

THE DAILY LIFELINE

Official Newsletter from Diucon



WHAT'S NEW IN PROFESSIONAL/ BUSINESS WORLD TODAY

Goods & Service Tax
Other Indirect Taxes
Direct Tax Code
Income Tax
Economy | Finance
Insolvency Laws
Corporate Laws

**EYE-CATCHING DOCUMENT
TO KEEP EVERYONE
UPDATED IN TODAY'S
RAPIDLY CHANGING
ENVIRONMENT.**

By Pradeep Goyal, Chartered Accountant
FCA | CPA, Australia | Forensic
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UPDATES RELATED TO

- **Direct Tax Code**
- **Indirect Taxes**
- **Direct Taxes**
- **ICAI Announcements**
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- **Corporate Laws**
- **Insolvency and Bankruptcy**
- **Security and Exchange Board of India (SEBI)**
- **Micro, Small & Medium Enterprises**
- **Reserve Bank of India**
- **Economy & Finance.**

[From Monday to Friday | 5 days a week | No updates on Saturdays and Sundays due to closure of all government departments]



Indirect Taxes

- **Notifications / Circulars / Press releases / FAQs / Portal Updates / Write-ups by Board “CBIC” and Government**

- ✍ **CBIC informs stakeholders about implementation of PGA e-SANCHIT– Paperless Processing under SWIFT-Uploading of Licenses/Permits/Certificates/Other Authorizations (LPCOs) by Participating Government Agencies (PGAs).**

[Circular No.24/2020-Customs dated 14th May 2020](#)

- **Legal Updates- Advance Ruling Authorities / Tribunals / High Courts / Supreme Court**

Sr.No.	Key to find the document	Authority who passed the order	Details of decision
1	[2020] 116 taxmann.com 470 Beauty Wares v. AC, Coimbatore WRIT PETITION NO. 186 OF 2020 JANUARY 7, 2020	Madras High Court	Where assessee while filing Form GST TRAN-1 had committed some errors, it was to be advised to make appropriate representation of Nodal officer, who shall consider same and pass appropriate orders.

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

- ✍ **GST on director salaries: Firms receive notices despite diverse AAR rulings.**

Even as authorities of advance rulings (AARs) differ on the liability to pay the GST on salaries paid by firms to directors, some states have already started issuing notices to companies asking them to provide details of the GST paid through reverse charge on such remunerations. One of the notices seen by FE has been issued by the GST administration in Chhattisgarh to a company asking it to disclose the GST paid on the remuneration received by directors of the company since July 1, 2017. It fails to make any distinction between executive or non-executive directors.

[Finance Express Report](#)



Direct Taxes

- **Notifications / Circulars / Press releases / FAQs / Portal Updates / Write-ups by Board “CBDT” and Government**

- ✍ **Government announce reduction in rate of Tax Deduction at Source (TDS) & Tax Collection at Source (TCS)**

In order to provide more funds at the disposal of the taxpayers for dealing with the economic situation arising out of COVID-19 pandemic, the rates of Tax Deduction at Source (TDS) for the following non-salaried specified payments made to residents has been reduced by 25% for the period from 14th May, 2020 to 31st March, 2021.

[Here is detailed press release](#)

- ✍ **List of other Direct-tax measures announced by the Finance Minister on 13/05/2020**

- a) All pending refunds to charitable trust and non-corporate businesses and professions shall be released soon.
- b) Due date of all Income-tax return for the Financial Year 2019-20 will be extended from July 31, 2020 and October 31, 2020 to November 30, 2020.
- c) The due date for tax audit under section 44AB shall be extended from September 30, 2020 to October 31, 2020
- d) The last date for opting Vivad se Vishwas Scheme without paying additional 10% of the disputed tax shall be extended till December 31, 2020
- e) Due date of 30-09-2020 for completion of assessments shall be extended to 31-12-2020. Where assessments are getting barred on 31-03-2021, it shall be extended to 30-09-2021



ICAI Announcements

- ✍ **ICAI issued Advisory for Members, Students of the Institute of Chartered Accountants of India (ICAI) and Public at Large in respect of Fake Social Media Pages.**

[Read announcement here](#)

- ✍ **ICAI's Live Webcast on "Precautions while doing Company Audits during the Year 2020 for Members in Practice-in light of Covid-19" from 6.00 p.m. to 8.00 p.m. on 15th May 2020.**

[Read here for more details](#)

- ✍ **ICAI Online Refresher Course on Accounting Standards.**

Accounting Standards Board of the Institute of Chartered Accountants of India is starting "ICAI Online Refresher Course on Accounting Standards" on May 15 (Friday), May 16 (Saturday), May 18 (Monday), May 19 (Tuesday), 2020 from 10.00 am to 1.00 pm for the members. This course is free of cost for the members.

[Read here for more](#)



Insolvency & Bankruptcy

- **Notifications / Circulars / Press releases / FAQs / Portal Updates / Write-ups by Board "IBBI" and Government**

- ✍ **IBBI issued Research Paper titled "Merger control for Insolvency Resolution Plans: Do acquisitions of distressed firms warrant competition scrutiny?"**

[Download here](#)

- ✍ **The Insolvency and Bankruptcy Board of India in association with ICSI Institute of Insolvency Professionals and Insolvency Professional Agency of ICAI (Cost) organises Webinar on Valuations under IBC – Impact on account of COVID-19 pandemic on Friday, 15th May 2020 from 15.30 to 17.30 hrs**

[Read here for more details](#)

▪ Legal Updates- NCLTs / NCL-ATs / Supreme Court

Sr.No.	Key to find the document	Authority who passed the order	Details of decision
1	[2020] 116 taxmann.com 552 Mahesh Sureka v. Marathe Hospitality TECHNICAL MEMBER MA 3031/2019 C.P.(IB) NO. 3603/(MB)/2018 MARCH 20, 2020	NCLT Mumbai	Section 238 of IBC overrides attachment order passed by Economic Offence wing against property of corporate debtor Where corporate debtor having mortgaged an immovable property with financial creditor i.e. a bank, availed certain loan facility and, subsequently, said property was leased out to another party without even obtaining the consent of financial creditor and, in such a case, Economic Offences Wing finding the lease transaction in question as mala fide and invalid, attached said property, having regard to overriding effect of provisions of section 238, impugned attachment order was to be declared a nullity and non-est in law and, therefore, Economic Offences Wing was to be directed to release attachment carried out on property of corporate debtor so that Resolution Professional could take possession of said property and conduct CIRP in substantial public interest.
2	[2020] 116 taxmann.com 475 Sumit Shah v. Prabhakar Processors P. Ltd.	NCLT Ahmedabad	Disposal of proceedings u/s 9 was to be referred to President, NCLT where there was difference in opinion of member.



Securities & Exchange Board of India (SEBI)

- ✍ **SEBI issues relaxations relating to procedural matters – Takeovers and Buy-back**
[Read this circular](#)



Economy & Finance

- ✍ **Stimulus 2.0: Banks will monitor solvency, guarantees cool credit risk fear.**
Banks expect faster disbursement of sanctioned money to micro, small and medium enterprises (MSMEs) after the lockdown is lifted, with the fear of money coming back being addressed in the form of guarantees. While the issue of providing liquidity to existing borrowers who are sapped of revenues has been addressed, banks will have to undertake due diligence on the solvency of units.
[Business Standard Report](#)
- ✍ **Finance Minister announce measures for relief and credit support related to businesses, especially MSMEs to support Indian Economy's fight against COVID-19.**
[Read here for more details](#)
[Download detailed presentation here in English, Hindi & many other Indian languages](#)



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SAVE WATER || SAVE UNIVERSE

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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.
- ❖ **Registered Valuer with IBBI-** Asset Class- Securities or Financial Assets
- ❖ **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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