

THE DAILY LIFELINE

Official Newsletter of Diucon



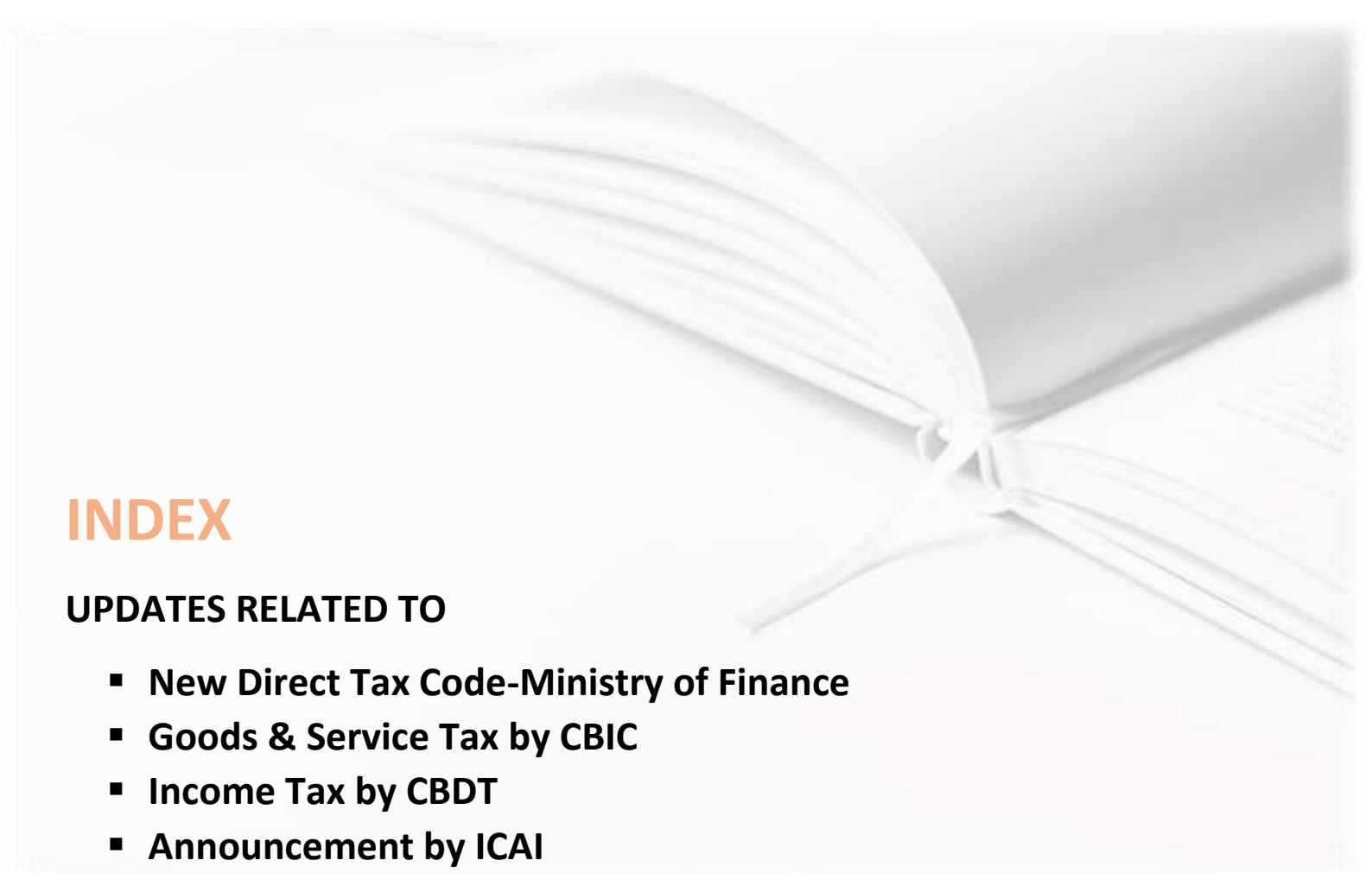
WHAT'S NEW IN PROFESSIONAL/ BUSINESS WORLD TODAY:

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.



INDEX

UPDATES RELATED TO

- **New Direct Tax Code-Ministry of Finance**
- **Goods & Service Tax by CBIC**
- **Income Tax by CBDT**
- **Announcement by ICAI**
- **Announcements by ICSI**
- **Corporate Laws by MCA**
- **The Insolvency and Bankruptcy Law by IBBI**
- **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 Goods & Service Tax & other Indirect taxes by CBIC

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

- ❖ Section 35 & 36 under Chapter VIII in CGST Act, 2017 together with Rule 56 to 58 under Chapter VII of CGST Rules, 2017 deal with Accounts and records in GST. CBIC issues a simplified E-flyer of this subject.

[Here is your copy](#)

▪ 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] 109 taxmann.com 218 Valerius Industries v. Union of India CIVIL APPLICATION NO. 13132 OF 2019, AUGUST 28, 2019	High Court of Gujarat	Judgement	Power conferred upon authority under section 83 for provisional attachment could be termed as a very drastic and far-reaching power; such power should be used sparingly and only on substantive weighty grounds and reasons. [Section 83 of the GST Act, 2017 discussed]
2	[2019] 109 taxmann.com 300 (Bombay) Bai Mamubai Trust v. Suchitra	Mumbai High Court	Judgement	GST not leviable on services provided by Court Receiver. [Section 92 of CGST along with other provisions discussed]

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

- ❖ **Key decisions likely to be taken at the GST Council meeting on Friday**

With the government trying hard to reverse the economic slowdown, the GST Council is likely to make major announcements on Friday. The GST Council is likely to rationalise rates for five-star hotels in its meeting on Friday, in a move that could provide a boost to the tourism industry. The fitment panel, consisting of Central and state officials, recommended a rate cut for outdoor catering from 18 per cent to 5 per cent, but without input tax credit. The panel also recommended rate rationalisation for match sticks in its final agenda circulated to council members.

[Business Standard Report](#)

- ❖ **Man booked for using fake documents on GST portal**

[Times of India Report](#)



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 390 ACIT v. HAL Offshore Ltd. IT APPEAL NOS. 2081, 4673 (DELHI) OF 2016 JULY 23, 2019	Delhi Tribunal	In case of payments made to arbitrators, since amount paid is in nature of professional services rendered by legal professionals involved in profession/occupation/vocation of arbitration, same is liable to TDS as per provisions of section 194J

Sr.No.	Key to find the document	Description	
		Tribunal/Court	Brief judgement
2	[2019] 108 taxmann.com 539 Allahabad Bank Karamchari Co-operative Credit Society Ltd. v. ITO-4(1), Kanpur IT APPEAL NO. 327 (LKW) OF 2019, JUNE 14, 2019	Lucknow Tribunal	Where in terms of section 149(1)(b), period of limitation for initiating reassessment proceedings for relevant assessment year had already expired, impugned direction given by Commissioner (Appeals) under section 150 to Assessing Officer to execute certain remedial action under section 148, was a non-est direction and, thus, same deserved to be set aside.
2	[2019] 108 taxmann.com 386 CIT, Madurai v. Sri Parameswari Spinning Mills (P.) Ltd. TCA NO. 601 OF 2018, JULY 1, 2019	High Court of Madras	Where assessee made payments to contractor and filed Form No. 26Q for claiming benefit under section 194C(6) though belatedly, there could be no disallowance under section 40(a)(ia) disentitling assessee to benefit under section 194C(6).
3	[2019] 108 taxmann.com 528 Sumitomo Corporation v. DCIT, Circle-2(2)	Delhi Tribunal	Where assessee, a Japanese company had various contracts with an Indian company for supply of equipment and supervision of installation, period of supervision under contract which did not exceed 180 days to constitute a PE, supervision fee received would be taxable as FTS under Article 12(2) of India-Japan DTAA.

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

- ❖ **Income tax department issues warning against this fake SMS/E-MAILS**

After the income tax return (ITR) filing season is over, taxpayers have started to get tax refunds in their bank accounts. Miscreants have now started to take advantage of unsuspecting assesses by sending out fraudulent SMSes with phishing links.

[Live mint report](#) , [Also check more details at this link](#)

- ❖ **You may not get tax refund if you haven't validated your bank account**

Have you received your refund for the income tax return that you filed last year? If you have still not received it, that's probably on account of the fact that there is now a new requirement you need to fulfil to receive your tax refund. The tax department has recently made it mandatory for you to link your bank account with your tax account for you to be able to receive your tax refund. You may be under the impression that your bank account is already linked since you have mentioned your bank account details in your income tax return. However, that is not the linking envisaged by the tax department. To link your bank account, you need to log into your online tax account, and under "Profile Settings", go to "Pre-Validate your Bank Account". You then have to enter your bank account details, including the account number, the IFSC code, mobile number and email ID linked to that bank account.

[Live mint report](#)

- ❖ **Panel to hear taxpayer before invoking GAAR under new set of rules**

New rules mandate officials to refer a suspected case of tax avoidance to a panel of senior officials. The Income Tax (8th Amendment) Rules, 2019 specify how tax officials should refer a suspected case of tax avoidance to a panel of senior officials and what should be the role of the panel.

[Live mint report](#)

- ❖ **PAN verification: No need not visit income tax office, complete process from home; here's how**

For financial transactions, PAN holds a significance and one needs this crucial document while taking a home loan, buying a car, or taking personal loan or to open a bank account, filing tax, booking tickets, besides being mandatory for purchasing anything worth over Rs 50,000. Because of all such reasons, PAN Card verification is a mandatory and just follow a simple online procedure to accomplish it. With online verification facility, PAN card holders need not physically visit the income tax office. They can easily do it through the Income Tax Department's e-filing website. [Zee News Report](#)



Updates related to Announcement by ICAI

- ❖ Digital Accounting and Assurance Board (DAAB) of ICAI organising 3 days Hands on Session on PRACTICAL GUIDE TO ISA on 27-29 September, 2019 at Noida.
[Details here](#)
- ❖ Committee for Capacity of Building of Members in Practice (CCBMP), ICAI is organising a Live Webcast on "Capacity Building Measures of Practitioners with special focus on SA 700, SA 701, SA 705 & SA 706" at Mumbai from 6.00 pm to 8.00 p.m. on 26th September, 2019.
[More details here](#)
- ❖ Peer Review Board is organising One Day Training Programme for Peer Reviewers at ICAI Bhawan, Sector 62, Noida on 21st September, 2019 for members.
[More details here](#)
- ❖ Direct Taxes Committee (DTC) of ICAI is pleased to organize a Full day (6 CPE) "Full Day Seminar on Tax Audit" on Saturday 21st September, 2019.
[Details here](#)
- ❖ Ind AS Technical Facilitation Group (ITFG) of ICAI issues Clarification Bulletin 21 in response to some issues received from members.
[Read here for more](#)



Corporate Laws by MCA

- ❖ **Government constitutes Company Law Committee for examining and making recommendations on various provisions and issues pertaining to implementation of the Companies Act.**
In line with the Government's objective of promoting Ease of Living in the country by providing Ease of Doing Business to law abiding corporates, fostering improved corporate compliance for stakeholders at large and also to address emerging issues having impact on the working of corporates in the country, it has been decided to constitute a Company Law Committee for examining and making recommendations to the Government on various provisions and issues pertaining to implementation of the Companies Act, 2013 and the Limited Liability Partnership Act, 2008. [[MCA Order dated 18.09.2019](#)]
[Also check [MoF Press Release](#)]



The Insolvency and Bankruptcy Law.

- ❖ The Insolvency and Bankruptcy Board of India organises Insolvency and Bankruptcy Awareness Programme at Kochi, Kerala.

[Read here more details](#)

- ❖ Initiation of Corporate Insolvency Resolution Process (CIRP) of below companies have been ordered by NCLT. Creditors are called upon to file their claims.

Serial No.	Name of corporate debtor (company for which CIRP announced)	Date of Announcement	Last date of Submission of claims	More details
1	ABW Infrastructure Ltd	14-09-2019	27-09-2019	Click here
2	Vaayu Infrastructure LLP	14-09-2019	24-09-2019	Click here
3	Suryajyoti Spinning Mills Ltd.	13-09-2019	26-09-2019	Click here



Updates related to Start-ups by Start Up India Department

- ❖ **This TCS Foundation-incubated start-up is building shared mobility for corporate campuses and townships**

Tilt, a bike-sharing start-up with offices in Bengaluru and Nashik, has identified a “niche” in the shared mobility space, and wants to “monopolise” it real fast. Here’s how it plans to grow. [Read this inspiring story](#)

- ❖ **Lee Fixel sets sights on Indian start-ups again, may invest \$1 billion**

Former Tiger Global exec plans to invest in Indian firms when non-compete agreement with his former employer expires, which might be as soon as next month. Fixel has held conversations to invest personally in a \$24 million seed round at fintech start-up Amina Tech. [Read this report](#)

- ❖ **The capital of Telangana is now a major Start-up hub and is home to 1,940 Start-ups, according to a recent report by TiE Delhi-NCR and Zinnov.**
Meet the 5 start-ups that have put Hyderabad on the entrepreneurial map.
[More details here](#)
- ❖ **More than 40 private tech firms are helping the government build underwater drones, see-through armour and more.**
More than 40 private tech firms are helping the government build underwater drones, see-through armour and more. There are vast gaps to fill. The start-up world has little understanding of how the government functions. The reverse is true as well. [Read here](#)
- ❖ **10 books that will help you build the next start-up unicorn**
Raising massive rounds of funding and notching up the coveted billion-dollar valuation aren't the end goals for any start-up, but they are definitely key milestones. While mentors and investors will provide you all the help you need to get there, here is a list of 10 books that can show you the way.
[Read here for more](#)
- ❖ **Edtech start-up AttainU raises an undisclosed amount of angel funding**
There are many college graduates who have engineering degrees but lack relevant industry experience or do not have prior coding experience. A recent report by Aspiring Minds revealed that 80 percent of Indian engineers are not fit for any job in the knowledge economy. With a vision to help aspiring engineers be more job ready, Divyam Goel and Vaibhav Bajpai founded AttainU in 2018. [Don't miss to read this inspiring story of success](#)
- ❖ **This son of a farmer prevents tonnes of food wastage using a sun-powered machine**
Millions of tonnes of fresh produce like fruit and vegetables go to waste every year, and according to UN estimations, 40 percent of the food produced in India is either lost or wasted due to their perishability. But, Vaibhav Tidke has a solution to the persistent food wastage problem. Vaibhav, 32, along with friends started a food start-up in Aurangabad called S4S Technologies, in 2014 to sell dried produce such as vegetables, fruit, and meat to food companies. Using solar dryer, a patented technology, it increases the shelf life of perishable food items to up to a year without the use of preservatives and chemicals.
[\[Nothing can be better than reading this story for start of your day in unique way\]](#)



Updates related to Latest developments in Economy & Finance world

- ❖ **Ministry of Commerce & Industry issued Press Note No. 4 (2019 Series) regarding Review of Foreign Direct Investment (FDI) policy on various sectors.**
The Government of India has reviewed the extant FDI policy on various sectors and has made amendments in the Consolidated FDI Policy Circular of 2017 (FDI Policy), effective from August 28, 2017, and as amended from time to time.
[Here is MOCI press release with detail of amendments in FDI Policy](#)
- ❖ **Start-up sectors that have the highest probability of receiving funding**
Sectors such as consumer internet and enterprise applications have seen the most number of start-ups, but only 10-13 per cent of them got funded. Chances of getting funded improved if you were doing a start-up in the areas of artificial intelligence, life sciences, Internet of Things, and enterprise infrastructure, shows this data. [Read this report](#)
- ❖ **Gig workers set to come under labour laws, get social security benefits**
Workers employed in the gig economy are set to become part of India's labour law legislation, enabling some employment-related rights for them. The labour and employment ministry has proposed the Code on Social Security, 2019, in which it has recognised 'gig workers' and 'platform workers' — terms which have never been used in any of the country's labour laws earlier. Gig workers are usually spoken of in the context of a sharing economy, such Uber and Ola drivers, delivery persons for Zomato and Swiggy, and so on.
[Read this exclusive report](#)
- ❖ **Advance tax mop-up posts dismal growth, rises by just 6% in H1FY20**
The tax authorities are faced with a steep revenue collection target for 2019-20, with advance tax mop-up posting dismal growth in the first half of the financial year, indicating a deepening economic slowdown. The overall advance tax collection, including corporate and personal income tax, grew by 6 per cent between April and mid-September as against 18 per cent in the year-ago period, according to sources in the know.
[Business Standard report](#)

Knowledge shared= Knowledge²

About Scribbler

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Profile



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