

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**
- **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**

- ❖ **CBIC issued 9 Circulars No. 113/32/2019 to 121/40/2019 all dated 11th October 2019 on various issues**

Detailed discussion in **annexure-1** to this document

- **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 472 S.P. Jeyapragasam (HUF), In re ORDER NO. 29/ARA/2019 JULY 25, 2019	AAR Tamilnadu	Advance Ruling	Where applicant filed application before Authority for Advance Ruling seeking ruling on a question and subsequently it requested Authority to allow to withdraw application, application was dismissed as withdrawn
2	[2019] 109 taxmann.com 476 K.R.G. Textile Mills v. State of Tamil Nadu* W.P. NO. 25549 OF 2019, AUGUST 28, 2019	Madras High Court	Order	HC directed department to take necessary action where downloading of C-Form has been blocked post GST introduction

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

- ❖ **GST might have flaws but cannot damn it now: Finance Minister Nirmala Sitharaman**

Conceding that GST may have some flaws in its present form, finance minister Nirmala Sitharaman on Friday asked tax professionals not to curse it and sought their help to make it better. The minister was replying to the concerns raised by taxation industry professionals here, who said the industry was "cursing" the government over how the GST was implemented.
[Read this 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] 109 taxmann.com 397 ACIT, New Delhi v. Bulland Buildtech (P.) Ltd.* IT APPEAL NO. 1179 (DELHI) OF 2015 [ASSESSMENT YEAR 2007-08] AUGUST 22, 2019	Delhi Tribunal	In order to file appeal before Tribunal, revised/enhanced minimum threshold limit of tax effect of Rs. 50 lakhs vide CBDT Circular No. 17/2019 dated 8-8-2019 is applicable not only for appeals to be filed by revenue in future but also for appeals already filed by revenue

▪ News/Latest Developments/Other updates

❖ Number of crorepati taxpayers up 20%

A year after demonetisation, nearly one lakh individuals have reported an income of ₹1 crore or more in their Income Tax Returns. This is 20 per cent more than the number of crorepatis who filed returns in the previous year, according to official data released on Friday. During the same period, the number of persons who paid an income tax of ₹1 crore or more also went up by 20 per cent. [Read this interesting report](#)

❖ Income Tax Dept Carries Out Raids on Telangana CM's Close Associates' Construction Company

Hyderabad: The Income Tax department carried out raids at multiple offices of Telugu tycoon Krishna Reddy's Mega Engineering Infrastructure Limited (MEIL) in Hyderabad and other cities. The MEIL is one of the major infrastructure service providers in Andhra Pradesh and Telangana. MEIL directors Reddy, who is popularly known as 'Megha', and Pamireddy Pichi Reddy, are close associates of Telangana Chief Minister K Chandrasekhar Rao. [Read this report](#)

❖ Number of income tax payers jumps 13.8% to 84.5 million

The number of income tax payers rose to 84.5 million in the 2018-19 assessment year, a jump of 13.8% from the previous year in line with double-digit growth in tax receipts and the number of returns filed, official data showed on Friday. Data also showed that since the roll-out of the goods and services tax (GST) in 2017, the share of income tax in the central government's total tax receipts has also gone up. [Read this report](#)



Updates related to Announcement by ICAI

❖ GST & Indirect Taxes Committee is organising Workshops/Conferences/Programmes on GST.

[Read for more details](#)



Updates related to Announcement by ICSI

❖ ICSI starts Certificate Course in Goods & Services Tax for members and students – Registration open for new batch

[Read for more details](#)



Corporate Laws by MCA

❖ **MCA amends schedule VII (with section 135) of Companies Act, 2013**

Entry (ix) of the schedule is substituted with new entry below activity can be included by companies in their Corporate Social Responsibility Policies relating to: —

Contribution to incubators funded by Central Government or State Government or any agency or Public Sector Undertaking of Central Government or State Government, and contributions to public funded Universities, Indian Institute of Technology (IITs), National Laboratories and Autonomous Bodies (established under the auspices of Indian Council of Agricultural Research (ICAR), Indian Council of Medical Research (ICMR), Council of Scientific and Industrial Research (CSIR), Department of Atomic Energy (DAE), Defence Research and Development Organisation (DRDO), Department of Science and Technology (DST), Ministry of Electronics and Information Technology) engaged in conducting research in science, technology, engineering and medicine aimed at promoting Sustainable Development Goals (SDGs);

[\[MCA Notification No. G.S.R. 776\(E\) dated 11th October, 2019\]](#) effective from same day]

❖ **MCA notify Companies (Meetings of Board and its Powers) Amendment Rules, 2019.**

[\[MCA notification no. G.S.R. 777\(E\) dated 11th October 2019 effective from same day\]](#)



The Insolvency and Bankruptcy Law.

▪ Legal updates- NCLAT | Court

Sr.No.	Key to find the document	NCLAT/Court	Summary
1	[2019] 109 taxmann.com 500 (NCL-AT) Peter Johnson John (Employee) v. KEC International Ltd. Appeal No 188 of 2019	NCLAT Delhi Bench	Civil suit filed for realisation of decreed amount as per foreign judgment is pre-existing dispute: NCLAT



Updates related to Money Market/Banks by RBI

- ❖ **RBI issues details of Revision in Proforma and Reporting of Bank / Branch details under the Central Information System for Banking Infrastructure (CISBI)**

[Read this release](#)

- ❖ **RBI issues Monthly Bulletin for October 2019**

[Read here](#)



Updates related to Latest developments in Economy & Finance world

- ❖ **Reserve Bank board discusses commercial, co-operative banks, NBFCs**

The Reserve Bank of India's (RBI's) central board met on Friday in Chandigarh and discussed the current state of the financial sector, with special focus on the regulatory and supervisory architecture of commercial, co-operative banks and non-banking financial companies.

The meeting assumes importance after the Punjab and Maharashtra Cooperative (PMC) Bank scam and the general liquidity deficit in the NBFC sector. However, the banking system continues to be flushed in liquidity. Finance Minister Nirmala Sitharaman said on Thursday that the committee would examine how to modify regulations for cooperative banks so that PMC-like incidents don't take place.

[Read here](#)

- ❖ **FM Nirmala Sitharaman seeks tax experts' inputs to correct GST flaws**

Conceding that GST may have some flaws in its present form, finance minister Nirmala Sitharaman on Friday asked tax professionals not to curse it and sought their help to make it better. The minister was replying to the concerns raised by taxation industry professionals here, who said the industry was "cursing" the government over how the GST was implemented.

[Read here](#)

ANNEXURE-1- GST CIRCULARS DATED 11 OCTOBER 2019

1. [Circular No. 113/32/2019-GST](#)

Clarification in respect of applicable GST rates on the following items:

- (i) Classification of leguminous vegetables such as grams when subjected to mild heat treatment
- (ii) Almond Milk
- (iii) Applicable GST rate on Mechanical Sprayer
- (iv) Taxability of imported stores by the Indian Navy
- (v) Taxability of goods imported under lease.
- (vi) Applicable GST rate on parts for the manufacture solar water heater and system
- (vii) Applicable GST on parts and accessories suitable for use solely or principally with a medical device.

2. [Circular No. 114/33/2019-GST](#)

Clarification on the scope of the entry “services of exploration, mining or drilling of petroleum crude or natural gas or both” at Sr. No. 24 (ii) of heading 9986 in Notification No. 11/2017- Central Tax (Rate) dated 28.06.2017.

3. [Circular No. 115/34/2019-GST](#)

clarification on issues relating to GST on airport levies and to clarify that airport levies do not form part of the value of services provided by the airlines and consequently no GST should be charged by airlines on airport levies.

4. [Circular No. 116/35/2019-GST](#)

Clarification whether GST is applicable on donations or gifts received from individual donors by charitable organisations involved in advancement of religion, spirituality or yoga which is acknowledged by them by placing name plates in the name of the individual donor.

5. [Circular No. 117/36/2019-GST](#)

Applicability of GST exemption to the Directorate General of Shipping approved maritime courses conducted by the Maritime Training Institutes of India.

6. [Circular No. 118/37/2019-GST](#)

clarification on determination of place of supply in case of supply of software/design services by a supplier located in taxable territory to a service recipient located in non-taxable territory by using the sample hardware kits provided by the service recipient.

7. [Circular No. 119/38/2019-GST](#)

Clarification on whether the supply of securities under Securities Lending Scheme, 1997 (“Scheme”) by the lender is taxable under GST

8. [Circular No. 120/39/2019- GST](#)

Clarification on the effective date of explanation inserted in notification No. 11/2017-CTR dated 28.06.2017, Sr. No. 3(vi).

9. [Circular No. 121/40/2019-GST](#)

GST on license fee charged by the States for grant of Liquor licences to vendors

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- ❖ **Fellow Member** of the Institute of Chartered Accountants of India.
- ❖ **Associate member** of Professional Accounting Body of Certified Practising Accountants (CPA), Australia.
- ❖ **CFA (Corporate Finance)**- Columbia Business School, USA | EMERITUS Institute of Management, Singapore.
- ❖ **Certified Goods & Service Tax Practitioner** from ICAI & Ministry of Micro, Small & Medium Enterprises, Government of India.

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