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THE DAILY LIFELINE

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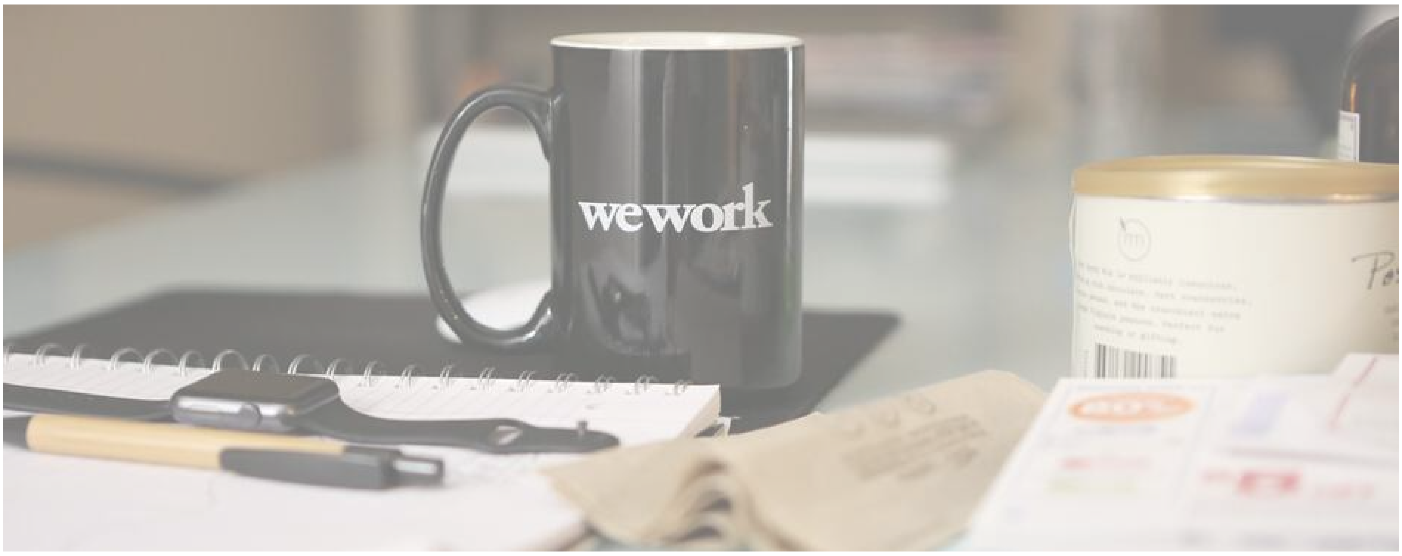

WHAT'S NEW IN PROFESSIONAL/ BUSINESS WORLD TODAY:

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 New Direct Tax Code-Ministry of Finance

- **Government is examining Direct Taxes Code: FM Nirmala Sitharaman**
  Finance Minister said that the proposed new Direct Taxes Code (DTC) to replace the existing income tax law (enacted in 1961) was "under examination" of the Finance Ministry. We are looking into the report of the Task Force and is under examination of the Ministry," Sitharaman said.
  Source- Business Line Report

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

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

  - **Circular on supply of ITeS services by Indian suppliers to foreign clients withdrawn ab-initio**
    In exercise of its powers conferred by section 168(1) CGST Act, 2017, hereby withdraws, ab-initio, Circular No. 107/26/2019-GST dated 18.07.2019.
    Through this circular, certain clarifications were given in relation to various doubts related to supply of Information Technology enabled Services (ITeS services) under GST.
    Download this Circular No. 127/46/2019 – GST dated 04.12.2019

  - **All about Import in GST Regime**
    IGST on import of services is leviable under the IGST Act, the levy of the IGST on import of goods levied under the Customs Act, 1962 read with the Custom Tariff Act, 1975. The importer of services required to pay tax on reverse charge basis.
    Download this E-flyer issued by CBIC

  - **Government notified exchange rate relating to imported and export goods Exchange Rate Notification No.88/2019 - Customs (N.T.)**
    CBIC hereby determines that the rate of exchange of conversion of each of the foreign currencies specified in attached notification, into Indian currency or vice versa, shall, with effect from 6th December, 2019, be the rate mentioned against it in the corresponding entry in said notification relating to imported and export goods.
    Download this notification

- **Legal updates- Court/AAARA judgements/Advance Rulings**
  [AAARA- Appellate Authority for Advance Ruling | ARA- Advance Ruling Authority]

SN	Key to find the document	Court/ARA/AAAR	Description	
			Ruling/ Judgement	Summary
1	[2019] 112 taxmann.com 80 Kabeer Reality (P.) Ltd. v. Union of India WP NO. 15645 OF 2019 NOVEMBER 21, 2019	Madhya Pradesh High Court	Order	Where tax was being recovered from petitioner after following due process of law, petitioner could not have escaped his liability of payment of GST under Act of 2017, especially when he had filed GSTR-1 and had quantified tax payable by him while submitting GSTR-1. GSTR-1 is declaration of tax liability and GSTR-3B is evidence of actual payment
2	[2019] 112 taxmann.com 81 (SC) State of Uttar Pradesh v. Kay Pan Fragrance (P.) Ltd.	Supreme Court	Order	Where interim order was passed by HC directing State to release seized goods, subject to deposit of security other than cash or bank guarantee or in alternative, bond equal to value of tax & penalty to satisfaction of Authority, held that HC ought to have been loathe to entertain Writ Petitions questioning seizure of goods and to issue directions for its release and, Orders passed by HC which were contrary to stated provisions would not be given effect and authorities would process claims of concerned assessee afresh as per express stipulations in section 67 read with relevant rules in that regard.

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

❖ **5% GST slab may be increased to 6%: Panel considering ways to boost revenue**
The panel for shoring up muted goods and services tax (GST) collection is examining slab restructuring by increasing the 5 per cent rate to 6 per cent to begin with — a move that can result in additional revenues of Rs 1,000 crore per month. The 5 per cent slab covers essential commodities like basic clothing, footwear, and food items. The exercise assumes GST collection of Rs 1 trillion a month. According to the official data, the 5 per cent slab accounts for roughly 5 per cent of GST collection.
Source: Business Standard

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] 111 taxmann.com 149 ACIT v. Nupower Renewables (P.) Ltd.	Supreme Court	Reassessment initiated just on basis of info received from investigation wing righty set-aside; SLP dismissed
2	[2019] 111 taxmann.com 348 Ajji Basha v. CIT Chennai	Madras High Court	A speaking order on merits with reasons and findings is to be passed by Commissioner (Appeals) on basis of ground raised in assessee's appeal; he cannot dispose assessee's appeal merely by holding that Assessing Officer's order is a self-speaking order which requires no interference.

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

❖ **CBDT issues draft notification seeking inputs for framing of rules with respect to Fund Manager Regime under Section 9A of the Income Tax Act, 1961**
Ministry of Finance Press Release

Updates related to Announcement by ICAI

❖ Direct Taxes Committee of ICAI enters into an arrangement with Wolters Kluwer (India) Private Limited (WKIPL) to provide the contents of its website (Direct Taxes Online - DTOL only) at Rs. 6000/- (plus taxes) p.a. to the members of ICAI
More details here

Updates related to Announcement by ICSI

❖ ICSI with Corporate Affairs Committee of PHDCCI is organising half day Seminar on "Forensic Audit and Fraud Detection" on Friday, 20th December, 2019 from 2:15 PM to 6:45 PM (followed by Hi-Tea) at PHD House, New Delhi.
More details here

The Insolvency and Bankruptcy Law.

- **Legal updates- NCLAT | Court**

Sr.No.	Key to find the document	NCLAT/Court	Summary
1	[2019] 111 taxmann.com 301 Axis Bank Ltd. v. Baypark Hotels & Resorts (P.) Ltd. IA NO. 836 OF 2019 CP (IB) NO. 563/7/(HYD.) OF 2018 OCTOBER 4, 2019	NCLT – Hyderabad	In terms of section 12A, if 90 per cent voting share of Committee of Creditors approves application for withdrawal then Adjudicating Authority has to allow for withdrawing application filed under section 7 or section 9 or section 10

Listing/Market by SEBI

- SEBI released Consultation Paper on Introduction of Performance Benchmarking and Standardization of Private Placement Memorandum for Alternative Investment Funds.
  Read/Download here

Updates related to Start-ups by Start Up India Department

- Discovered at Inc42 BIGShift: Indore's Class Monitor takes students back to Tradition with Hybrid Digital Learning.
  Read this success story here

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

- **Financial Assistance to MSMEs**
  As reported by Reserve Bank of India, the Scheduled Commercial Banks have outstanding credit of Rs.15,10,650.52 crores to 320.68 lakh MSMEs in the year ending March, 2019.
  Source: MOMSME Release

New act notified/Bills introduced in parliament or Executive orders by President

- Chit Funds (Amendment) Act, 2019 notified with effect from 05th December, 2019
  Here is your copy

Updates related to Latest developments in Economy & Finance world

- **RBI's policy surprise: Pause on rate cuts may hit real estate, auto sector**
  The Reserve Bank of India's (RBI's) move to pause rate cuts will hit the beleaguered real estate and auto sectors hard. These sectors were expecting another rate cut by the central bank to help revive sagging consumer demand. CEOs said benefits from the previous rate cuts are yet to play out completely and the real estate industry is still reeling from the liquidity crisis as consumers are not coming forward to buy new houses or cars.
  Source- Business Standard

- **RBI monetary policy review: Client exposure norms for UCBs to be tightened**
  The Reserve Bank of India (RBI) said on Thursday it would revise regulatory guidelines to make urban co-operative banks (UCBs) with assets of Rs 500 crore and above to report information on large credits. The move comes in the wake of an alleged fraud at Punjab and Maharashtra Co-operative (PMC) Bank involving a large real estate firm. The RBI, in its developmental and regulatory policies, said it would amend the guidelines for UCBs to reduce concentration risk in exposures, priority sector lending and strengthen their role in promoting financial inclusion.
  Source-Business Standard

- **Canada's CPPIB to invest up to $600 million in Indian infrastructure fund**
  Canada's biggest public pension fund is investing up to $600 million in India's National Investment and Infrastructure Fund (NIIF), as it seeks to grow its infrastructure bets in Asia's third-largest economy. The deal includes a commitment of $150 million in NIIF's Master Fund and co-investment rights of up to $450 million in future opportunities to invest alongside the Master Fund, Canada Pension Plan Investment Board (CPPIB) said in a statement on Thursday.
  Source- Business Standard

Knowledge shared= Knowledge^2

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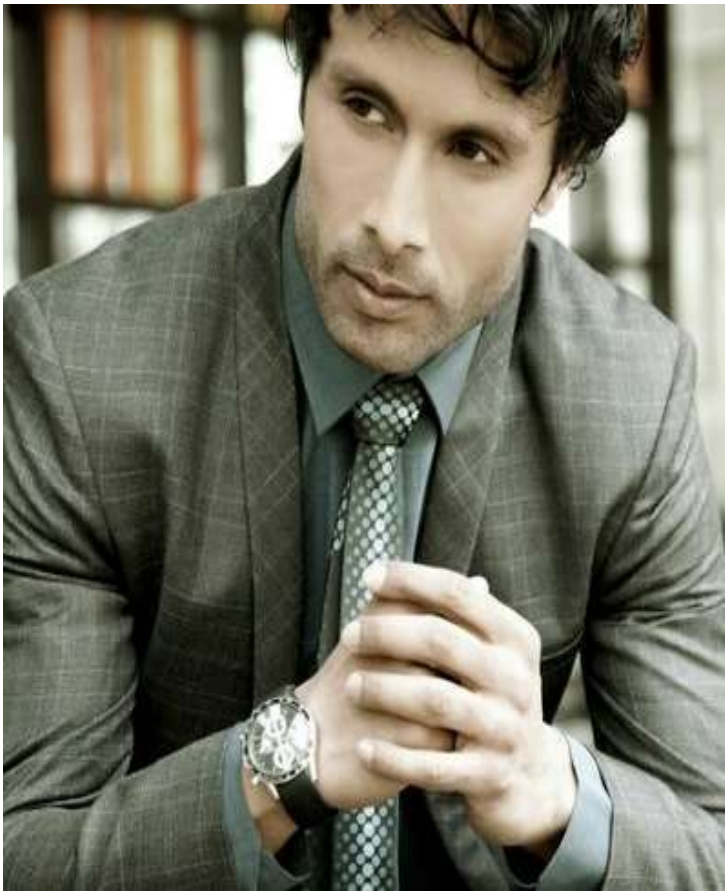
About Scribbler



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Profile *Page*

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