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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.

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**

❖ Know everything about OIDAR services concept in GST

Online Information Database Access and Retrieval services (hereinafter referred to as OIDAR) is a category of services provided through the medium of internet and received by the recipient online without having any physical interface with the supplier of such services. E.g. downloading of an e-book online for a payment would amount to receipt of OIDAR services by the consumer downloading the e-book and making payment.

Do you know you are liable to pay IGST under Reverse charge?

- If you are an individual and availing OIDAR services for business purposes,
- If you are non-individual (Registered in GST) and availing OIDR services for any purpose.

Download this CBIC E-flyer

- **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	[2020] 113 taxmann.com 22 TMA International (P.) Ltd. v. Union of India W.P. (C). 2694 OF 2019	Delhi High Court	Order	Refund of IGST paid on exports cannot be denied where assessee inadvertently claimed drawback under wrong provision

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

❖ **No need to worry, E-Invoicing will simplify the system, Govt releases FAQs on e-invoicing under GST**

The Finance Ministry has come up with 'Frequently Asked Questions (FAQs) on 'e-invoicing' under the GST system, reaffirming the government's intent to implement 'e-invoicing' for GST. This also reaffirms the fact that the government is ready from a technology stand point to introduce e-invoicing as planned, said GST experts. The introduction of e-invoicing — for B2B businesses — is also expected to curb evasion as the government will get real-time online information once the e-invoicing system is implemented. Under the e-invoicing system, the electronic invoices have to be generated by businesses out of the GSTN portal. [Business-Line Report]

For E-Invoice System Concept, Schema & FAQs, click here [Source-GSTN]

❖ **Good news, State-wise GST data improves transparency**

The Centre government opened a new chapter in India's Goods and Services Tax (GST) history, making public for the first time since GST's launch in July 2017— the State-wise gross domestic GST collections. This move, albeit for the single month of December 2019 and its comparable in December 2018, will also go a long way in improving the "transparency" quotient of the GST system. It should also be seen as the Centre's way of setting the record straight that States are in fact earning revenues and that some States' anxiety in recent times over their lacklustre GST collection and delayed compensation cess pay out may not have been a little exaggerated.

Here is business line report

❖ **Revenue secretary, tax commissioners to meet on streamlining GST system- another step towards Ease of Doing Business in India**

To streamline Goods and Service Tax (GST) system and refunds, enhance GST compliance and discourage tax evaders, commissioners of state tax and chief commissioners of central tax are scheduled to hold a daylong brainstorming session, under the chairmanship of Revenue Secretary Ajay Bhushan Pandey, in New Delhi on 7 January.

Mint Report

Updates related to Income Tax by CBDT

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

❖ **Budget may introduce tax dispute settlement scheme. An estimated 500,000 cases have been pending in the courts and quasi-judicial forums for years. There are over Rs 8 lakh crore stuck in direct tax litigation and a resolution scheme could be a good way to unlock value for the government**
The government is considering a litigation settlement scheme in the upcoming budget that will allow companies to put an end to legacy tax disputes by paying a portion of the money demanded by the revenue department, said four people with knowledge of the matter. This could help bridge the fiscal deficit gap and monetise a part of the amount stuck in tax litigation, they said.
ET Report

❖ **Tax regime globally, as well as in India, is heading for some significant changes**
While tax tinkering will continue to dominate the discourse at least till the Budget, one question hangs in the air: has 'tax terrorism' abated at all? As we survey the global economy, the two things that stand out is the evolution of digital economy, and the consistent tug-of-war between multinational corporations (MNCs) and tax authorities on the adequacy of taxes paid in each country they operate.
ET Report

Updates related to Announcement by ICAI

❖ E-Form - I (Online Form for Filing Complaint to ICAI Disciplinary Directorate)
Click here for more

❖ The Committee for Capacity Building of Members in Practice (CCBMP), ICAI has initiated various measures for the benefits of the members of ICAI through the arrangements with the service providers which the members may avail at their choice.
Check the details here

The Insolvency and Bankruptcy Law.

- **Legal updates- NCLAT | Court**

Sr.No.	Key to find the document	NCLAT/Court	Summary
1	[2019] 112 taxmann.com 298 (IBBI) Mahender Kumar Khandelwal, In re NO. IBBI/DC/15/2019-20, NOVEMBER 14, 2019	IBBI	Where IP contravened code of conduct of Insolvency Professionals, impugned order passed by disciplinary committee debarring IP from undertaking any new assignment till deposit of penalty amount was justified. IP had contravened section 208 as well as code of conduct of Insolvency Professionals and therefore, impugned order passed by disciplinary committee debarring IP from undertaking any new assignment, till he deposit monetary penalty of Rs. 29.24 lakh with Board.
2	[2019] 112 taxmann.com 292 Vibha Overseas Exim (P.) Ltd., In re CA NO. 392/C-III/2019 CP (IB) NO. 709/ND/2018 OCTOBER 17, 2019	(NCLT-Chennai)	Corporate debtor was to be ordered for liquidation as no resolution plan was received by adjudicating authority before expiry of CIRP period of 180 days and in meeting of CoC, sole member of CoC having 100 per cent voting rights voted in favour of liquidation

Listing/Market by SEBI

- SEBI issued guidelines for credit rating agencies for strengthening of the rating process in respect of Issuer not cooperating 'INC' ratings.
  Jan 03, 2020| Circular No.: SEBI/HO/MIRSD/CRADT/CIR/P/2020/2

Updates related to Money Market/Banks by RBI

- **RBI Announces Special Open Market Operation (OMO) Purchase and Sale of Government of India Dated Securities**
  In a review of the current liquidity and market situation and an assessment of the evolving financial conditions, the Reserve Bank has decided to conduct simultaneous purchase and sale of government securities under Open Market Operations (OMO) for Rs. 10,000 crores each on January 06, 2020 (Monday). The details of securities are here.

Updates related to Latest developments in Economy & Finance world

- **No need for further corporation tax cuts, says Abhijit Banerjee**
  Ahead of the Union Budget, Nobel Laureate Abhijit Banerjee has opposed any further cut in corporation tax rates. He stressed the need to push demand to encourage investment by India Inc. At an event in New Delhi, Banerjee said corporate houses in India were sitting on a "pile of cash" without investing it in the economy.
  Business Standard Report

- **HDFC cuts interest rate by 5 basis points with effect from January 2020**
  Mortgage lender HDFC has cut its retail prime lending rate by 5 basis points (bps) with effect from January 2020. This will benefit all the existing HDFC customers, the company said in an exchange filing. For all salaried class borrowers with loan up to Rs 30 lakh, the effective rate will be 8.10 per cent, while for borrowers with loan amount greater than Rs 30 lakh and up to Rs 75 lakh, the effective rate will be 8.35 per cent. Similarly, for customers with loans above Rs 75 lakh, the effective rate will be 8.45 per cent. For women borrowers in each loan category, the effective rate is 5 bps lower. Business Standard Report

Knowledge shared= Knowledge^2

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About Scribbler

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Profile

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