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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

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

❖ **GST Refunds and other payments to taxpayers**

In these documents, you can find out answer of all your questions related to GST refunds.

- **Refund-Compendium**

  [Containing all Notifications, Circulars, Instructions and Advisories issued from time to time]- Download here

- **Master Circular No. 125/44/2019 – GST dated 18th November, 2019**

  Through this master circular Government laid down the procedure for electronic submission and processing of refund applications in supersession of earlier Circulars viz. Circular No. 17/17/2017-GST dated 15.11.2017, 24/24/2017-GST dated 21.12.2017, 37/11/2018-GST dated 15.03.2018, 45/19/2018-GST dated 30.05.2018 (including corrigendum dated 18.07.2019), 59/33/2018-GST dated 04.09.2018, Circular No. 125/44/2019 – GST, 70/44/2018-GST dated 26.10.2018, 79/53/2018-GST dated 31.12.2018 and 94/13/2019-GST dated 28.03.2019.

  Download 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] 112 taxmann.com 366 Siemens Ltd., In re APPEAL CASE NO. 11/WBAAAR/APPEAL/2019 DECEMBER 16, 2019	AAAR- West Bengal	Order	GST leviable on unadjusted Advances received before July 1, 2017 for work contract on GST implementation date

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

- **GST overhaul next on agenda after budget**

  The Narendra Modi administration and state governments will hold fresh negotiations to overhaul the goods and services tax (GST) after the Union budget is presented on 1 February, said a government official familiar with the development. Finance ministers of central and state governments will discuss restructuring GST slabs and rates as well as ways to handle a revenue shortfall and the GST compensation to states in the year starting 1 April, the official said on condition of anonymity.

  Source-Mint report

- **New procedures in GST system may be challenged in courts, say experts**

  Experts say the new procedures in the goods and services tax (GST) system that enable officials to attach properties, including bank accounts, and cancel registration for non-filers of returns were harsh and might be challenged in courts. "It is quite possible that these may be challenged in courts," said Abhishek Rastogi, partner at Khaitan & Co, who is arguing many GST-related cases in courts. He said attachment of bank accounts and cancellation of registration for non-compliance were harsh for the industry grappling with teething issues. The GST commissioner may resort to provisional attachment under Section 83 of the Central GST Act, according to the standard operating procedure (SoP), recently issued by the Central Board of Indirect Taxes and Customs (CBIC).

  Source- Business Standard Report

The Insolvency and Bankruptcy Law.

- **Notification/Circular/Press release/FAQs/Write-up by IBBI or Government**

- **IBBI issues provisional list of IPs prepared in accordance with, 'Insolvency Professionals to act as Interim Resolution Professionals, Liquidators, Resolution Professionals and Bankruptcy Trustees (Recommendation) Guidelines, 2019.**

  Download here

- **Government notifies the Insolvency and Bankruptcy Code (Amendment) Ordinance, 2019.**

  Download gazetted copy here

- **Legal updates- NCLAT | Court**

Sr.No.	Key to find the document	NCLAT/Court	Summary
1	[2019] 112 taxmann.com 45 (Delhi) Action Ispat & Power (P.) Ltd. v. Shyam Metalics & Energy Ltd. CO. APPL. NO. 11 OF 2019 CM NOS. 31047 & 34726 OF 2019	Delhi High Court	Merely because NCLT ordered winding up doesn't follow that co. be dissolved, revival option should be explored

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

❖ **Close to half of claims under IBC were settled in FY19: RBI**

Around half of the claims under the Insolvency and Bankruptcy Code (IBC) were settled in 2018-19, the latest RBI report showed, helping banks recover stressed assets more quickly. As a percentage of claims, banks recovered on average 42.5% of the amount filed through the IBC in the financial year 2018-19, against 14.5% through the Sarfaesi resolution mechanism, 3.5% through Debt Recovery Tribunals and 5.3% through Lok Adalats, it said., Against Rs 1.66 lakh crore claims involved under IBC, the recovery was Rs 70,819 crore. Through the Sarfaesi mechanism, it stood at Rs 41,876 crore. Recoveries through DRTs and Lok Adalats were Rs 10,575 crore and Rs 2,816 crore, respectively. Source-ET Report

❖ **DHFL creditors committee to hold first meeting under IBC on Monday**

RBI-appointed administrator of stressed financier, Dewan Housing Finance Limited, has called for the first committee of creditors meeting of the company under the Insolvency and Bankruptcy Code (IBC) on Monday, multiple people aware of the development told CNBC-TV18. DHFL's creditors, including banks, mutual funds, insurance, and pension funds, among others are all expected to be part of the first meeting on Monday, said a senior banking executive who did not wish to be named. He added that plans to restart business of the mortgage lender, and the claims submitted against the company are among some of the key discussion points.

Source-CNBC Report

Updates related to Money Market/Banks by RBI

❖ **RBI releases December 2019 Financial Stability Report**

The Reserve Bank of India released the 20th issue of the Financial Stability Report (FSR). The FSR reflects the collective assessment of the Sub-Committee of the Financial Stability and Development Council (FSDC) on risks to financial stability, as also the resilience of the financial system. The Report also discusses issues relating to development and regulation of the financial sector.

Read this report

Updates related to Latest developments in Economy & Finance world

❖ **RBI to flag bad loan issues with Finance Ministry in pre-Budget meet**

The Reserve Bank of India (RBI) and the finance ministry will discuss the additional provisioning banks may be expected to make on account of the central bank's June 7 circular, and the stress in telco loans following the Supreme Court (SC) order on adjusted gross revenue, which entails a pay out of Rs 1.33 trillion to the Centre, inclusive of interest and penalties.

Business Standard Report

❖ **Budget 2020: Govt likely to assume a growth rate of 6-6.5% in real GDP**

As it prepares the 2020-21 (FY21) Union Budget, the government may assume a growth rate of 6-6.5% in real GDP for the next fiscal year. It is also likely to assume a deflator of around 4 per cent. That could take the nominal GDP outlook for FY21 to around 10% It is this nominal GDP forecast on the basis of which the finance ministry is calculating key Budget targets like the fiscal deficit as a percentage of GDP and tax revenue growth for the coming year. The upcoming Budget is crucial for Prime Minister Narendra Modi and Union Finance Minister Nirmala Sitharaman as the government looks for ways to reverse a deep slowdown across sectors and hopes to gain back the narrative after a series of rollbacks following the 2019-20 (FY20) Budget. We are looking at 6-6.5% next year. The signs of a recovery are there, and indicators will be better next year because of an expected rebound in demand as well as the low base effect from this year," said a senior official aware of deliberations surrounding the Budget preparation. The official conceded that the upper limit of that range was the best-case scenario unless the global economy recovered steeply.

Source- Business Standard

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Knowledge shared= Knowledge^2

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About Scribbler

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