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[Daily Newsletter related to Profession]
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Most Authentic Newsletter of India

Direct & Indirect Taxes | ICAI & ICSI Updates | Corporate laws |
Insolvency | SEBI | RBI | Economy & Finance

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Indirect Taxes

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	Wago (P.) Ltd ADVANCE RULING NO. GUJ/GAAR/R/33/2021 IN APPLICATION NO. ADVANCE RULING/SGST & CGST/2020/AR/54 JULY 30, 2021	Gujrat AAR	ITC of GST paid on procurement of air conditioning cooling system and ventilation system is not allowed being blocked credit u/s 17(5). Where applicant is in process of establishing its new factory and is procuring various assets to install and commission them in its factory, input tax credit of GST paid on procurement of air conditioning and cooling system and ventilation system is not admissible, as this is a blocked credit.
2	Tianyin Worldtech India (P.) Ltd. ADVANCE RULING NO. U.P ADRG/80 OF 2021 JUNE 28, 2021	AAR UP	ITC not available on fire protection system & mechanical work of plumbing, sewage system etc. being blocked credit u/s 17(5). - ITC on building works is not available as credit in respect of civil structure and goods and services used for construction of immovable property is restricted. - ITC on electrical and air-conditioning works is not available since they become part and parcel of immovable property after installation

▪ **News / Latest Developments / Other updates.**

❖ **CGST, Mumbai Zone busts fictitious entities availing GST ITC against fake invoices; fraudulent transaction of Rs. 6.23 Crores.**

Special Drive detects Tax evasion of Rs. 3,500 Crore so far; Rs. 460 Crore recovered.

Anti-evasion Wing, Central Goods and Services Tax Bhiwandi Commissionerate, Mumbai have busted a network of fictitious entities in Maharashtra. The entities were involved in availment and utilisation of Input Tax Credit (ITC) against fake invoices without actual supply of goods. Searches were conducted at more than a dozen locations at various premises located in Navi Mumbai, Thane and Palghar. Investigation in the case revealed that M/s. Shree Balaji Steel had fraudulently claimed ITC of Rs. 6.23 Crore from various fictitious entities and passed it on to different buyers. Proprietor and manager of the firm were arrested on yesterday, 12th December 2021 under Section 69 of CGST Act. They were produced before the Additional CMM court, Fort, Mumbai. The Hon'ble Court has remanded both the accused to 14 days' judicial custody. The quantum of duty evasion is likely to go up during the ongoing investigation.

More details in this [→ Press Release](#)

❖ **GST Council likely to meet early January, may discuss rate rationalisation.**

At the 45th GST Council Meeting in Lucknow on September 17, the Council had decided to rectify the inverted duty structure for footwear and textiles.

The meeting is likely to focus on rectifying the inverted duty structure for a few more items and will also serve as a platform for pre-Budget discussions between Union Finance Minister Nirmala Sitharaman and state finance ministers, Business Standard has learnt. "The current Winter Session of Parliament ends on December 23, followed by the Christmas-New Year period.

[Business Standard Report](#)

❖ **GST Evasion: Punjab and Haryana HC grants Bail to person accused of Wrongfully availing ITC.**

[Tax Scan Report](#)

❖ **18% GST payable on Supply of Artwork along with Advertisement Space: AAR.**

[Tax Scan Report](#)



Direct Taxes

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

- ❖ **Direct Taxes Board CBDT notifies e-Verification Scheme, 2021, effective from 13th December 2021.**

Scope of the Scheme shall be in respect of:

- (i) calling for information under section 133 of the Act;
- (ii) collecting certain information under section 133B of the Act;
- (iii) calling for information by the prescribed income-tax authority under section 133C of the Act;
- (iv) exercise of power to inspect registers of companies under section 134 of the Act; and
- (v) exercise of power of Assessing Officer under section 135 of the Act.

[CBDT notification no. S.O. 5187\(E\) dated 13.12.2021](#)



ICAI Announcements

- ❖ **VCM on “Ind AS: 16 & 40 and GST: Annual Return & Reconciliation Statement” organised by CPE Committee of ICAI and hosted by Chandigarh Branch of NIRC of ICAI on 15.12.2021 from 5 PM to 8 PM.**

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SEBI

- ❖ **Publishing of Investor Charter and disclosure of Investor Complaints by Investment Advisers on their websites/mobile applications- SEBI Circular.**

[Download circular](#)

- ❖ **Publishing of Investor Charter and disclosure of Investor Complaints by Research Analysts on their websites/mobile applications- SEBI Circular.**

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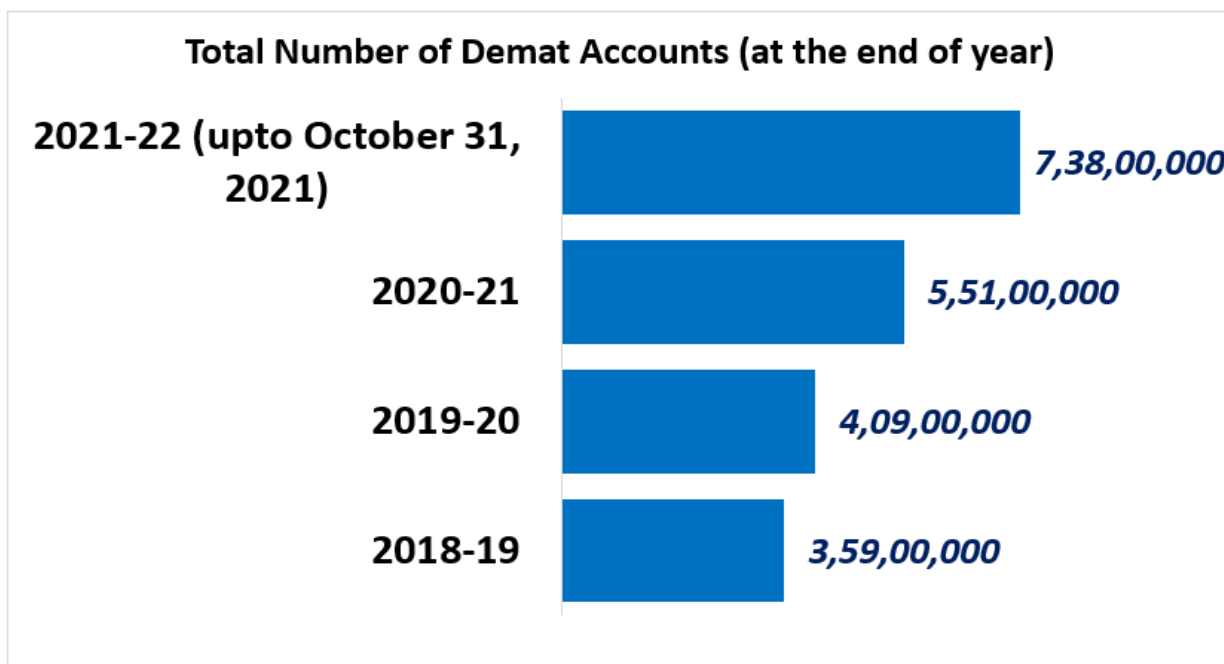


Economy & Finance

❖ India's Demat account holders more than double in 3 years to 7.38 crore in Oct. 2021.

As per the information provided by Securities and Exchange Board of India (SEBI), as on October 31, 2021, there are around 2.75 crore mutual fund (MF) investors, 7.38 crore Demat account holders and 1,324 SEBI Registered Investment Advisors (RIA). This was stated by Union Minister of State for Finance Shri Pankaj Chaudhary in a written reply to a question in Lok Sabha today. The ratio of Mutual Fund investors and Demat Account holders to the Registered Investment Advisors (RIA) in India is around 76,510: 1, the Minister added.

Giving more details, the Minister stated that the total number of Demat Accounts at the end of last three years and increase in number of Demat Accounts therein are as follows:



Ministry of Finance Press Release

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