

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.**

Important message

Advance Rulings, Court decisions and other orders related to GST, Income Tax & few other issues, referred to in this newsletter, are extracted from authentic sources through paid subscriptions hence link of such documents not given as you will not be able to open it.

If anyone need specific advance ruling, judgement or any other document mentioned in this document, don't hesitate to write me at pradeep@pgaa.in or wtsapp your mail id at my number +91-9811777103, you will get it instantly.

Thank you.



Updates related to New Direct Tax Code-Ministry of Finance

❖ Direct tax code panel wants 4 slabs, 35% I-T for Rs 2 crore income

Task Force on Direct Tax Code suggested an overhaul of personal income tax (I-T) slabs, to increase disposable income and give a fillip to consumer demand. Draft legislation had proposed 4 tax brackets by introducing a new slab of 35 per cent for those earning an annual income of Rs 2 crore and above.

Here is comparison chart between exiting tax rates and Direct Tax Code proposals-

Current rates		Proposals in DTC	
Annual Income (Rs.in Lacs)	Slab (in %)	Annual Income (Rs.in Lacs)	Slab (in %)
Up-to 2.5	Nil	Up-to 5	Nil
2.5-5	5	5-10	10
5-10	20	10-20	20
Above 10	30	20-200	30
		Above 200	35



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

- Notification/Circular/Press release/FAQs/Portal Update/Write-up by CBIC
- ❖ CBIC issued Weekly GST Update dated 21.09.2019 which covers the GST changes /observations/ press releases/ Tweet FAQs/ Sectoral FAQs released by CBEC since the last update on 14.09.2019. It supplements the earlier GST Updates.
[\[Download your copy here\]](#)

▪ **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 369 Soma-Mohite Joint Venture, In re No. GST/ARA/o8/2018-19/B-100 August 23, 2019	Authority for Advance Rulings, Maharashtra	Advance Ruling	Where applicant engaged in business of constructions of Infrastructure project, it is held that work is that of construction of tunnel and its allied work and, therefore, said work cannot be considered as earth work contemplated by entry no. 3(vii) of Notification 12/2017-Central Tax (Rate), dated 28-6-2017 but is considered as other irrigation work. [Notification 12/2017 CT-R, amended by Notification 31/2017 CT-R, 13th October, 2017 and Notification No. 2/2018-CT-R discussed]
2	[2019] 109 taxmann.com 377 Emerald Heights International School, In re CASE NUMBER 11/2019 & ORDER NUMBER 13/2019 AUGUST 20, 2019	Authority for Advance Rulings of Madhya Pradesh	Advance Ruling	Services provided by school for organizing conference for students & staff of other schools are chargeable to GST. [Notification 12/2017 CT-R discussed]

Sr.No.	Key to find the document	Court/ARA/AAAR	Description	
			Ruling/Judgement	Summary
3	[2019] 109 taxmann.com 374 Antrix Corporation Ltd., In re ADVANCE RULING NO. KAR ADRG 19/2019 AUGUST 26, 2019	Authority for Advance Rulings, Karnataka	Advance Ruling	Communication Satellite Transponders are appropriately classifiable under Tariff Heading 8803, more specifically under 8803 90 00 and any leasing of such transponders would be covered under Entry No. 17 of Notification No. 11/2017-Central Tax (Rate), dated 28-6-2017 and is taxable to GST at rate of 5 per cent IGST (i.e., 2.5 per cent of CGST and 2.5 per cent of KGST). [Notification 11/2017 CT-R discussed]
4	[2019] 109 taxmann.com 373 Fluid Power (P.) Ltd., In re NO.GST-ARA-05/2019-20/B-98 AUGUST 23, 2019	Authority for Advance Rulings, Maharashtra		‘Marine Duty Hydraulic Equipment’ designed & custom built to be fitted on barge are taxable @ 5% GST [Notification 11/2017 CT-R discussed]

- **News/Latest Developments/Other updates**
- ❖ **Hotel stocks zoom as GST rate cut will make India more attractive for tourists**
[Live mint report](#)
- ❖ **Under-invoicing' leading to GST evasion, claim bicycles makers**
[ET Report](#)
- ❖ **Lower GST on diamond job work, sector cheers over Rs 200-cr export refund**
[ET Report](#)



Updates related to Income Tax by CBDT

- **Notification/Circular/Press release/FAQs**

- ❖ Vide notification no. S.O. 3264(E) dated 12th September, 2019 and effective from same date, Government had notified E-assessment Scheme, 2019 wherein CBDT was to set up a National e-assessment Centre to facilitate the conduct of e-assessment proceedings in a centralised manner, which shall be vested with the jurisdiction to make assessment in accordance with the provisions of this Scheme.

Yesterday, vide notification dated 23rd September, 2019 published in official gazette vide S.O. 3435(E) dated 23rd September, 2019 effective from same date, notified Principal Chief Commissioner of Income-tax as National e – Assessment Centre i.e. NeAC with other officials. [Notification here](#)

- **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 544 Deepak Rugs v. CIT, Varanasi	Allahabad High Court	AO rightly rejected books of account as assessee failed to justify weaving exp.

▪ News/Latest Developments/Other updates

- ❖ **Malware Found Hiding in Fake Income Tax Department Emails, CERT-in Warns**
An information stealing computer malware, masking as a message from the Income Tax Department, has been found prowling in the Indian cyberspace, a federal cyber-security agency has warned in a recent advisory.

[Read this report](#)

- ❖ **Election Commissioner Ashok Lavasa's wife under income tax department scanner.**

[Live mint report](#)

- ❖ **Income-Tax Department sets up time-lines for resolving start-ups' grievances**
In a communication to all the Principal Chief Commissioner of Income Tax (PCCIT)/Principal Director General of Income Tax (PDGITs), the board said that the issue relating to start-ups are to be handled with utmost care and all the officers must be sensitised to handle such issues accordingly. In this connection, it has prescribed a time frame for resolving the grievances.

[Read this report](#)

- ❖ **Income tax relief: Govt shelves big cuts due to huge revenue impact**

Last week's corporate tax cuts involving annual revenue loss of Rs 1.45 lakh crore among the Centre and state governments have almost nullified the chances of an overhaul of the personal income tax (PIT) structure, as recommended by the tax force on Direct Taxes Code (DTC) in the current fiscal.

[Read this report](#)



The Insolvency and Bankruptcy Law.

❖ **Public Announcements**

- Public Announcement of Liquidation Process
 - 22-06-2019 Trishul Electric and Powergen Ltd.
 - 30-08-2019 Liners India Ltd.
 - 19-09-2019 Maiia Commodity Management Pvt. Ltd.

For more details, [visit here](#)

❖ **Invitation of Resolution Plans**

- 27-09-2019 Warasgaon Assets Maintenance Ltd
- 22-10-2019 Varam Bioenergy Pvt Ltd
- 11-10-2019 Mahavir Roads and Infrastructure Pvt Ltd

For more details, [visit here](#)



Listing/Market by SEBI

- ❖ SEBI issues its Bulletin - September 2019

[Get it here](#)



Updates related to Foreign Trade Policy by DGFT

- ❖ MEIS claims for shipment from 1.8.2019, which were blocked, can now be applied, except claims for chapter 61, 62 and 63 and HS codes where 2% increase in MEIS was approved in Nov/Dec 2017 (which are still blocked awaiting Government decision regarding rates). [Source DGFT clarification through official twitter account]



Updates related to Start-ups by Start Up India Department

- ❖ The third edition of the Rural Innovators Start-up Conclave will get underway with 48 start-ups participating to showcase their design ideas, innovations and technologies at the National Institute of Rural Development and Panchayati Raj on Friday. [Read here for more](#)



Updates related to Money Market/Banks by RBI

- ❖ RBI issues directions under Section 35A of the Banking Regulation Act, 1949 (AACS) – Punjab and Maharashtra Cooperative Bank Limited, Mumbai, Maharashtra. [Read here full report](#)



Updates related to Latest developments in Economy & Finance world

❖ A Rs 1.45 trillion tax cut may undermine rate reductions in India

India's \$20 billion tax-cut boost may have an unintended effect of keeping borrowing costs high. The premium of 10-year yields over the central bank's policy rate widened to the most since April after the surprise stimulus announced Friday raised fears the government will miss its budget deficit targets. Traders say the spread offers lenders little incentive to pass on past interest rate cuts to customers.

[Business Standard report](#)

❖ Trade unions of public sector banks call off two-day nationwide strike

Trade unions of public sector banks (PSBs) on Monday decided to withdraw a two-day nationwide strike slated to begin from Wednesday. The unions called off the strike after holding a meeting with Finance Secretary Rajiv Kumar in which they were assured that a committee will be set up to address issues arising out of the proposed amalgamation of 10 PSBs into four.

[Read this report](#)

❖ CIL output likely to take hit due to strike on Tuesday

Production of Coal India Ltd (CIL) is likely to take a hit on Tuesday as workmen unions have decided to go on one-day strike to protest against the centre's decision to allow 100 percent foreign direct investment in coal mining.

[Read full report](#)

Knowledge shared= Knowledge²

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About Scribbler

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Profile



Page



[Double click on icons to open]