



The Chartered Accountant

Journal of The Institute of Chartered Accountants of India

Volume 60 | Issue 2

August 2011

FEATURES INSIDE...

EDITORIAL

READER'S WRITE

PHOTOGRAPHS

KNOW YOUR ETHICS

ECONOMIC UPDATE

ACCOUNTANT'S BROWSER

NATIONAL UPDATE

INTERNATIONAL UPDATE

BACK PAGE

EVENTS...

All India Conference –
2011, Bhubaneswar

Three Days National
Residential Seminar on
Service Tax,
Thiruvananthapuram

National Tax Workshop,
Bhopal

Workshop on Service
Tax, Chennai

Workshop on Internal
Audit of Labour Laws,
Mumbai

Training Programme on
"An Insight on the
Concepts Applicable to
Autonomous Bodies",
Noida

National RRC on CA
Profession, Salasar

Two Days Training
Workshop on "Revised
Schedule VI and XBRL",
Chennai

Workshop on CARO &
Taxation, Indore

National Conference on
Taxation, Kolkatta

OPINION...

Capitalisation of interest
during pre-operative
period in Cable and
Telecommunication
Industry

In This Issue...

Accounting

Revised Schedule VI and its
Comparison with Existing Schedule VI:
An Overview - CA. Mohammad Salim

Reforms in Government Accounting
and Financial Reporting - K.P.
Sasidharan

Taxation

Point of Taxation Rules – A Study -
CA. Rajendra Kumar P.

ESOP Cost Allowability- An Issue for
the Indian Companies - CA. Sarika
Malhotra & CA. Shruti Madan

International Taxation

Dependent Personal Services –
Relieving Dual Taxes on Income from
Employment - Committee on
International Taxation

Insurance

The Dynamics of an Evolving
Environment: Role of a Chartered
Accountant - J. Hari Narayan

Social Audit

Social Audit and Its Relevance in
India - CA. Sunil Kumar Rastogi

Sustainability

Assurance on Corporate
Sustainability Reports - CA. Debraj



FROM THE PRESIDENT CA. G. Ramaswamy President ICAI

Father of our nation, Mahatma
Gandhi has said: *The spirit of
political and international liberty is
universal and, it may even be said,
instinctive...I want freedom for the
full expression of my personality. I
must be free to build a staircase to
Sirius if I want to... ..Read more*

Gupta & Anandaraj Saha

Corporate & Allied Laws

Prize Chit and Money Circulation
(Banning) Scheme Act, 1978:
Precautions - CA. Anshuman
Bardhan

Limited Liability Proprietorship -
CA. Vivek Raju P.

Banking & Finance

Basel III: The Mantra of New
Economic Order – Dr. Monika
Goel & Dr. Somdeo

Reporting

Enhancement of Value for
Corporate Reporting in Current
Competitive Era - Dr. Pradeep
Kumar Singh

Tech for You

Developing IT Strategic Plan and
Identifying Areas of Specialisation
– CA. A. Rafeeq

REPORT— ICAI Celebrates Tradition of Professional Excellence, Launches New Initiatives on its 63rd Foundation Day

LEGAL UPDATE

Legal Decisions

Direct Tax

US-applicant carrying on bill discounting
activities for Indian group company is not
liable to tax in India (AAR)

Revenues earned or to be earned under
seismic data acquisition and processing
contracts in India are taxable under
section 44BB (AAR)

Non-traceability of record, shortage of
staff cannot be held to be sufficient cause
for condoning department's delay in filing
appeal (SC)

Excise/Customs

No rulings is required on classification of
imported parts of aircraft and ground
handling equipment when same is agreed
upon by supplier-importer and concerned
Commissioner (AAR)

Service Tax

Leasing of locomotives, coaches and
wagons for a short duration to a lessee
on rent, bearing no correlation to either
life of equipment or cost of equipment,
would not be exigible to service-tax
(AAR)

Maintenance, repair and overhauling
services provided to domestic and
international airlines in SEZ are taxable;
no exemption is provided under SEZ Act
(AAR)

Circulars/Notifications

Direct Tax

Cost Inflation Index for the F.Y. 2011-12
specified

Exemption to salaried individual
Income-tax (Sixth Amendment)
Rules, 2011, notified

Protocol to amend DTAA with
Singapore

Indirect Tax

Service Tax

Rule 7 of Point of Taxation Rules,
2011, amended

Central Excise

A new quarterly return "Form E.R.-
8" notified

"Branded" products, clarified

Other Laws

FEMA

Discussion Paper on FDI Policy

Liberalisation / Rationalisation of
Overseas Direct Investment (ODI)

Buyback / Prepayment/Redemption
of FCCBs

Companies Act

Guidelines for Declaring Financial
Institution as Public Financial
Institutions

The Companies (Cost Audit Report)
Rules, 2011, notified

Guidelines for Fast Track Exit Mode
for Defunct Companies

Additions to Notified Financial
Institutions

Mandatory Filing for Defaulting
Companies – Section 610

Amendment to Filing of Financial
Statements under XBRL Mode

Integration of DIN and DPIN

Name Availability Guidelines, 2011

Issue of Certificate by Digital
Signature

SEBI

Shareholding of Promoter/Promoter
Group to be in Dematerialised Mode

Admission of LLP as Members of Stock
Exchanges

ICAI NEWS

New Publication

Invitation to Contribute Articles for E-
Newsletter

ICAI- ROC, A MCA-21 Compliance
Software

www.icai.org.in, A Exclusive Website
for Members in Practice and CA Firms

ICAI- Tax Suite, A Tax Compliance
Software

Campus Placement Programme –
August-September 2011

CPE Study Circle for Members in
Industry

Invitation for Research Proposals

Comments Invited on Exposure Drafts
of ASLB 8 'Construction Contracts'

Certificate Course on Master in
Business Finance

Attention Depositors of NBFCs

Invitation of Comments on Draft
Policy on Plagiarism