggregates, output, prices, money, banking, financial markets, public finances, foreign trade and balance of payments and select socio-economic indicators.
  Longer time-series are also available on our online portal "Database on Indian Economy (DBIE)", the RBI's Data Warehouse (https://dbie.rbi.org.in), where all data series are updated on a real time basis.
  Download here

Updates related to Latest developments in Economy & Finance world

- **Union Minister of Finance & Corporate Affairs Smt. Nirmala Sitharaman's Presentation on Measures to Boost Economic Growth**

  NEW MEASURES TO BOOST EXPORTS

  - Extend the scheme of Reimbursement of Taxes & Duties for Export promotion.
  - Fully automated electronic refund route for Input Tax Credits (ITC) in GST.
  - Expanding scope of Export Credit Insurance Scheme (ECIS) by ECGC
  - Revised Priority Sector Lending (PSL) norms for Export Credit

- Effective monitoring of Export Financing by Department of Commerce
- Leverage technology to reduce "Time to Export or Turn-around time"
- Annual mega shopping festivals.
- Special FTA Utilisation Mission
- Online "Origin Management System"
- Time bound adoption of mandatory Technical Standards
- Affordable testing and certification infrastructure
- Enable handicrafts industry to effectively harness e-commerce for exports

Link of Final Presentation 14.09.2019 FM's Conference

- **How fast is India's start-up universe expanding? Explained in 7 charts**
  There are nearly 30,000 start-ups in India, supported by an ecosystem of availability of finance, talent, connectivity, and incubation facilities. How strong is the ecosystem? A report by TiE Delhi NCR and Zinnov answers this question. Business Standard Report

- **Top biscuit manufacturers seek GST cut for below Rs 100 per kg segment**
  The statement acquires significance in the wake of the GST Council meet, slated for Friday, which is likely to take up the matter. BS Report

- **Debt of NBFCs fast catching up with non-finance companies: Details here**
  The rise in debt of non-bank lenders has outpaced that of traditional corporates in manufacturing and infrastructure sectors, and took up a much larger proportion of India Inc's total borrowings. The listed non-banking financial companies (NBFCs), such as Housing Development Finance Corporation (HDFC), Bajaj Finance, India bulls Housing Finance, Shriram Transport Finance, Power Finance Corp and L&T Finance together accounted for 45.4 per cent of all corporate borrowings (excluding banks) up from 29.3 per cent in FY14 and 23.7 per cent in FY09. BS Report

SAVE WATER || SAVE UNIVERSE

Knowledge shared= Knowledge^2

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About Scribbler

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