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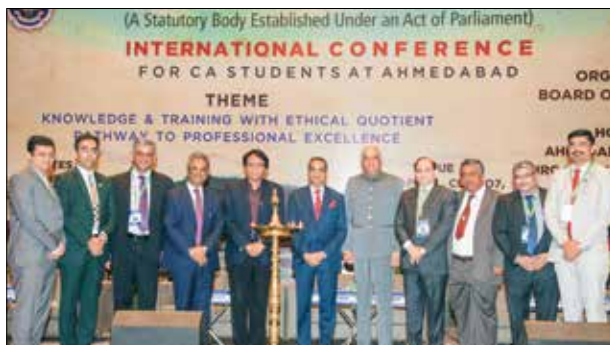
The Chartered Accountant **STUDENT**

Your monthly guide to CA news, information and events

GST

SPECIAL ISSUE ON
**GOODS
AND
SERVICES
TAX**





International Conference for CA Students, Ahmedabad: Hon'ble Union Minister of Commerce & Industry and Civil Aviation, CA. Suresh P. Prabhu; Hon'ble Justice Sh. M.R. Shah; President ITAT, Sh.P.P.Bhatt; ICAI President, CA. Naveen N.D. Gupta; ICAI Vice-President, CA. Prafulla P. Chhajed; Chairman, Board of Studies, CA. Dhinal A. Shah; Past President, ICAI, CA. M. Devaraja Reddy; WIRC Chairman, CA. Sandeep Jain; WIRC Vice Chairman, CA. Priyam Shah; Ahmedabad Branch Chairman, CA. Nirav Choksi; WICASA Ahmedabad, Chairman CA. Fenil Shah.



International Conference for CA Students, Ahmedabad: Chairman, Board of Studies, CA. Dhinal A. Shah; Central Council Member, CA. (Dr.) Debashis Mitra; Director, Board of Studies; CA. Vandana Nagpal with student participants and other dignitaries.



President's visit to the ICAI Library: ICAI President, CA. Naveen N.D. Gupta; Vice President, CA. Prafulla P. Chhajed; Central Council Members, CA. Mukesh Singh Kushwah and CA. Vijay Jhalani along with the students at the Lalita Park Library in New Delhi.



President's visit to the ICAI Library: ICAI President, CA. Naveen N.D. Gupta; Vice President, CA. Prafulla P. Chhajed, and Central Council Member, CA. Mukesh Singh Kushwa along with the students at the Laxmi Nagar Library in New Delhi.



CA Students' Conference, Pimpri Chinchwad: Central Council Member, CA. S. B. Zaware; Branch Chairman, CA. Amod Bhat; Vice Chairman and branch WICASA Chairman, CA Yuvraj Taware, CA. Suniel Karbhari with students.



Past Chairman, CA. Suniel Karbhari, addressing the students. On dias (L to R): Vice Chairman & WICASA Chairman, CA. Yuvraj Taware; Branch Chairman, CA. Amod Bhat; Central Council Member, CA. S. B. Zaware, and Treasurer WICASA Ms. Ridhhi Pande.



Dear Students,

By the time you will read this message, results of CA Final Examinations held in November 2018 would have been declared. My heartiest congratulations to all the students who have qualified the CA examinations. Appreciation to the Rank Holders for their remarkable achievement. I take this opportunity to welcome you to the member fraternity constituting a strong and formidable workforce committed to the cause of **Nation Building** and **service to the Society**. Your sincere and persistent efforts have finally paid off. Remember, this is just the beginning of a long and fulfilling professional journey with opportunities, challenges and accomplishments as milestones.

Words of Wisdom

Those of you who have not succeeded should not lose heart and must remember that success and failure have no permanence; it is the spirit to keep moving on, your perseverance and determination are omnipotent that propel you to take on challenges. **Re-examine** your strategy, **re-set** your style and approach to identify gaps in learning.. **Re-wire** the mindset, **re-launch** yourself; muster all your energy and enthusiasm to start afresh, making sincere efforts towards your goal. Remember- ***The past cannot be changed; the future is yet in your power!***

Drive your mind, thoughts and action to succeed. Remember- The secret to success is putting your heart, mind and soul into even your smallest acts.

It has been an absolute honour to be serving my alma mater, our esteemed Institute in the capacity of a President, being at the helm of affairs, overseeing and witnessing notable events along with working together to implement revolutionary reforms in Education, Training and Examination. The journey has been extremely gratifying, fulfilling and

demanding at the same time. In the Platinum Jubilee year of the Institute, we made an earnest effort to introduce many exemplary initiatives and measures to bring about major transformations in not just knowledge development but also knowledge assessment and delivery towards the larger interest of our stakeholders that is you our students. The year 2018-19 has been eventful in many ways. During the year, many service initiatives were introduced, and vital decisions taken that will directly benefit you, forging a sense of belonging and strengthening your bond with your alma mater. Major initiatives/accomplishments undertaken/achieved by the Board of Studies during the year 2018-19 have been indicated in the infographic below.

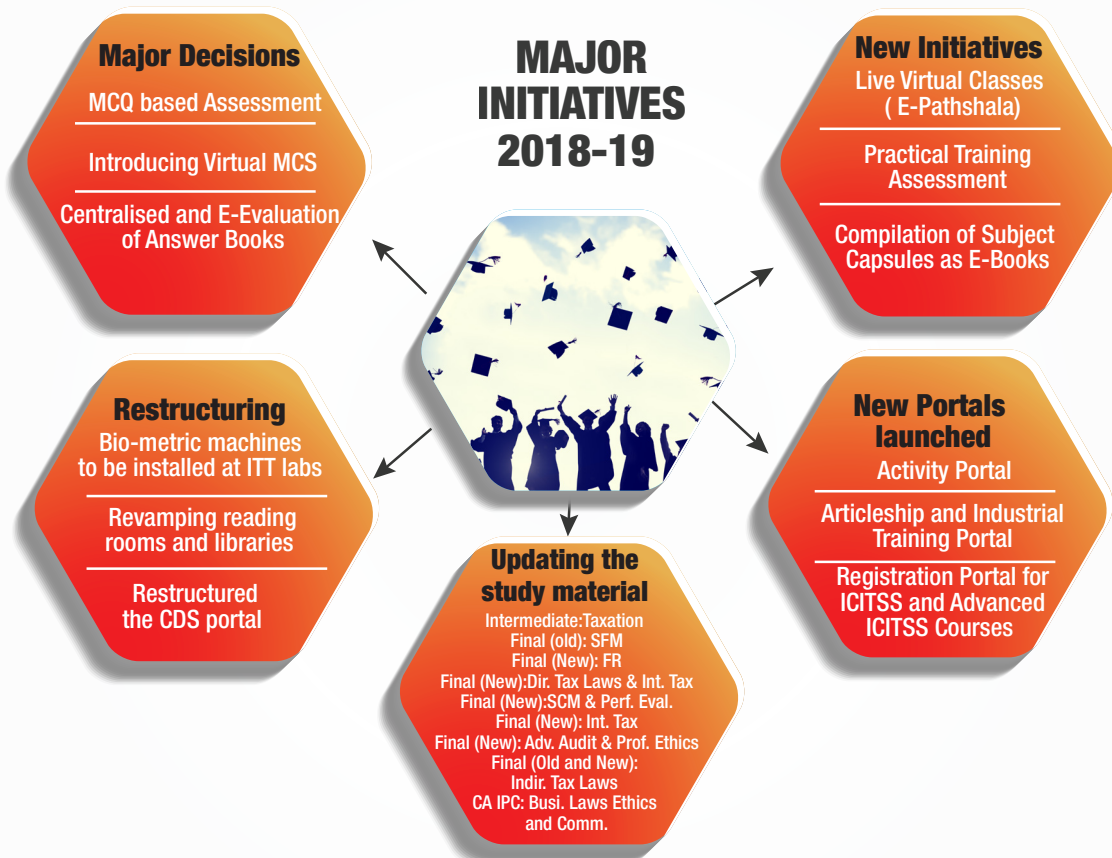
Besides these initiatives, notable events of the year were the **CA Students Talent Search** organised on June 28, at New Delhi where 69 Final Contestants across the country participated in Quiz, Elocution, Instrumental Music and Nukkad Drama. Students presented a mélange of soulful renditions, enthralling the audience. The event was graced by Ms. Rachel Grimes (President, IFAC) as the Chief Guest. I along with CA. Dhinal Ashvinbhai Shah, Chairman, BoS and other dignitaries of SAFA witnessed the event.

International Conference for CA Students organised during Jan 5-6, 2019 in Ahmedabad. **Minister of Commerce & Industry and Civil Aviation Sh. Suresh P. Prabhu**, graced the event as the chief guest. Hon'ble Justice, Sh. M.R. Shah and **President ITAT, Sh. P.P. Bhatt** were the guests of honour. It was extremely heartening to see confident students presenting their explications with professional fervor. Over 3200 CA students from India, Nepal and Sri Lanka attended the conference.

I am sure that the entire student fraternity will make good use of the services and facilities to supplement learning.

I wish to convey my sincere gratitude to **CA. Prafulla P. Chhajed, Vice-President** and esteemed Council colleagues who stood with me like a pillar, in managing affairs for the profession. I also compliment **CA. Dhinal A. Shah, Chairman**, **CA. Vijay Kumar Gupta, Vice-Chairman** and all members of Board of Studies for their untiring efforts in managing the affairs of Board of Studies and bringing the key students' initiatives to fruition. I also express my

PRESIDENT'S COMMUNICATION



heartfelt appreciation for the Director, faculty members and other officials of Board of Studies. I am confident that ICAI shall continue to strive to render best learning resources, knowledge delivery systems, quality service and support to our students.

Wishing you all the best in your future endeavors,

Believe in yourself and all that you are. Remember that there is something inside you that is greater than any obstacle!

CA. NAVEEN N. D. GUPTA
PRESIDENT, ICAI, NEW DELHI

CROSSWORD SOLUTION - JANUARY 2019

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VICE PRESIDENT'S COMMUNICATION



Dear Students,

I am feeling happy while penning down this last message in the capacity of Vice President of the Institute. Over the past year, the Board of Studies has taken many pro-active measures to help the students to prepare for their examinations, to improve their communication and

presentation skills and to develop their overall personality and character. The Board of Studies has also successfully organised International and National conferences for our students so as to bring out the best in them.

I wish to convey my heartiest congratulations to all the students who have come out with flying colours in the November 2018 Final & Foundation and December 2018 CPT examinations. I also extend my congratulations to all the rank holders of the examinations. I sincerely believe that your constant and dedicated efforts have rewarded you in a greater way and helped you all to bring glory and add one more feather in your cap. For those who have not achieved success, it is time for self-introspection. "The minute you settle for less than you deserve, you get even less than settled for".

As you know, the Institute provides a wide range of support to its students for the enhancement of their technical knowledge and enrichment of their professional know-how. The high-quality study material provided to the students has been developed keeping in view the contemporary requirements of the stake holders. Our educational programs set the standard for both their quality and breadth. This has helped our students to blend rigorous study with practical experience and to apply what they learnt in the classroom to situations they face in their work and lives.

The Institute has always accepted and addressed the winds of change and challenges that come in our path in a successful manner. I hope that your sincere efforts and support will help us to meet the future challenges and bring glory to our accounting profession.

Wish you all the best in all your pursuits of life.

CA. PRAFULLA P. CHHAJED
VICE PRESIDENT, ICAI, NEW DELHI

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Intermediate	Starting from March 04, 2019. Classes will run for about six months . Students intending to appear in November 2019 or subsequent examinations are encouraged to register.
Final	Starting from March 04, 2019. Classes will run for about one year . Students intending to appear in May 2020 or subsequent examinations are encouraged to register.

	At the time of Registration		After Registration	
	Single Group	Both Groups	Single Group	Both Groups
Intermediate	2,250	4,000	3,750	6,250
Final	2,500	4,750	4,500	7,500

Students who have not opted for LVC at the time of registration can register by paying the fees given above under the heading 'After Registration'. Further, the students who have registered for Intermediate and Final prior to the date on which the facility is made available with the registration will need to pay higher fees. For details, please visit www.icai.org.

CHAIRMAN'S COMMUNICATION ||



Dear Students,

As I write this missive, I realise that this is my last communication to you as Chairman, Board of Studies. It makes me nostalgic, as I complete my tenure at Board of Studies, a committee truly dedicated to your welfare and well-being. It has been a fulfilling journey, replete with challenges and accomplishments. We worked together relentlessly, with utmost sense of allegiance and commitment towards implementing key initiatives to extend better services and undertaking reformative measures, making ICAI a better place for you our students. During the last one year, I had the opportunity to connect with you through various forums, such as conferences, contests and competitions. I witnessed your indomitable spirit, remarkable talent and unwavering dedication. I shall cherish these memories forever.

Results of November 2018 exams have been recently declared. I would like to congratulate all the successful candidates especially the rank holders, for exceeding their expectations. My best wishes to all of you who could not get through this time. Remember, with your grit and determination, you just need to try a trifle bit more to succeed. *Stay positive, work hard and make it happen!*

We at Board of Studies have put together our best efforts to create an ecosystem, providing a conducive habitat where you can enhance your knowledge, enrich your skills and elicit information and services to be able to achieve the ultimate goal of your life. Let me recapitulate the initiatives/measures executed by the Board of Studies in the year 2018-19

- **MCQ based Assessment:** Introduction of objective assessment for selected papers at the CA Intermediate and Final levels from May 2019 onward, wherein 30% of the questions will be MCQs carrying 1 and 2 marks to strengthen conceptual clarity and hone your analytical skills. MCQs are already being uploaded for practice.
- **Live Virtual Classes:** The Board launched a pilot project to deliver live lectures from subject experts for

May and November 2019 CA Intermediate and Final level examinations with an objective to bring knowledge delivery to your doorstep and to connect our students in far flung areas to the mainstream. Due to growing popularity and large student participation, it has been decided that the classes will be conducted across the nation at a nominal fee of ₹ 10,000; ₹ 12,000 for both groups of **Intermediate and Final** respectively. You can view prerecorded sample lectures before registering for these classes. Registration forms for Intermediate and Final will be updated to provide an option to register for LVC.

- **Practical Training Assessment:** Practical Training Assessment was introduced to gauge your practical knowledge after the end of first and second year of articleship. This would reinforce the significance of practical training as the most important component of the CA curriculum. Started in October, more than 30,000 students have already taken the exam.
- **Student Activity Portal:** Students can register online through the portal for various events such as conferences, seminars, quiz, workshops, mock tests etc., provide feedback on events and check their CPE hours.
- **Online Articleship and Industrial Training Portal:** The portal serves as a common platform for our members, students, firms and organisations (public/private) to interact with one another, enabling them to search, shortlist and schedule interviews, helping to bridge the requirement gap amongst members/industries and students seeking articleship/industrial training.
- **Revamping infrastructure at Reading Rooms and Libraries:** It has been decided to revamp all reading rooms/libraries across the nation. To begin with, two reading rooms/ libraries at New Delhi are being refurbished to provide best facilities and conducive environment for studying.
- **Review & Updation of Study Material:** Reviewing the study material and updating the contents is a recurring exercise, carried out diligently by the faculty at Board of Studies. In order to ensure timely availability of the updated study material, the Board will release latest editions of rationalised study material very soon.
- **Centralised Distribution System:** The distribution system at CDS has been restructured to ensure timely delivery and maximum responsiveness. You can order books anytime, anywhere and receive doorstep delivery.
- **Online Registration Portal for ICITSS and Advanced ICITSS Courses:** The Portal enables you to register

online for MCS/OC/ITT Courses, select convenient batches at preferred locations, facilitates batch transfer, faculty allocation, course scheduling, feedback submission and certificate generation. Fee can be paid online through the payment gateway.

- **AICITSS Reforms:** The Board has initiated the process for upgrading the infrastructure including installation of latest hardware and software systems to transform ITT labs across the nation into high tech labs. As part of this initiative, more than 4000 new computer systems as well as biometric machines for attendance in ITT and MCS courses will be installed.
- **Compilation of Subject Capsules as E-Book:** The Board is in the process of compiling the subject capsules published in the journal during the last year and host it as an E-Book to bring together knowledgeable contents for quick revision.

Major BOS events

- **CA Students Talent Search:** National Level 'CA Students' Talent Search' was started in 2017 with an objective to bring to fore your talents and provide a platform to highlight them. This year the event was organised on June 28, at New Delhi wherein 69 finalists from all five regions participated in Quiz, Elocution, Instrumental Music and Nukkad Drama. It was an exhilarating experience watching our students coming through with soulful renditions, captivating the audience with power packed performances. Ms. Rachel Grimes (President, IFAC) graced the event as the Chief Guest. The event was also attended by Honorable President CA. Naveen N.D. Gupta, myself and other dignitaries of SAFA.

- **International Conference for CA Students:** Ahmedabad branch of WIRC of ICAI, WICASA of ICAI along with BOS, ICAI organised a two day international conference for CA students at Ahmedabad during Jan 5-6, 2019. The event was a huge success. The highlights of the event were the technical sessions wherein student participants presented their expositions with aplomb on myriad subjects such as Accounts, Audit, Law, IT and Economics. Over 3200 CA students from India, Nepal and Sri Lanka attended the event.

I along with Vice Chairman BOS, CA. Vijay Kumar Gupta extend heartfelt gratitude and earnest regards to honourable **President CA. Naveen N.D Gupta, Vice President CA. Prafulla P. Chhajed** and esteemed committee members for their constant support and guidance. I am indebted to Vice Chairman BOS, CA. Vijay Kumar Gupta for his untiring support. I would also like to acknowledge the Director, BOS and staff for their industrious efforts and wholehearted cooperation and collaboration towards execution of these initiatives. I sincerely hope that the entire team at BOS will continue to work towards the larger interest of our students.

As students, your motto in life must be *Never to settle for anything but the best, that's the only way you will excel and leave behind the rest!*

I wish you all the best in your future pursuits.



CA. DHINAL A. SHAH
CHAIRMAN, BOARD OF STUDIES, ICAI

ANNOUNCEMENT

Foundation Paper 4 Part II: Business And Commercial Knowledge

The students of Foundation Course may note that a revised study material has been released in which chapter 3 and chapter 5 have been updated. Students possessing July 2017 edition of the study material are hereby advised to:

- Refer Chapter-3 available at <https://resource.cdn.icai.org/46709bosfnd-p4-part2-cp3.pdf> instead of chapter 3 available in July 2017 edition.
- With regards to chapter 5, material related to IFCI, SIDBI and EXIM Bank have been deleted. Accordingly, the same may be ignored by the students possessing previous version of study material. Revised material is available at <https://resource.cdn.icai.org/46711bosfnd-p4-part2-cp5.pdf>

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SWACHH BHARAT - A STEP TOWARDS CLEANLINESS

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Goods and Services Tax: A Capsule for Quick Recap

It has always been the endeavour of Board of Studies to provide quality academic inputs to the students of Chartered Accountancy Course. Keeping in mind this objective, BoS has come up with a crisp and concise capsule on Part I: Goods and Services Tax (GST) of Paper 8: Indirect Tax Laws of Final Course (Old as well as New), to facilitate students in quick revision before examination. The Capsule makes use of diagrams, tables, flow charts etc. to facilitate recap of significant substantive aspects of GST law. The capsule on GST is based on the GST law as amended by the significant notifications/circulars issued till 31st October, 2018 and is thus, relevant for students appearing in May, 2019 examination. Students may note that this capsule is a tool for quick revision and thus, should not be taken as a substitute for the detailed study of the subject. Students are advised to refer to the October 2018 Edition of Final Course Study Material and Revision Test Paper for May, 2019 examination for comprehensive study and revision.

SUPPLY UNDER GST

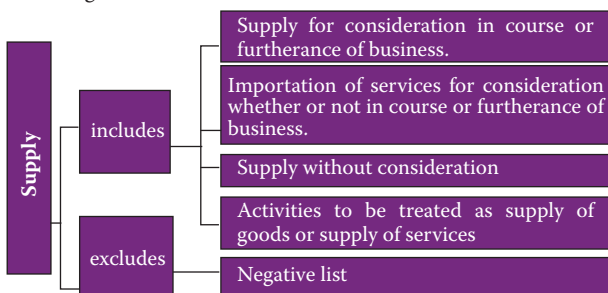
The taxable event under GST is supply. The scope of supply under GST can be understood in terms of following parameters:

Supply should be of goods or services	Supply should be made for a consideration	Supply should be made in the course or furtherance of business	Supply should be made by a taxable person	Supply should be a taxable supply
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While these parameters describe the concept of supply, under certain circumstances, transactions have been deemed as supply even when the supply is made without consideration or not in the course or furtherance of business. Activities specified in Schedule I are deemed to be a supply even without consideration. Further, import of services for a consideration, whether or not in the course or furtherance of business is treated as supply.

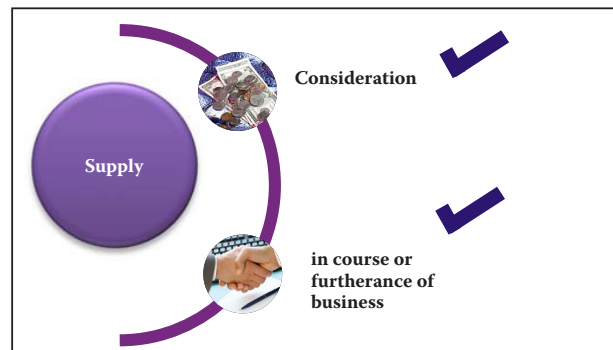
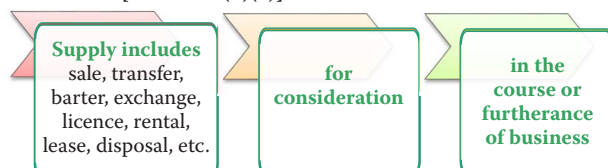
Besides, some specified transactions/ activities are neither treated as supply of goods nor a supply of services. Furthermore, certain activities have been categorised as supply of goods or as supply of services.

The discussion with respect to supply is broadly categorised into following:



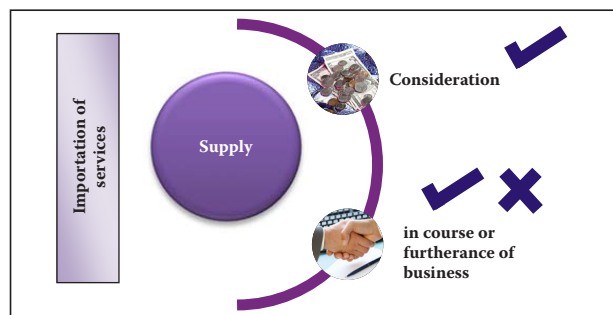
Sub-sections of section 7 alongwith related Schedules has been summarised as follows:

1. Supply for consideration in course or furtherance of business [Section 7(1)(a)]



2. Importation of services for consideration whether or not in course or furtherance of business [Section 7(1)(b)]

Supply should be in course or furtherance of business. The exception to said rule is import of services is deemed as supply even if the same has been imported not in course/ furtherance of business.

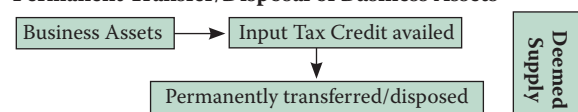


3. Supply without consideration - Deemed Supply [Section 7(1)(c) read with Schedule I]

This includes all supplies made to a taxable or non-taxable person, even if the same is without consideration. These are specifically mentioned in Schedule I appended to the CGST Act.

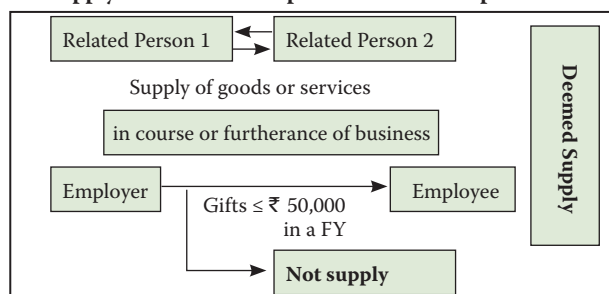
As per Schedule I, in the following four cases, **supplies made without consideration** will be treated as supply under section 7 of the CGST Act:

I. Permanent Transfer/Disposal of Business Assets

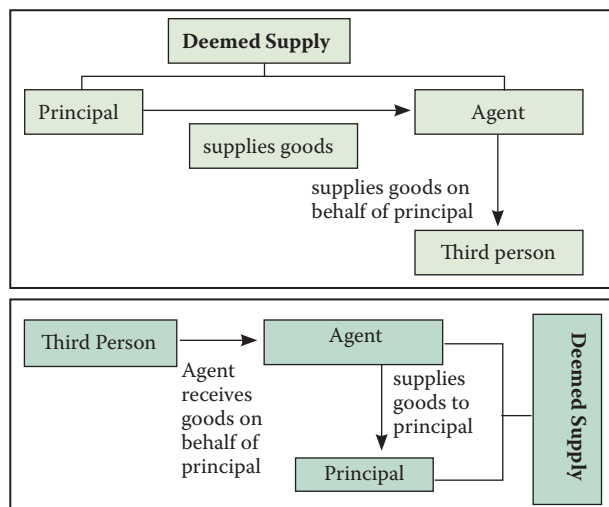


GOODS AND SERVICES TAX

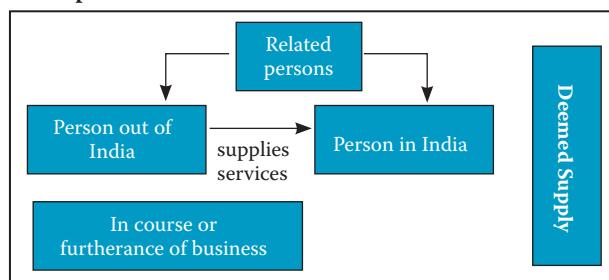
II. Supply between related persons or distinct persons



III. Supply between principal and agent

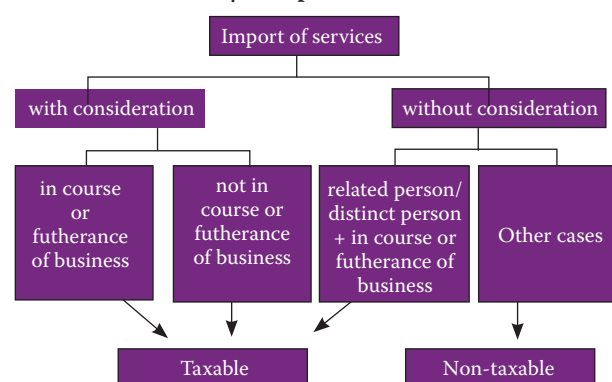


IV. Importation of services



The combined provisions of taxability of import of services [Section 7(1)(b) and Section 7(1)(c) read with Schedule I] have been depicted in the below mentioned diagram:

Taxability of import of services



4. Activities or transactions to be treated as Supply of goods or Supply of services [Section 7(1A) read with Schedule II]

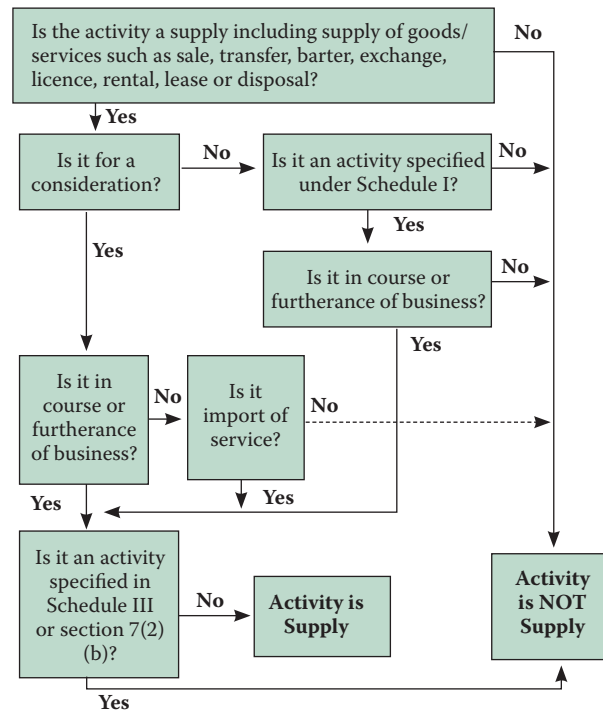
S. No.	Activity/ Transaction	Type	Supply of goods/ services
1.	Transfer	(i) Title in goods (ii) Title in goods under an agreement that property shall pass at a future date.	Goods
		Right/undivided share in goods without transfer of title in them	Services
2.	Land and Building	Lease, tenancy, easement, licence to occupy land	Services
		Lease/letting out of building including a commercial/ industrial/ residential complex for business/ commerce, wholly/ partly.	Services
3.	Treatment or Process	Applied to another person's goods	Services
4.	Transfer of Business Assets	Goods forming part of business assets are transferred/disposed off by/under directions of person carrying on business so as no longer to form part of those assets, whether or not for consideration	Goods
		Goods held/used for business are put to private use or are made available to any person for use for any purpose other than business, by/under directions of person carrying on the business, whether or not for consideration	Services
		Goods forming part of assets of any business carried on by a person who ceases to be a taxable person, shall be deemed to be supplied by him, in the course or furtherance of his business, immediately before he ceases to be a taxable person. Exceptions: - Business transferred as a going concern. - Business carried on by a personal representative who is deemed to be a taxable person.	Goods
5.	Renting of immovable property		Services
	Construction of complex, building, civil structure, etc.		
	Temporary transfer or permitting use or enjoyment of any intellectual property right		
	Development, design, programming, customisation, adaptation, upgradation, enhancement, implementation of IT software		
	Agreeing to obligation to refrain from an act, or to tolerate an act or situation, or to do an act.		
	Transfer of right to use any goods for any purpose		
6.	Following composite supplies:- - Works contract services. - Supply of goods, being food or any other article for human consumption or any drink.		Services
7.	Supply of goods by an unincorporated association or body of persons to a member thereof for cash, deferred payment or other valuable consideration.		Goods

GOODS AND SERVICES TAX

5. Negative list under GST [Section 7(2)(a) read with Schedule III]

S. No.	Activities or transactions which shall be treated neither as a supply of goods nor a supply of services
1.	Services by an employee to the employer in the course of or in relation to his employment.
2.	Services by any court or Tribunal established under any law for the time being in force.
3.	(a) Functions performed by the Members of Parliament, Members of State Legislature, Members of Panchayats, Members of Municipalities and Members of other local authorities; (b) Duties performed by any person who holds any post in pursuance of the provisions of the Constitution in that capacity; or (c) Duties performed by any person as a Chairperson or a Member or a Director in a body established by the Central Government or a State Government or local authority and who is not deemed as an employee before the commencement of this clause.
4.	Services of funeral, burial, crematorium or mortuary including transportation of the deceased.
5.	Sale of land and, subject to paragraph 5(b) of Schedule II, sale of building.
6.	Actionable claims, other than lottery, betting and gambling.

The diagram below summarises the steps to determine whether an activity undertaken is Supply or not.



6. Composite and mixed supplies

Composite Supply

- Consist of two or more supplies
- Naturally bundled
- In conjunction with each other
- One of which is principal supply
- Tax liability shall be rate of principal supply
- **Example:** Charger supplied alongwith mobile phones.

Mixed Supply

- Consist of two or more supply
- Not naturally bundled
- Though can be supplied independently, still supplied together
- Tax liability shall be the rate applicable to the supply that attracts highest rate of tax
- **Example:** A gift pack comprising of chocolates, candies, sweets and balloons.

CHARGE OF GST

1. Extent & Commencement of CGST Act/ SGST Act/ UTGST Act/ IGST Act

Applicability	CGST	SGST	UTGST	IGST
	Intra-State supply			Inter-State supply
States of India	✓	✓		✓
Union Territories with State Legislature	✓	✓		✓
Union Territories without State Legislature	✓		✓	✓

2. Levy and collection of CGST/IGST

Particulars	CGST	IGST
Levied on	Intra-State supplies of goods/services/both	Inter-State supplies of goods/services/both
Collected and paid by	Taxable person	
Supply outside purview of tax	Alcoholic liquor for human consumption	
Value for levy	Transaction value under section 15 of the CGST Act	
Rates	Rates as notified by Government. Maximum rate of CGST will be 20%.	IGST rate= CGST rate + SGST rate (more or less) Maximum rate of IGST will be 40%.

GOODS AND SERVICES TAX

Particulars	CGST	IGST
Supplies on which tax to be levied w.e.f. a notified date	♦ petroleum crude ♦ high speed diesel ♦ motor spirit (commonly known as petrol) ♦ natural gas and ♦ aviation turbine fuel	
Tax payable under reverse charge	♦ Supply of goods or services or both, notified by the Government on the recommendations of the GST Council. ♦ Supply of taxable goods or services or both by an unregistered supplier to a registered person	
Tax payable by the electronic commerce operator	The Government may notify specific categories of services the tax on supplies of which shall be paid by electronic commerce operator (ECO) as if such services are supplied through it.	
	If the ECO is located in taxable territory	Person liable to pay tax is the ECO
	If the ECO does not have physical presence in the taxable territory	Person liable to pay tax is the person representing the ECO
	If the ECO has neither the physical presence nor any representative in the taxable territory	Person liable to pay tax is the person appointed by the ECO for the purpose of paying the tax
Goods imported into India	No CGST and SGST/UTGST payable.	IGST shall be levied and collected on import of goods as per the section 3 of the Custom Tariff Act, 1975.

3. Reverse charge mechanism – recipient is liable to pay tax – are applicable in following cases:

CGST and SGST/IGST		
In case of	supplied by	to
services in respect of transportation of goods by road	GTA [not paying tax @ 12%]	(a) factory registered under Factories Act, (b) society registered under Societies Act, (c) co-operative society, (d) person registered under GST law (e) body corporate and (f) partnership firm including AOP. (g) casual taxable person located in taxable territory (TT)
legal services	individual advocate including senior advocate/firm of advocates	Business Entity (BE) located in TT
Services	Arbitral tribunal	BE located in TT
Services by way of sponsorship services	any person	Body corporate/ partnership firm located in TT

CGST and SGST/IGST		
Services excluding: (1) renting of immovable property, and (2) specified services by the Department of Posts to a person other than Government; services in relation to aircraft/vessel, inside/ outside precincts of port/ airport; transport of goods/passengers.	Central Government, State Government, Union territory or local authority	BE located in TT
Services by way of renting of immovable property	Central Government, State Government, Union territory or local authority	Person registered under GST law
Services	director of company/body corporate	Co./body corporate located in TT
Services	insurance agent	Person carrying on insurance business, located in TT
Services	recovery agent	Banking co./ financial institution/ NBFC located in TT
Services by way of transfer/permitting use/enjoyment of copyright covered under section 13(1)(a) of Copyright Act, 1957 relating to original literary, dramatic, musical or artistic works	author or music composer, photographer, artist, or the like	Publisher, music company, producer or the like, located in TT
services	members of Overseeing Committee constituted by RBI	RBI
services	individual Direct Selling Agents (DSAs) other than body corporate, partnership or LLP firm	Banking co./NBFC, located in TT
IGST		
service	person located in a non-taxable territory (NTT)	any person located in TT other than non-taxable online recipient
services by way of transportation of goods by a vessel from a place outside India up to the customs station of clearance in India	person located in NTT	importer located in TT

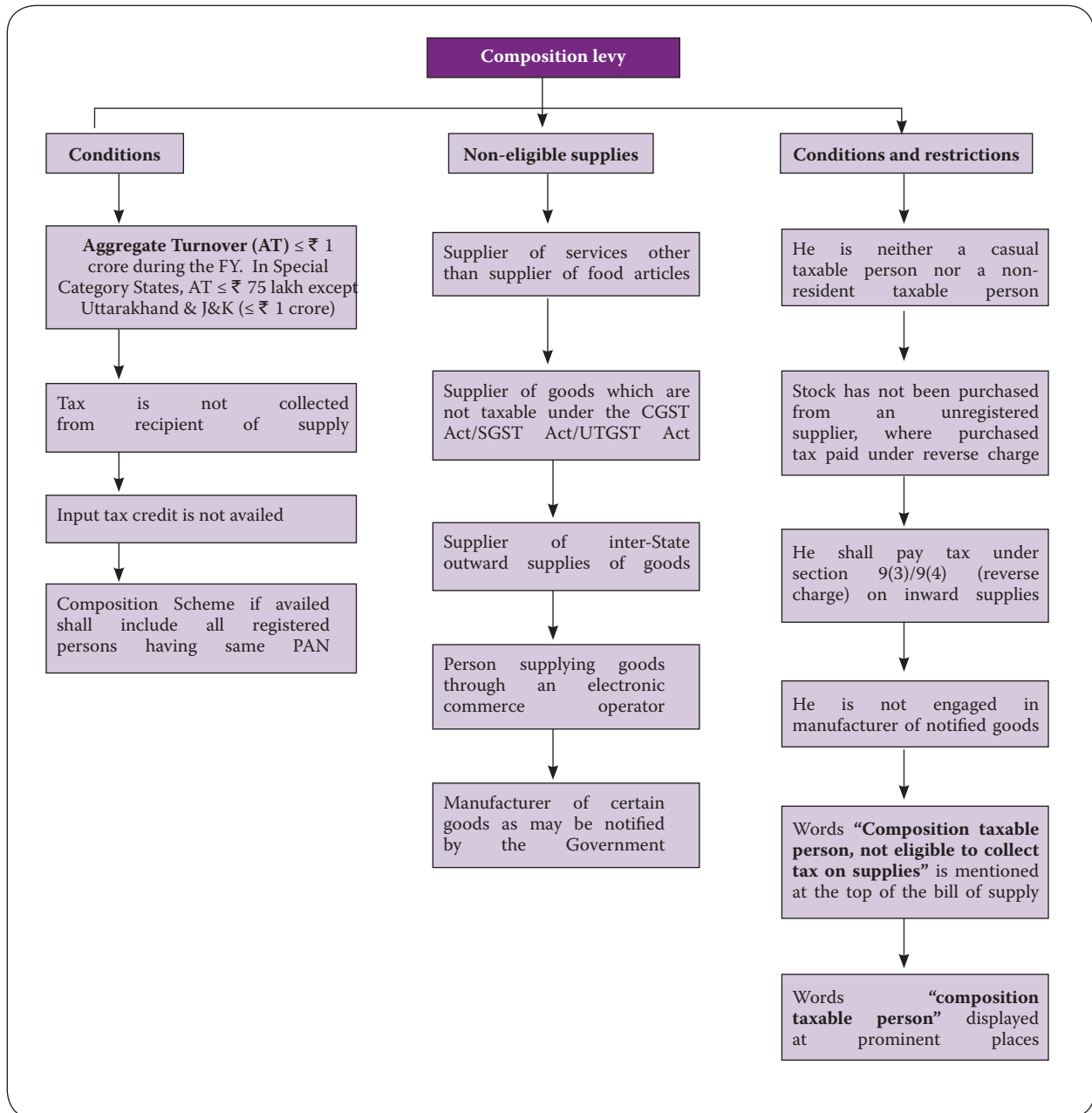
4. Composition levy [Section 10]

Composition Rates

Composition levy
An option for specified categories of small taxpayers to pay GST at a very low rate on the basis of turnover.

Advantages
- Low rate of tax - Hassel free simple procedures for such taxpayers - Simple calculation of tax based on turnover - A very simple quarterly return

Category of registered persons	Rate
Manufacturer	1 % (½% CGST + ½% SGST/UTGST)
Supplier of food	5 %
Traders	1 %



GOODS AND SERVICES TAX

PLACE OF SUPPLY

A. Place of supply of goods other than import and export [Section 10]

S. No.	Nature of Supply	Place of Supply
1.	Where the supply involves the movement of goods, whether by the supplier or the recipient or by any other person	Location of the goods at the time at which, the movement of goods terminates for delivery to the recipient
2.	Where the goods are delivered to the recipient or any person on the direction of the third person by way of transfer of title or otherwise	Principal place of business of such third person
3.	Where there is no movement of goods either by supplier or recipient	Location of such goods at the time of delivery to the recipient
4.	Where goods are assembled or installed at site	Place where the goods are assembled or installed
5.	Where the goods are supplied on-board a conveyance like a vessel, aircraft, train or motor vehicle	Place where such goods are taken on-board the conveyance
6.	Where the place of supply of goods cannot be determined in terms of the above provisions	To be determined in the prescribed manner

B. Place of supply of goods imported into, or exported from India [Section 11]

S. No.	Nature of Supply of Goods	Place of Supply
1.	Import	Location of importer
2.	Export	Location outside India

C. Place of supply of services where location of supplier AND recipient is in India [Section 12]

- (i) In respect of the following 12 categories of services, the place of supply is determined with reference to a proxy; rest of the services are governed by the default provision.

S. No.	Nature of Service	Place of Supply
1.	Immovable property related-services including accommodation in hotel/boat/vessel	- Location at which the immovable property or boat or vessel is located or intended to be located - If located outside India: Location of the recipient
	If the immovable property or boat or vessel is located in more than one State	Each such State in proportion to the value of services provided in each State

S. No.	Nature of Service	Place of Supply
2.	Restaurant and catering services, personal grooming, fitness, beauty treatment and health service	Location where the services are actually performed
3.	Training and performance appraisal	- B2B: Location of such registered person - B2C: Location where the services are actually performed
4.	Admission to an event or amusement park	Place where the event is actually held or where the park or the other place is located
5.	Organisation of an event including ancillary services and assigning of sponsorship to such events	- B2B: Location of such registered person - B2C: Location where the event is actually held - If the event is held outside India: Location of the recipient
	If the event is held in more than one State	Each such State in proportion to the value of services provided in each State
6.	Transportation of goods, including mails or courier	- B2B: Location of such registered person - B2C: Location at which such goods are handed over for their transportation
7.	Passenger transportation	- B2B: Location of such registered person - B2C: Place where the passenger embarks on the conveyance for a continuous journey
8.	Services on board a conveyance	Location of the first scheduled point of departure of that conveyance for the journey
9.	Banking and other financial services including stock broking	- Location of the recipient of services in the records of the supplier - Location of the supplier of services if the location of the recipient of services is not available

S. No.	Nature of Service	Place of Supply
10.	Insurance services	♦ B2B: Location of such registered person ♦ B2C: Location of the recipient of services in the records of the supplier
11.	Advertisement services to the Government	♦ Each of States/Union Territory where the advertisement is broadcasted/displayed/run/disseminated ♦ Proportionate value in case of multiple States
12.	Telecommunication services	♦ Services involving fixed line, leased and internet leased circuits, dish antenna etc: Location of such fixed equipment ♦ Post-paid mobile/internet services: Location of billing address of the recipient and if the same is not available, location of supplier ♦ Pre-paid mobile/internet/DTH services provided: ♦ Through selling agent/re-seller/distributor: Address of such selling agent/re-seller/distributor in the records of supplier at the time of supply ♦ By any person to final subscriber: Location where pre-payment is received or place of sale of vouchers ♦ When payment made through electronic mode - Location of recipient in records of supplier ♦ Other cases: Address of the recipient in the records of the supplier and if the same is not available, location of supplier
	If the leased circuit is installed in more than one State	Each such State in proportion to the value of services provided in each State

- (ii) For the rest of the services other than those specified above, the default provision has been prescribed as under:

Default rule for the services other than the 12 specified services		
S. No.	Description of Supply	Place of Supply
1.	B2B	Location of such registered person
	B2C	♦ Where the address on record exists: Location of the recipient ♦ Other cases: Location of the supplier of services

D. Place of supply of services where location of supplier OR location of recipient is outside India [Section 13]

- (i) In respect of the following categories of services, the place of supply is determined with reference to a proxy; rest of the services are governed by the default provision.

S. No.	Nature of Service	Place of Supply
1.	Services supplied in respect of goods which are required to be made physically available	Location where the services are actually performed
	Services supplied in respect of goods but from a remote location by way of electronic means	Location where the goods are situated at the time of supply of services
	<i>Above provisions are not applicable in case of goods that are temporarily imported into India for repairs and exported after repairs without being put to any other use in India</i>	
2.	Services which require the physical presence of the recipient or the person acting on his behalf with the supplier of services	Location where the services are actually performed
3.	Service supplied directly in relation to an immovable property including accommodation in hotel, boat, vessel	Place where the immovable property is located or intended to be located
4.	Admission to or organisation of an event	Place where the event is actually held
If the above services are supplied at more than one location i.e.,		
(i) Goods & individual related		
(ii) Immovable property-related		
(iii) Event related		
At more than one location, including a location in the taxable territory		Location in the taxable territory
In more than one State		Each such State in proportion to the value of services provided in each State

GOODS AND SERVICES TAX

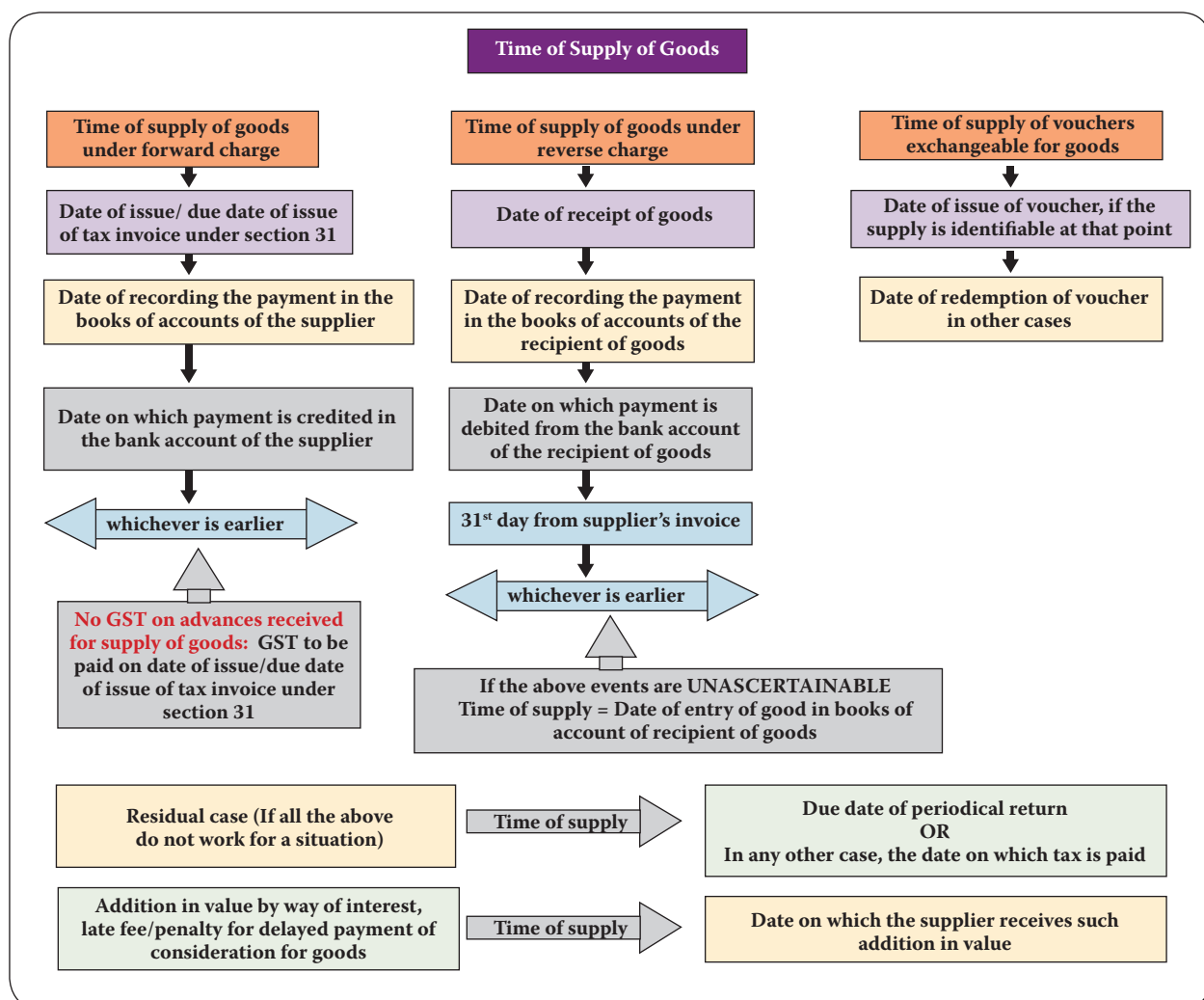
S. No.	Nature of Service	Place of Supply
5.	Services supplied by a banking company, or a financial institution, or a NBFC to account holders	Location of the supplier of services
	Intermediary services	
	Services consisting of hiring of means of transport, including yachts but excluding aircrafts and vessels, up to a period of one month	
6.	Transportation of goods, other than by way of mail or courier	Place of destination of such goods
7.	Passenger transportation	Place where the passenger embarks on the conveyance for a continuous journey

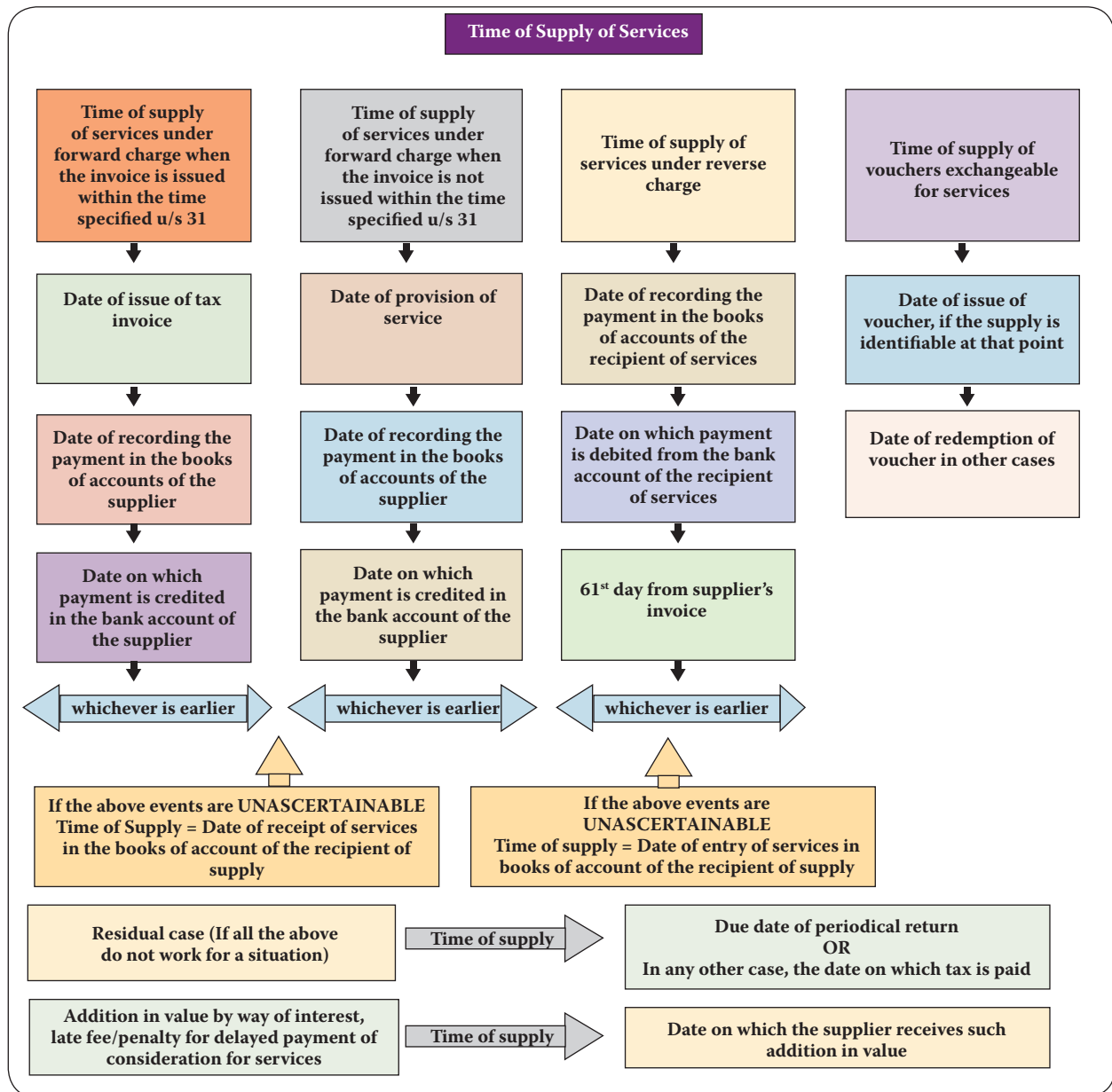
S. No.	Nature of Service	Place of Supply
8.	Services provided on-board a conveyance	First scheduled point of departure of that conveyance for the journey
9.	Online information and database access or retrieval services	Location of recipient of service

(ii) For the rest of the services other than those specified above, a default provision has been prescribed as under:

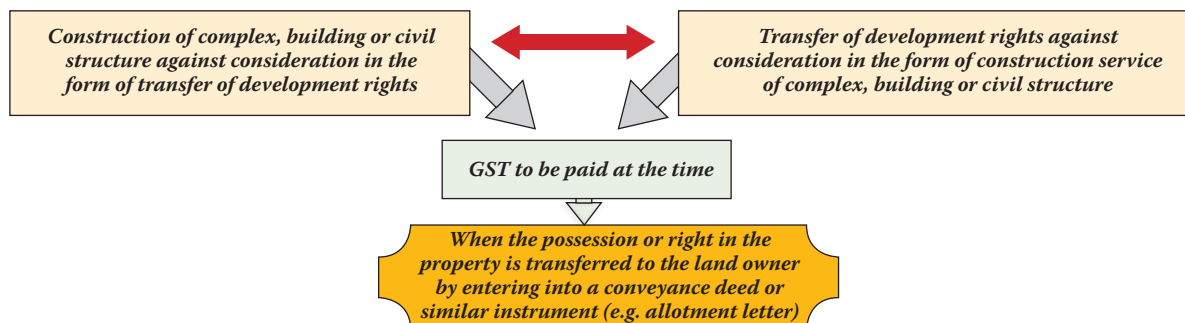
Default rule for the cross-border supply of services other than nine specified services		
S. No.	Description of Supply	Place of Supply
1.	Any	- Location of the recipient of service - Location of the supplier of service, if location of recipient is not available in the ordinary course of business

TIME OF SUPPLY





Special Procedure Under Section 148 For Payment of Tax in Case of Joint Development Agreements In Real Estate Sector



GOODS AND SERVICES TAX ||

General Time Limit For Raising Invoices

Supply of goods	Supply of services
Before or at the time of,- (a) removal of goods for supply to the recipient, where the supply involves movement of goods, or (b) delivery of goods or making available thereof to the recipient, in any other case	Before or after the provision of service but within 30 days [45 days in case of insurance cos./ banking and financial institutions including NBFCs] from the date of supply of services

the change of rate and the new rate becomes applicable to the supply. Using this principle, time of supply, in case of change in rate of tax, can be determined as under:

Supply	Issue of invoice	Receipt of payment	Time of supply
Before	Before	After	Date of issue of invoice
Before	After	Before	Date of receipt of payment
Before	After	After	Date of issue of invoice or date of receipt of payment, whichever is earlier
After	After	Before	Date of issue of invoice
After	Before	After	Date of receipt of payment
After	Before	Before	Date of issue of invoice or date of receipt of payment, whichever is earlier

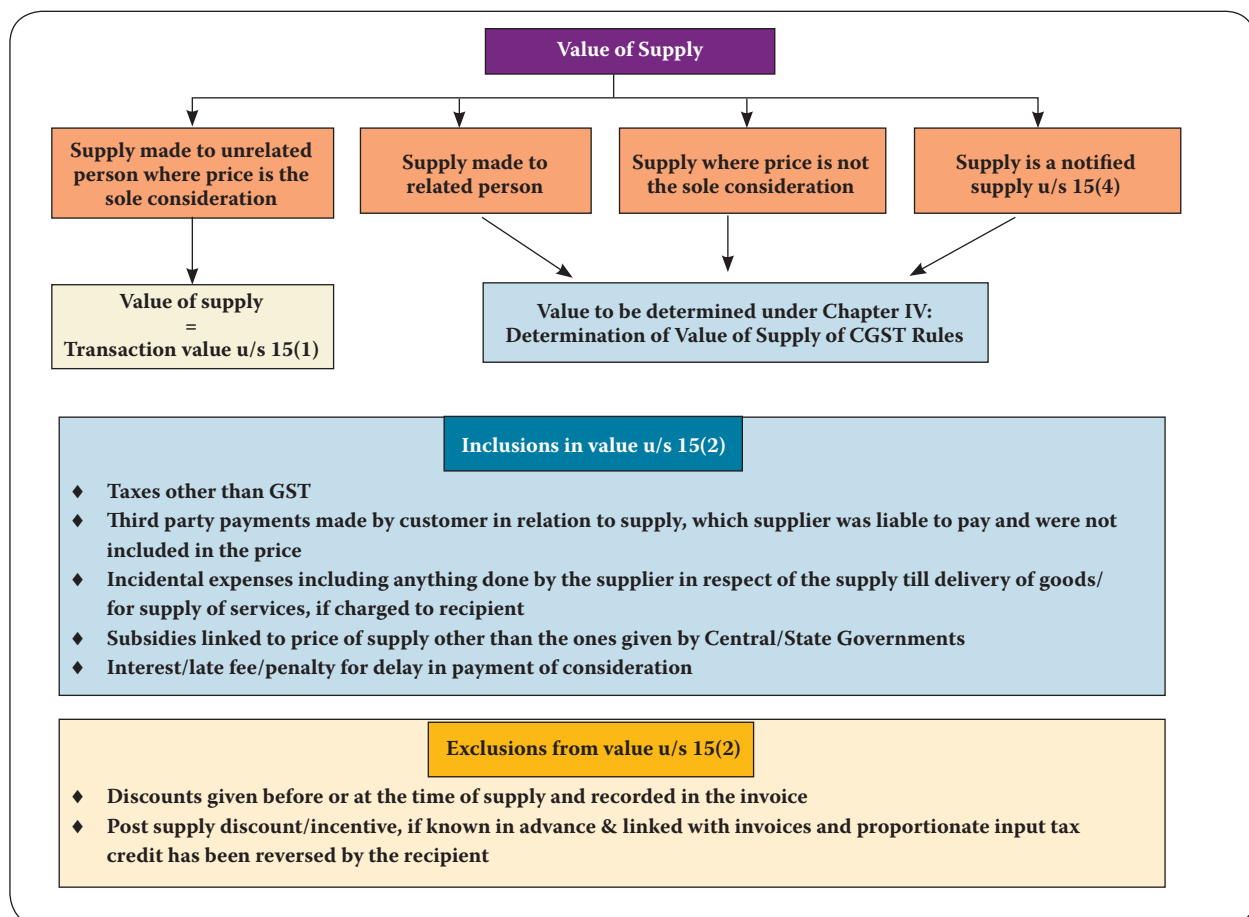
Change in Rate of Tax

In case of change in rate of tax, determination of rate of tax depends upon three events namely,-

- ◆ Date of supply of goods or services,
- ◆ Date of invoice; and
- ◆ Date of receipt of payment

If any two of the above events occur before the change of rate, the time of supply is before the change of rate. If any two of them occur after the change of rate, the time of supply is after

VALUE OF SUPPLY



Valuation Rules

RULE 27: Consideration not wholly in money

Value shall be either of the following in the given order:

- ◆ open market value
- ◆ total of consideration in money + amount equal to the consideration not in money
- ◆ value of supplies of like kind and quality
- ◆ consideration in money + money value of non-monetary consideration computed as per rule 30 or 31 in that order.

RULE 28: Supply between distinct/ related persons, other than agent

Value shall be either of the following in the given order:

- ◆ open market value
- ◆ value of supplies of like kind and quality
- ◆ value as per rule 30 or 31 in that order.
- ◆ Option to supplier to value goods sold as such by recipient ⇒ Value = 90% of price charged by recipient to its unrelated customer
- ◆ Recipient eligible for ITC ⇒ invoice value = open market value (taxable value)

RULE 29: Supply made/ received through an agent

Value shall be either of the following in the given order:

- ◆ open market value or 90% of price charged by recipient to his unrelated customer for supplies of like kind and quality;
- ◆ value as per rule 30 or 31 in that order.

RULE 31A: Value of supply of lottery, chance to win in betting/ gambling/ horse racing in race club

Lottery run by State Govts. - 100/112 of the face value of ticket OR 100/112 of the price as notified in the Official Gazette by the organising State, whichever is higher.

Lottery authorised by State Govts. - 100/128 of the face value of ticket OR 100/128 of the price as notified in the Official Gazette by the organising State, whichever is higher

Actionable claim in form of chance to win in betting, gambling or horse racing in a race club - 100% of the face value of the bet or the amount paid into the totalisator

Lottery run by State Governments - Lottery not allowed to be sold in any State other than the organising State;

Lottery authorised by State Governments - Lottery authorised to be sold in State(s) other than the organising State also

RULE 30: Value based on cost

Value shall be 110% of cost of production/ acquisition/ provision of goods or services

Rule 31: Residual method (Best Judgement Method)

Value shall be determined using reasonable means consistent with the principles and general provisions of section 15 & valuation rules. For services, rule 31 can be adopted before rule 30.

Valuation Rules

RULE 32: Value of in respect of certain specific supplies

⇒ **Purchase/sale of foreign currency:** 1st method-Value = [Buying/Selling rate - RBI reference rate at that time] x total units of currency. If no RBI reference rate, value = 1% of INR received/provided. If the currencies exchanged are not in INR, value = lesser of the 2 amounts that would have been received by converting any of currencies into INR at RBI reference rate **OR** 2nd method

Currency	Value
Upto ₹ 1,00,000	1% or ₹ 250 whichever is higher
From ₹ 1,00,001 to ₹ 10,00,000	₹ 1,000 + 0.5%
From ₹ 10,00,001	₹ 5,500 + 0.1% subject to maximum of ₹ 60,000

⇒ **Booking of tickets by air travel agent:** Value = 5% of basic fare for domestic bookings and 10% of the basic fare for international bookings.

⇒ **Life insurance business:** If amount allocated for investment is intimated - Value = Gross premium less amount allocated for investment; Single premium annuity policies where amount allocated for investment is not intimated - Value = 10% of single premium; Other cases - Value = 25% of premium in 1st year and 12.5% of premium in subsequent years; Policy only towards risk cover - Value = Entire premium

⇒ **Buying & selling of second hand goods:** Value = Selling price - Buying price (ignore if value is negative); Purchase value of goods repossessed from unregistered borrower = Purchase price- 5% per quarter or part thereof from date of purchase till the date of disposal by the person making repossession

⇒ **Coupon/voucher:** Value = money value of supplies redeemable against such voucher/ coupon

⇒ **Notified services between distinct persons without consideration:** Value = Nil, if ITC is available.

RULE 33: Supply as a pure agent

Costs incurred by the supplier as a pure agent of recipient shall be excluded from value

RULE 34: Rate of exchange for determination of value

Goods = Rate notified by CBEC under Customs Act on the date of time of supply of such goods; **Services** = Rate as per GAAP on the date of time of supply of such services

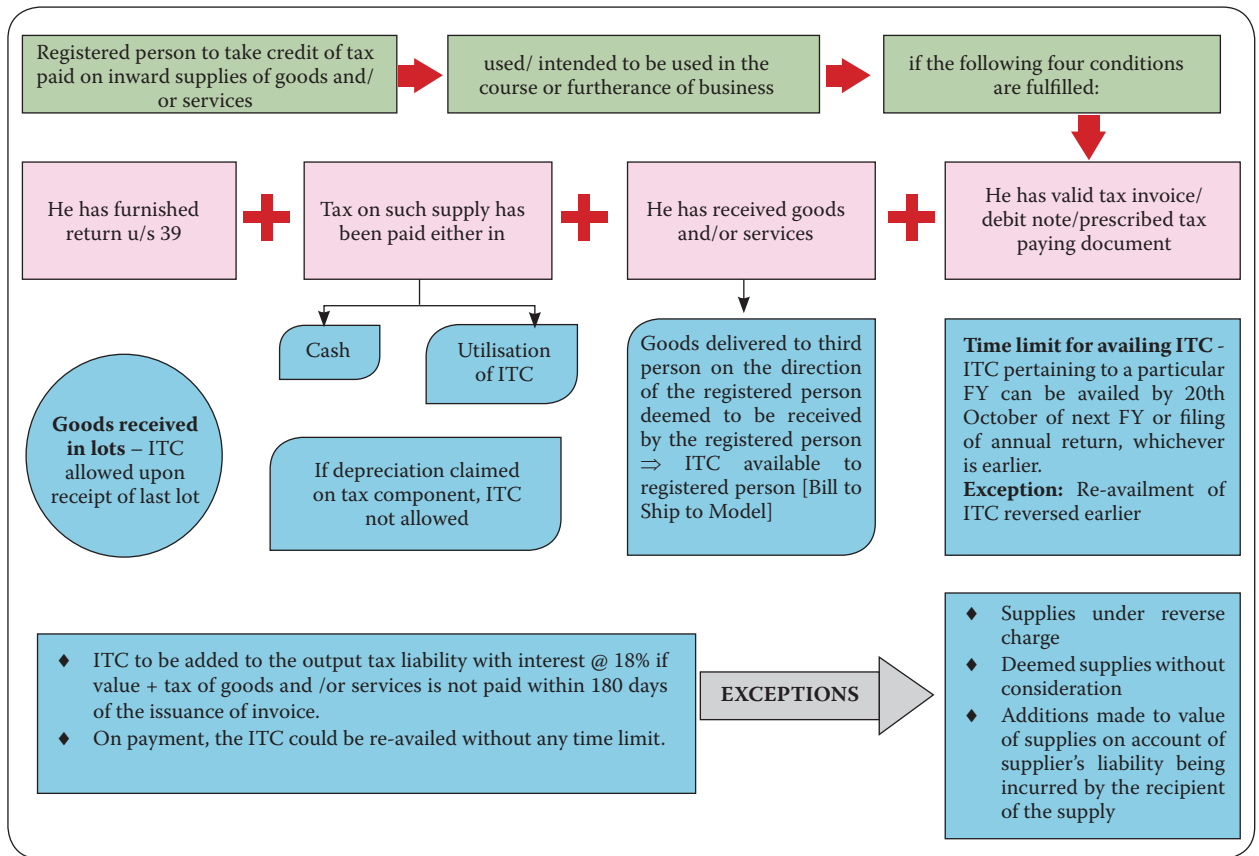
RULE 35: Value inclusive of taxes

Where value of supply is inclusive of CGST, SGST/UTGST or IGST, the tax amount is calculated by making back calculations. Tax amount = (Value inclusive of GST x GST rate in % of IGST or CGST, SGST/UTGST)/100 + sum of applicable GST rates in %)

GOODS AND SERVICES TAX ||

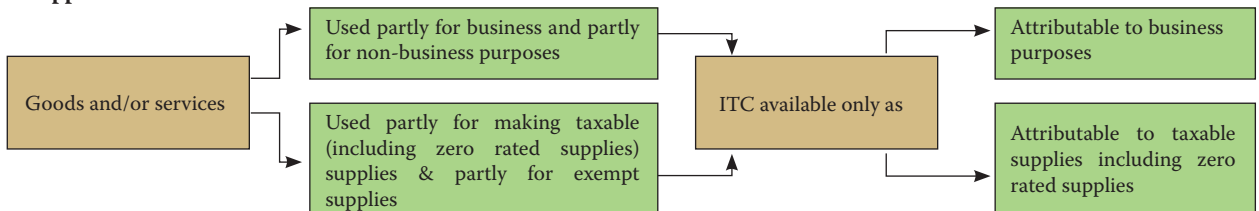
INPUT TAX CREDIT

1. Eligibility and conditions for taking ITC



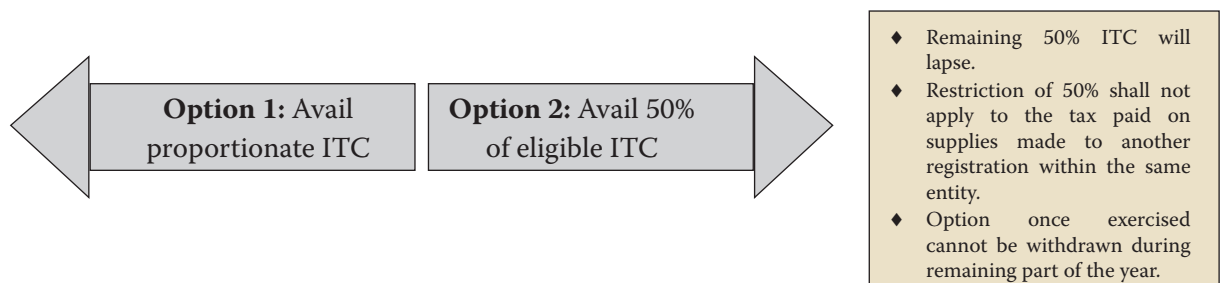
2. Apportionment of credit and blocked credits

A. Apportionment of credit

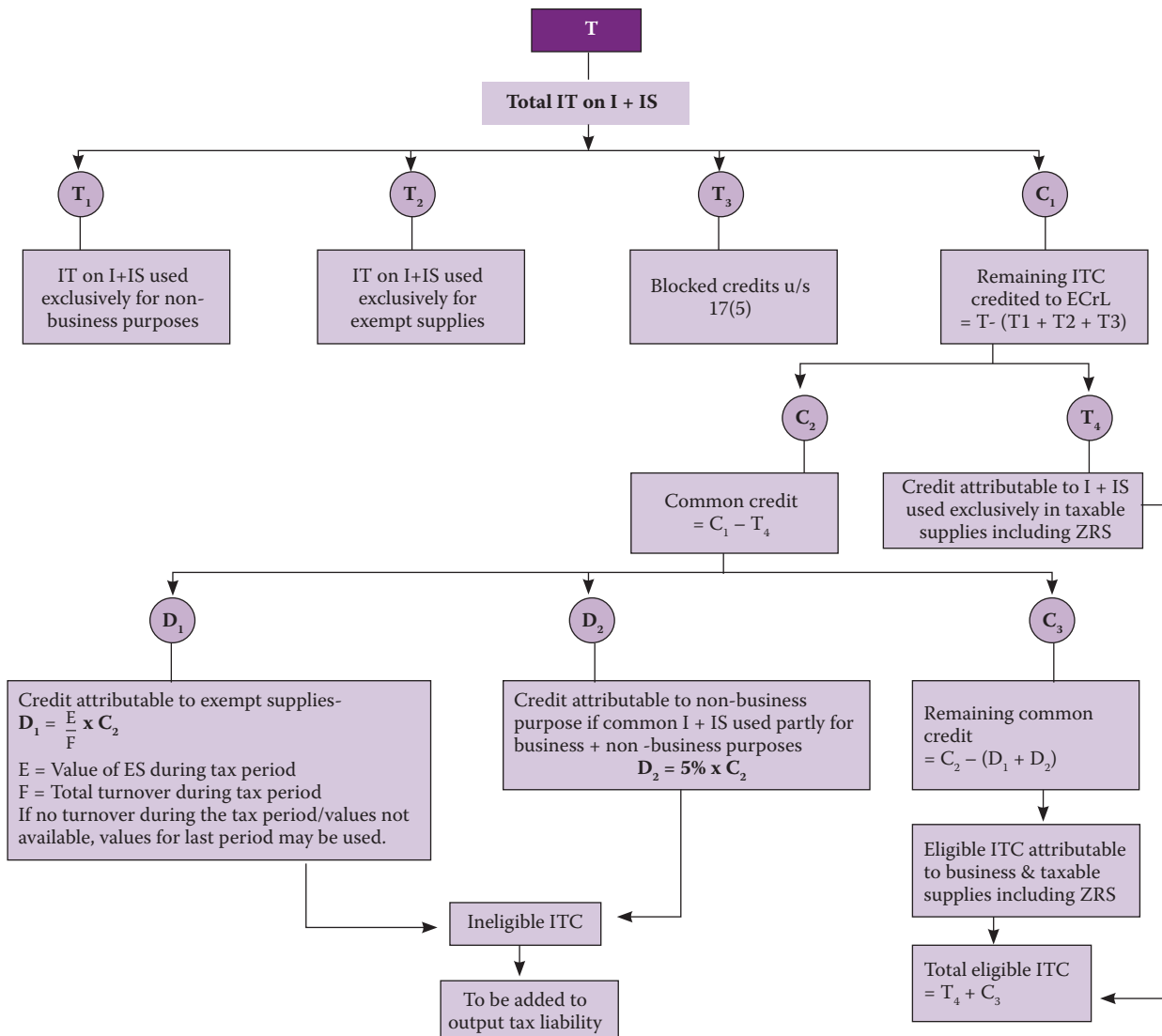


Exempt supplies include supplies charged to tax under reverse charge, transactions in securities, sale of land and sale of building when entire consideration is received post completion certificate/first occupation, whichever is earlier.

B. Special provisions for banking companies and NBFCs



C. Apportionment of common credit in case of inputs and input services



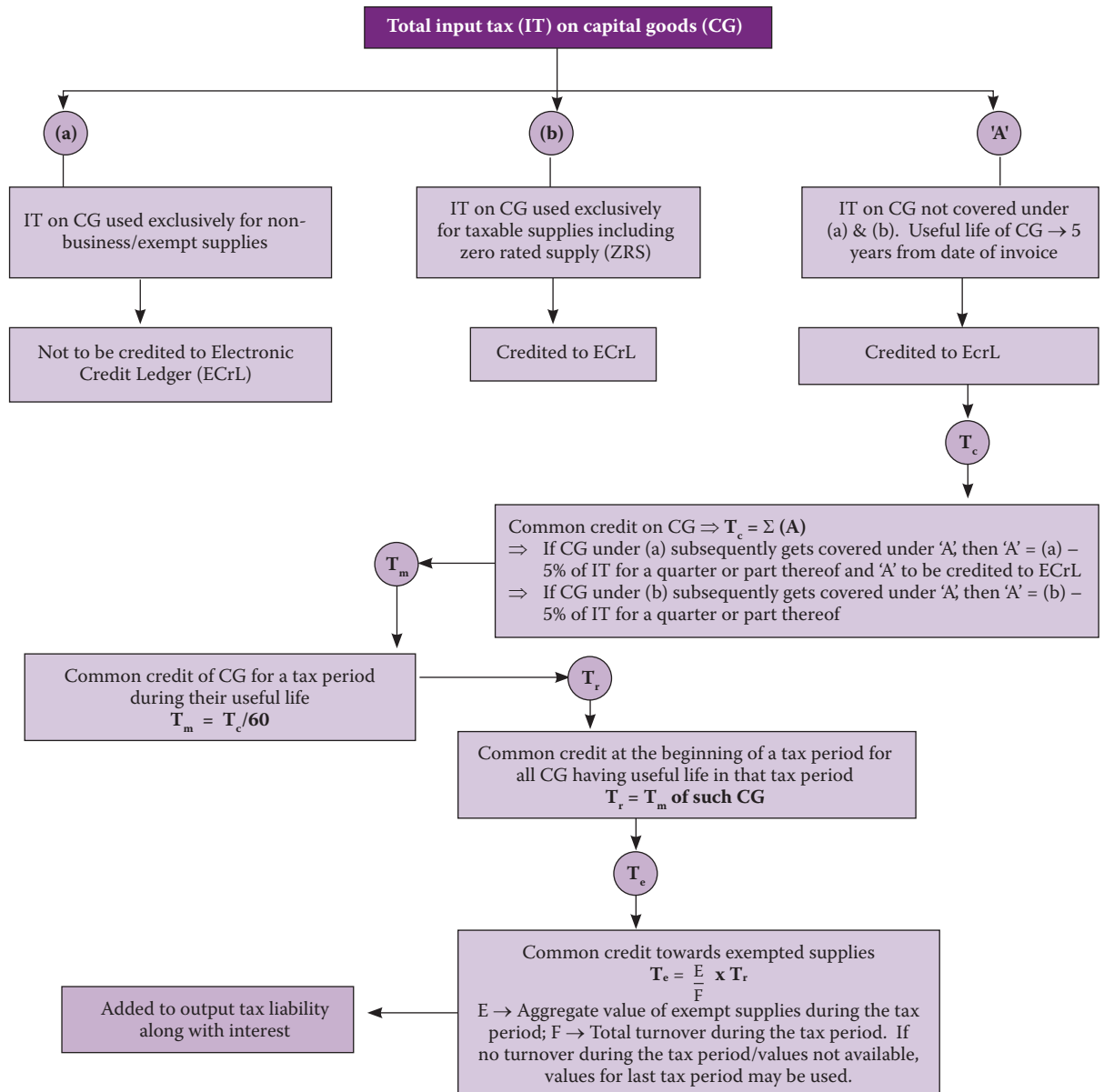
- ◆ C_3 will be computed separately for ITC of CGST, SGST/ UTGST and IGST.
- ◆ $\Sigma (D_1 + D_2)$ will be computed for the whole financial year, by taking exempted turnover and aggregate turnover for the whole financial year. If this amount is more than the amount already added to output tax liability every month, the differential amount will be added to the output tax liability in any of the month till September of succeeding year along with interest @ 18% from 1st April of succeeding year till the date of payment.
- ◆ If this amount is less than the amount added to output tax liability every month, the additional amount paid has to be claimed back as credit in the return of any month till September of the succeeding year.

- ◆ Exempt supplies include reverse charge supplies, transactions in securities, sale of land and sale of building when entire consideration is received after completion certificate/first occupation, whichever is earlier.
- ◆ Exempt supplies exclude value of services having place of supply in Nepal/Bhutan against payment in Indian rupees, services of accepting deposits, extending loans/advances where the consideration is interest/discount and the same are provided by persons other than banking company/financial institution including NBFC, and outbound (overseas) transportation of goods by a vessel.
- ◆ Aggregate value of exempt supplies and total turnover exclude the central excise duty, state excise duty and VAT.
- ◆ Value of exempt supply in respect of land and building is the stamp duty value and for security is 1% of the sale value of such security.

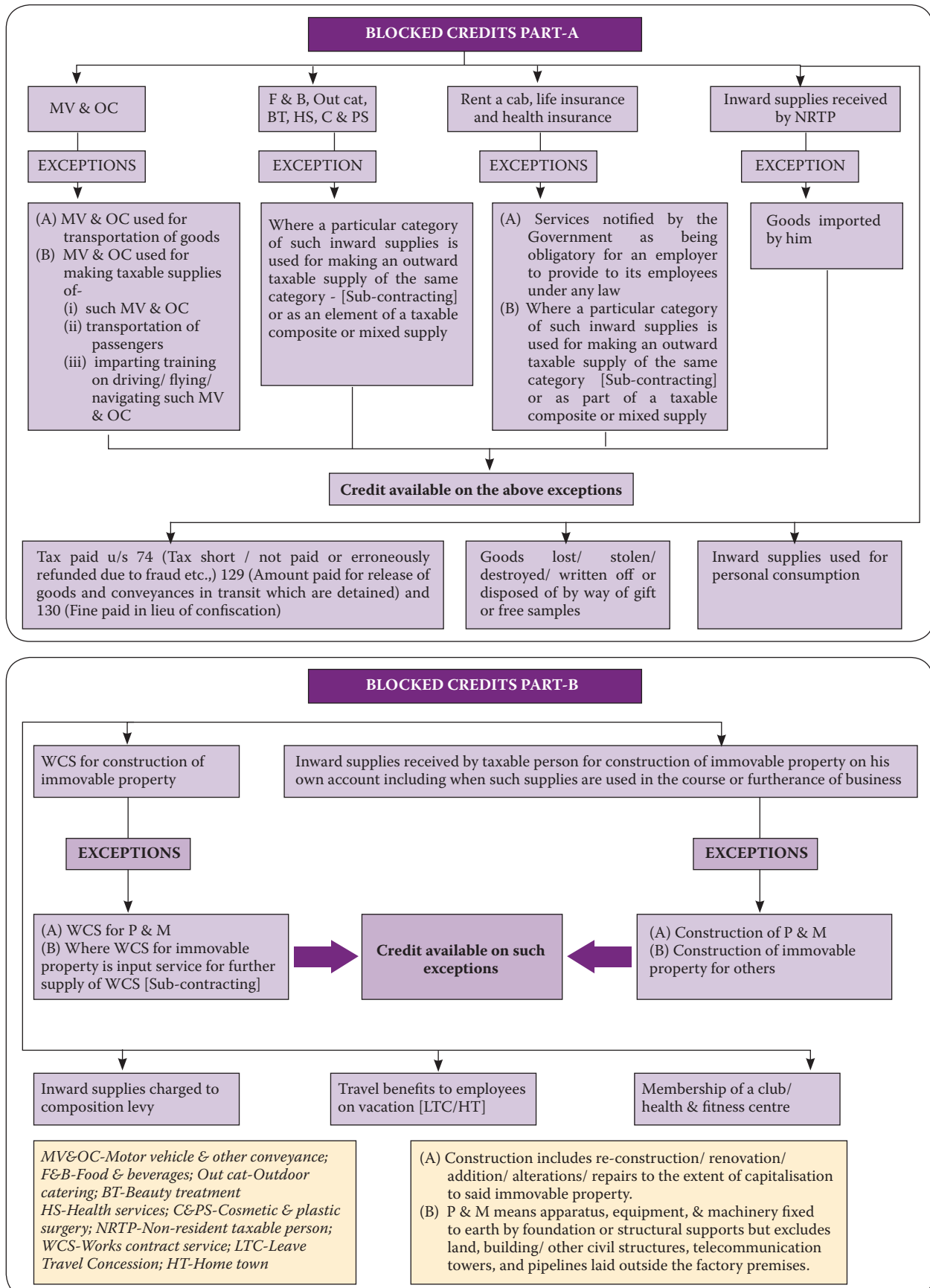
IT	=	Input Tax	IS	=	Input Services	ZRS	=	Zero Rated Supply
I	=	Inputs	ECrL	=	Electronic Credit Ledger	ES	=	Exempt Supplies

GOODS AND SERVICES TAX ||

D. Apportionment of common credit on capital goods



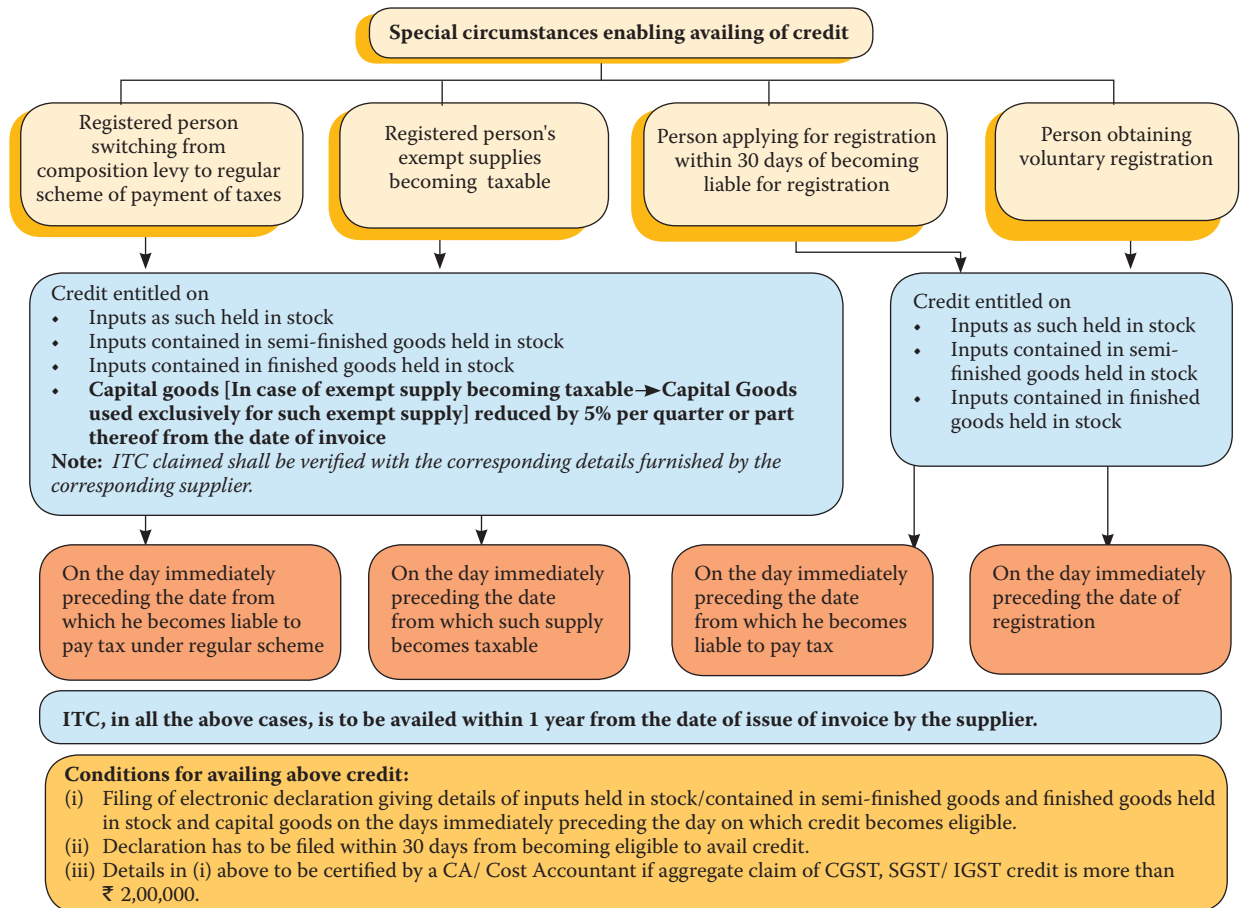
- ◆ T_c will be computed separately for ITC of CGST, SGST/ UTGST and IGST.
- ◆ Exempt supplies include reverse charge supplies, transactions in securities, sale of land and sale of building when entire consideration is received after completion certificate/first occupation, whichever is earlier.
- ◆ Exempt supplies exclude value of services having place of supply in Nepal/Bhutan against payment in Indian rupees, services of accepting deposits, extending loans/advances where the consideration is interest/discount and the same are provided by persons other than banking company/financial institution including NBFC, and outbound (overseas) transportation of goods by a vessel.
- ◆ Aggregate value of exempt supplies and total turnover excludes the central excise duty, State excise duty & VAT.
- ◆ Value of exempt supply in respect of land and building is the stamp duty value and for security is 1% of the sale value of such security.



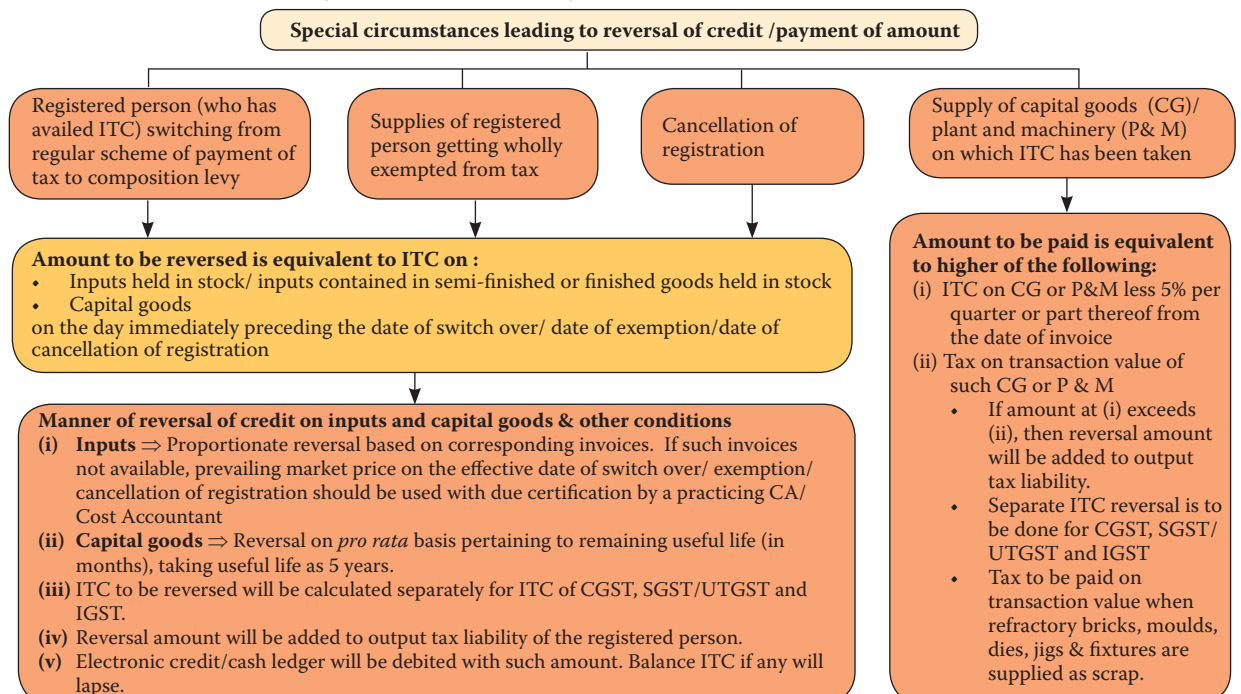
GOODS AND SERVICES TAX ||

3. Availability of credit in special circumstances

A. Special circumstances enabling availing of credit



B. Special circumstances leading to reversal of credit/payment of amount



Transfer of unutilised ITC on account of change in constitution of registered person	In case of sale, merger, amalgamation, lease or transfer of business, unutilised ITC can be transferred to the new entity if there is a specific provision for transfer of liabilities to the new entity. The inputs and capital goods so transferred shall be duly accounted for by the transferee in his books of accounts.
	In case of demerger, ITC will be apportioned in the ratio of value of assets of new unit as per the demerger scheme.
	Details of change in constitution will have to be furnished on common portal along with request to transfer unutilised ITC. CA/Cost Accountant certificate will have to be submitted certifying that change in constitution has been done with specific provision for transfer of liabilities.
	Upon acceptance of such details by the transferee on the common portal, the unutilised ITC will be credited to his Electronic Credit Ledger.

4. Utilisation of ITC

A registered person is entitled to credits as under:

Transaction	Credit
Intra-State supply	CGST & SGST/UTGST
Inter-State-supply	IGST
Imports of goods and services	IGST

The protocol to avail and utilise the credit of CGST, SGST/UTGST and IGST is as follows:

Credit of	To be utilised first for payment of	May be utilised further for payment of
CGST	CGST	IGST
SGST/UTGST	SGST/UTGST	IGST
IGST	IGST	CGST, then SGST/UTGST

Credit of CGST cannot be used for payment of SGST/UTGST and credit of SGST/UTGST cannot be utilised for payment of CGST.

5. Taking input tax credit in respect of inputs and capital goods sent for job work

- Principal can take credit on goods (inputs and capital goods) sent for job work.
- Credit can be taken even if the said goods are sent directly to job worker without being first brought to the principal's place of business.

Time limit for return of goods sent for job work/ supply from job worker's place of business

- Inputs - 1 year
- Capital goods - 3 years from the date of sending the same for job work or from the date of receipt of the same by the job worker.

- On failing to comply with the timelines, the goods will be deemed to have been supplied to the job worker on the day they were sent out.
- Principal is liable to pay tax along with applicable interest on such supply.
- Subsequent return of the goods by the job worker will be treated as a separate supply.

Time-lines do not apply to moulds and dies, jigs and fixtures or tools sent out for job work.

6. Manner of distribution of credit by Input Service Distributor

ISD is basically an office meant to receive tax invoices towards receipt of input services and distribute the credit of taxes paid on such input services to supplier units (having the same PAN) proportionately

- ISD should issue an ISD invoice for distributing ITC. It should be clearly indicated in such invoice that it is issued only for distribution of ITC.
- The ISD needs to issue a ISD credit note, for reduction in credit if the distributed credit gets reduced for any reason.
- ITC available for distribution in a month is to be distributed in the same month.
- Details of distribution of credit and all ISD invoices issued should be furnished by ISD in monthly GSTR-6 within 13 days after the end of the month.

An ISD is required to obtain a separate registration even though it may be separately registered. The threshold limit of registration is not applicable to ISD.

If the ISD has distributed excess credit to any recipient, the excess will be recovered from the recipient with interest as if it was tax not paid.

- ITC of input services is distributed only amongst those recipients to whom the input services are attributable.
- ITC is distributed amongst the operational units only and in the ratio of turnover in a State/UT of the recipient during the relevant period to the aggregate of turnover of all recipients during the relevant period to whom input service being distributed is attributable.
- Relevant period is previous FY or last quarter prior to the month of distribution for which turnover of all recipients is available.
- Distributed ITC should not exceed the credit available for distribution.

GOODS AND SERVICES TAX ||

EXEMPTIONS UNDER GST

Services	Exempt Services
Charitable and religious activity related services	Charitable activities BY an entity registered under section 12AA of Income-tax Act.
	Services by a person by way of- (a) conduct of any religious ceremony ; (b) renting of precincts of a religious place meant for general public, owned/managed by institutions/entities/trusts, registered under section 12AA/10(23C)(v) of the Income tax Act or body/authority covered under section 10(23BBA) of the said Act, except where - (i) charges for renting of rooms ≥ ₹ 1,000 per day; (ii) charges for renting of premises , community halls, kalyanmandapam, open area, etc. are ≥ ₹ 10,000 per day; (iii) charges for renting of shops/spaces for business/commerce are ≥ ₹ 10,000 per month.
	Services by a specified organisation [KMVN/Haj Committee] in respect of a religious pilgrimage [Haj and Kailash Mansarovar Yatra]
	Training/coaching in recreational activities relating to (a) arts/culture, or (b) sports by charitable entities registered under section 12AA of the Income-tax Act.
Agriculture related services	Loading, unloading, packing, storage or warehousing of rice.
	Warehousing of minor forest produce.
	Fumigation in a warehouse of agricultural produce.
	Artificial insemination of livestock (other than horses).
	Carrying out an intermediate production process as job work in relation to cultivation of plants & rearing of animals [except horses], for food, fibre, fuel, raw material or other similar products or agricultural produce.
	Services relating to cultivation of plants & rearing of animals [except horses], for food, fibre, fuel, raw material or other similar products or agricultural produce by way of – (a) agricultural operations directly related to production of any agricultural produce including cultivation, harvesting, threshing, plant protection or testing; (b) supply of farm labour ; (c) processes carried out at an agricultural farm including tending, pruning, etc. and such like operations which do not alter the essential characteristics of agricultural produce but make it only marketable for the primary market; (d) renting or leasing of agro machinery or vacant land with/without a structure incidental to its use; (e) loading, unloading, packing, storage or warehousing of agricultural produce; (f) agricultural extension services ; (g) services by any Agricultural Produce Marketing Committee or Board or services provided by a commission agent for sale/purchase of agricultural produce. (h) services by way of fumigation in a warehouse of agricultural produce .
Education services	Services provided BY an educational institution (EI) : • to its students, faculty and staff; • by way of conduct of entrance examination against consideration in form of entrance fee
	Services provided TO an EI , by way of,- (i) transportation of students, faculty and staff; (ii) catering, including any mid-day meals scheme sponsored by the Central Government (CG), State Government (SG) or Union Territory (UT); (iii) security or cleaning or house-keeping services performed in such EI;
	(iv) services relating to admission to, or conduct of examination by, such EI;
	(v) supply of online educational journals or periodicals. This exemption is only applicable to an institution providing services by way of education as part of a curriculum for obtaining qualification recognised by any law for time being in force.
	These exemptions are only applicable to an institution providing services by way of pre-school education & education up to higher secondary school or equivalent.

Services	Exempt Services
	Services provided by IIMs, as per CG guidelines, to their students, by way of following educational programmes, except Executive Development Programme: - (a) 2 year full time PGPM for the Post Graduate Diploma in Management, to which admissions are made on the basis of CAT conducted by IIM; (b) fellow programme in Management ; (c) 5 year integrated programme in Management .
Health care services	Health care services BY a clinical establishment/ authorised medical practitioner/ para-medics Transportation of a patient in an ambulance BY any person other than specified above.
	Stem cells preservation BY Cord Blood Banks or any other service in relation to such preservation
	Service BY a veterinary clinic in relation to Health care of animals/birds
Services provided by Government	Services by Governmental Authority (GA) by way of any activity in relation to any function entrusted to a Municipality/Panchayat under article 243W/ 243G of Constitution
	Services by the CG/SG/UT/Local Authority (LA) excluding following services— (a) services by Department of Posts by way of speed post, express parcel post, life insurance, & agency services provided to a person other than CG, SG, UT; (b) services in relation to an aircraft/a vessel, inside/outside precincts of a port/airport; (c) transport of goods/passengers; or (d) any service, other than (a) to (c) above, provided to business entities. (a) to (d) hereinafter referred as 'specified services'
	Services provided by CG/SG/UT/LA to a business entity (BE) with an aggregate turnover of up to ₹ 20 lakh [₹ 10 lakh in case of a Special Category States (SCS)] in preceding FY. This exemption is not applicable to specified services and renting of immovable property service .
	Services provided by CG/SG/UT/LA to another CG/SG/UT/LA. This exemption is not applicable to specified services .
	Services provided by CG/SG/UT/LA** where consideration for such services does not exceed ₹ 5,000 . This exemption is not applicable to specified services . **In case of continuous supply of service* , the exemption shall apply only where the consideration charged for such service does not exceed ₹ 5,000 in a FY .
	Supply of service by a Government Entity (GE) to CG/SG/UT/LA/any person specified by CG/SG/UT/LA against consideration received from CG/SG/UT/LA, in the form of grants.
	Services by an old age home run by CG/SG/an entity registered under section 12AA of Income-tax Act to its residents (aged ≥60 years) against consideration upto ₹ 25,000 per month per member, provided that the consideration charged is inclusive of charges for boarding, lodging and maintenance.
	Services supplied by CG/SG/UT to their undertakings or PSUs by way of guaranteeing the loans taken by such undertakings or PSUs from the financial institutions.
	Services provided by CG/SG/UT/LA by way of- (a) registration required under any law for the time being in force; (b) testing, calibration, safety check or certification relating to protection or safety of workers, consumers or public at large, including fire license, required under any law for the time being in force.
	Services provided by CG/SG/UT/LA by way of issuance of passport, visa, driving license, birth certificate or death certificate .
	Services provided by CG/SG/UT/LA by way of tolerating non-performance of a contract for which consideration in the form of fines or liquidated damages is payable to CG/SG/UT/LA under such contract.
	Services provided by CG/SG/UT/LA by way of assignment of right to use natural resources to an individual farmer for cultivation of plants & rearing of all life forms of animals [except horses], for food, fibre, fuel, raw material or other similar products.
	Services provided by CG/SG/UT by way of deputing officers after office hours or on holidays for inspection or container stuffing or such other duties in relation to import export cargo on payment of Merchant Overtime charges.
	Services supplied by a SG to Excess Royalty Collection Contractor (ERCC) by way of assigning the right to collect royalty on behalf of SG on the mineral dispatched by the mining lease holders subject to specified conditions.

GOODS AND SERVICES TAX ||

Services	Exempt Services		
Construction services	Pure labour contracts of construction, erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation, or alteration of a civil structure or any other original works pertaining to the beneficiary-led individual house construction or enhancement under the Housing for All (Urban) Mission/ Pradhan Mantri Awas Yojana .		
	Services supplied by Electricity Distribution Utilities by way of construction, erection, commissioning, or installation of infrastructure for extending electricity distribution network upto the tube well of the farmer/ agriculturalist for agricultural use.		
	Pure labour contracts of construction, erection, commissioning, or installation of original works pertaining to a single residential unit otherwise than as a part of a residential complex .		
Services of transport of passengers (with/without accompanied belongings)	Such services provided by – (a) air , embarking from or terminating in an airport located in North Eastern States of India or at Bagdogra in West Bengal; (b) non-air conditioned contract carriage other than radio taxi, for transportation of passengers, excluding tourism, conducted tour, charter or hire; or (c) stage carriage other than air- conditioned stage carriage .		
	Such services provided to CG by air, embarking from or terminating at a Regional Connectivity Scheme (RCS airport), against consideration in the form of viability gap funding. This exemption shall apply only till expiry of a period of 3 years from date of commencement of operations of the RCS airport as notified by the Ministry of Civil Aviation.		
	Such services provided by— (a) railways in a class other than first class/an air-conditioned coach; (b) metro, monorail or tramway; (c) inland waterways; (d) public transport, other than predominantly for tourism purpose, in a vessel between places located in India; and (e) metered cabs or auto rickshaws (including e-rickshaws).		
Goods transportation services	Services by way of transportation of goods- (a) by road except the services of— (i) a goods transportation agency (GTA); (ii) a courier agency; (b) by inland waterways.		
	Railway equipments/ materials exempt when transported by rail/ vessel	Transportation of goods exempt when transported by goods carriage	
		where consideration charged for the transportation of goods on a consignment transported in a single carriage ≤ ₹ 1,500	where consideration charged for transportation of all such goods for a single consignee ≤ ₹ 750
	Exempt transportation of goods by rail/ vessel/ by GTA in a goods carriage	- Agricultural produce - milk, salt and food grain including flours, pulses and rice - organic manure - newspaper or magazines registered with the Registrar of Newspapers	- Defence/ military equipments - relief materials meant for victims of natural or man-made disasters, calamities, accidents or mishap
	Services provided by a GTA to an unregistered person , including an unregistered casual taxable person, except following recipients, namely: - (a) a factory registered under Factories Act, (b) society registered under Societies Act, (c) Co-operative society, (d) body corporate and (e) partnership firm including AOP; (f) registered casual taxable person.		

Services	Exempt Services
Banking and financial	Services by RBI
	Services by way of— (a) extending deposits, loans or advances in so far as the consideration is represented by way of interest or discount (other than interest involved in credit card services); (b) <i>inter se</i> sale or purchase of foreign currency amongst banks or authorised dealers of foreign exchange or amongst banks and such dealers.
	Services by an acquiring bank, to any person in relation to settlement of an amount upto ₹ 2,000 in a single transaction transacted through credit card, debit card, charge card or other payment card service.
	Services by an intermediary of financial services located in a multi services SEZ with International Financial Services Centre (IFSC) status to a customer located outside India for international financial services in currencies other than Indian rupees.
Services of Life insurance business	Such services by way of annuity under the National Pension System by Pension Fund Regulatory and Development Authority of India (PFRDA) under PFRDA Act, 2013.
	Such services by the Army, Naval and Air Force Group Insurance Funds to members of the Army, Navy and Air Force, respectively, under the Group Insurance Schemes of CG.
	Such services by the Naval Group Insurance Fund to the personnel of Coast Guard under the Group Insurance Schemes of CG.
	Such services under following schemes- (a) Janashree Bima Yojana; (b) Aam Aadmi Bima Yojana; (c) Life micro-insurance product as approved by the Insurance Regulatory and Development Authority (IRDA), having maximum amount of cover of ₹ 2,00,000 ; (d) Varishtha Pension BimaYojana; (e) Pradhan Mantri Jeevan Jyoti BimaYojana; (f) Pradhan Mantri Jan DhanYogana; (g) Pradhan Mantri Vaya Vandan Yojana.
General insurance business	Such services under following schemes – (a) Hut Insurance Scheme; (b) Cattle Insurance under Swarnajayanti Gram Swarozgar Yojna ¹ ; (c) Scheme for Insurance of Tribals; (d) Janata Personal Accident Policy and Gramin Accident Policy; (e) Group Personal Accident Policy for Self-Employed Women; (f) Agricultural Pumpset and Failed Well Insurance; (g) premia collected on export credit insurance; (h) Restructured Weather Based Crop Insurance Scheme (RWCIS), approved by the Government of India and implemented by the Ministry of Agriculture; (i) Jan Arogya Bima Policy; (j) Pradhan Mantri Fasal Bima Yojana (PMFBY); (k) Pilot Scheme on Seed Crop Insurance; (l) Central Sector Scheme on Cattle Insurance; (m) Universal Health Insurance Scheme; (n) Rashtriya Swasthya Bima Yojana; (o) Coconut Palm Insurance Scheme; (p) Pradhan Mantri Suraksha Bima Yojana; (q) Niramaya Health Insurance Scheme implemented by the Trust constituted under the provisions of the National Trust for the Welfare of Persons with Autism, Cerebral Palsy, Mental Retardation and Multiple Disabilities Act, 1999.
	Services by way of reinsurance of the insurance schemes specified in (A) and (B) above.
Services provided by specified bodies	Services by the Employees' State Insurance (ESI) Corporation to persons governed under the ESI Act, 1948.
	Services provided by the EPFO to the persons governed under the Employees Provident Funds (EPF) & Miscellaneous Provisions Act, 1952.
	Services by CMPFO to persons governed by Coal Mines Provident Fund and Miscellaneous Provisions Act, 1948.
	Services by NPS Trust to its members against consideration in the form of administrative fee.
	Services provided by the IRDAI to insurers under IRDAI Act, 1999.
	Services provided by the SEBI by way of protecting the interests of investors in securities and to promote the development of, and to regulate, the securities market.

¹ earlier known as Integrated Rural Development Programme

GOODS AND SERVICES TAX ||

Services	Exempt Services								
Pension schemes	Services by way of collection of contribution under: - Atal Pension Yojana - any pension scheme of SG								
Business facilitator/ correspondent	Services by the following persons in respective capacities – (a) business facilitator/business correspondent to a Banking Co. with respect to accounts in its rural area branch; (b) any person as an intermediary to a business facilitator or a business correspondent with respect to services mentioned in entry (a); or (c) business facilitator/business correspondent to an insurance company in rural area.								
Services provided to Government	Following services provided to the CG/SG/UT/LA/GA/GE by way of any activity in relation to any function entrusted to a Panchayat/Municipality under articles 243G/243W of the Constitution: - Pure services - Composite supply of goods and services in which the value of supply of goods constitutes not more than 25% of the value of the said composite supply. Service provided by Fair Price Shops to CG/SG/UT by way of sale of food grains, kerosene, sugar, edible oil, etc. under Public Distribution System (PDS) against commission/margin. Services provided to CG/SG/UT under any insurance scheme for which total premium is paid by CG/SG/UT. Services provided to CG/SG/UT administration under any training programme for which total expenditure is borne by CG/SG/UT administration. Services provided by GSTN to CG/SG/UT for implementation of GST.								
Leasing services	Upfront amount payable in respect of service by way of granting of long term lease of 30 years, or more of industrial plots/plots for development of infrastructure for financial business, provided by the State Government Industrial Development Corporations or Undertakings or by any other entity having 50% or more ownership of CG/SG/UT to the industrial units/developers in any industrial/financial business area. Services of leasing of assets (rolling stock assets including wagons, coaches, locos) by the Indian Railways Finance Corporation to Indian Railways.								
Legal services	<table border="1"> <thead> <tr> <th>Service provided by</th><th>To</th></tr> </thead> <tbody> <tr> <td>Arbitral tribunal</td><td>any person other than BE</td></tr> <tr> <td>Partnership firm of advocates or an individual as an advocate other than a senior advocate by way of legal services</td><td>BE with an aggregate turnover up to ₹ 20 lakh (₹10 lakh in SCS) in the preceding FY</td></tr> <tr> <td>Senior advocate by way of legal services</td><td>CG/SG/UT/LA/GA/GE</td></tr> </tbody> </table> Legal services provided by a partnership firm of advocates/ individual as an advocate other than a senior advocate to another advocate/ partnership firm of advocates providing legal services	Service provided by	To	Arbitral tribunal	any person other than BE	Partnership firm of advocates or an individual as an advocate other than a senior advocate by way of legal services	BE with an aggregate turnover up to ₹ 20 lakh (₹10 lakh in SCS) in the preceding FY	Senior advocate by way of legal services	CG/SG/UT/LA/GA/GE
Service provided by	To								
Arbitral tribunal	any person other than BE								
Partnership firm of advocates or an individual as an advocate other than a senior advocate by way of legal services	BE with an aggregate turnover up to ₹ 20 lakh (₹10 lakh in SCS) in the preceding FY								
Senior advocate by way of legal services	CG/SG/UT/LA/GA/GE								
Sponsorship sports events	Sponsorship of sporting events organised - (a) by a national sports federation, or its affiliated federations, where the participating teams or individuals represent any district, State, zone or Country; (b) by Association of Indian Universities, Inter-University Sports Board, School Games Federation of India, All India Sports Council for the Deaf, Paralympic Committee of India or Special Olympics Bharat (c) by the Central Civil Services Cultural and Sports Board; (d) as part of national games, by the Indian Olympic Association; or (e) under the Panchayat Yuva Kreedha Aur Khel Abhiyaan Scheme;								
Skill Development services	Services provided by, (a) National Skill Development Corporation (NSDC) set up by GoI; (b) Sector Skill Council (SSC) approved by NSDC; (c) assessment agency approved by SSC/NSDC (d) a training partner approved by SSC/NSDC in relation to- (i) the National Skill Development Programme implemented by NSDC; or (ii) a vocational skill development course under the National Skill Certification and Monetary Reward Scheme; or (iii) any other Scheme implemented by NSDC. Services of assessing bodies empanelled centrally by DGT, Ministry of Skill Development and Entrepreneurship by way of assessments under the SDI Scheme. Services provided by training providers (Project implementation agencies) under DDUGKY implemented by Ministry of Rural Development, GoI by way of offering skill or vocational training courses certified by the National Council for Vocational Training (NCVT).								
Performance by an artist	Services by an artist by way of a performance in folk or classical art forms of music/ dance/ theatre, if the consideration charged for such performance is not more than ₹ 1,50,000. This exemption shall not apply to service provided by such artists as a brand ambassador.								
Right to admission to various events	Services by way of admission to: (i) museum, national park, wildlife sanctuary, tiger reserve or zoo (ii) protected monument declared under the Ancient Monuments and Archaeological Sites & Remains Act 1958/any of the State Acts, for the time being in force. (iii) following events/places where the consideration for right to admission is not more than ₹ 500 per person: (a) circus, dance, or theatrical performance including drama or ballet; (b) award function, concert, pageant, musical performance or any sporting event other than a recognised sporting event; (c) recognised sporting event; (d) planetarium.								

Services	Exempt Services
Services by an unincorporated body or a non-profit entity registered under any law for the time being in force	Services provided by such entity/body to its own members by way of reimbursement of charges/share of contribution – (a) as a trade union, (b) for the provision of carrying out any exempt activity; or (c) up to an amount of ₹ 7,500 per month per member for sourcing of goods/services from a third person for common use of its members in housing society/residential complex. Services provided by such entity/body engaged in- (i) activities relating to the welfare of industrial/agricultural labour or farmers; or (ii) promotion of trade, commerce, industry, agriculture, art, science, literature, culture, sports, education, social welfare, charitable activities and protection of environment, to its own members against membership fee upto ₹ 1000/- per member per year.
Unincorporated entity	Services by unincorporated body/ non- profit entity to its own members as reimbursement/share of contribution: (i) As a trade union (ii) for providing exempt activity (iii) up to an amount of ₹ 5,000 per month per member for sourcing of goods/services from a third person for the common use of its members in a housing society/residential complex
Other exempt services	Transfer of a going concern, as a whole or an independent part thereof. Services associated with transit cargo to Nepal and Bhutan (landlocked countries). Services by way of renting of residential dwelling for use as residence. Services by a hotel, inn, guest house, club or campsite, by whatever name called, for residential or lodging purposes, having value of supply of a unit of accommodation below ₹ 1,000 per day or equivalent. Services by way of transportation of goods by an aircraft from a place outside India upto the customs station of clearance in India. Services by way of transportation of goods by an aircraft/vessel from customs station of clearance in India to a place outside India. This exemption is available till 30.09.2019. Services by way of giving on hire – (a) to a state transport undertaking (STU), a motor vehicle meant to carry more than 12 passengers; or (b) to a GTA, a means of transportation of goods. (c) motor vehicle for transport of students, faculty and staff, to a person providing services of transportation of students, faculty and staff to an educational institution providing services by way of pre-school education and education upto higher secondary school or equivalent. Service by way of access to a road or a bridge on payment of toll charges/annuity. Transmission/distribution of electricity by an electricity transmission/ distribution utility. Services provided by an incubatee up to a total turnover of ₹ 50 lakh in a FY provided:- (a) total turnover had not exceeded ₹ 50 lakh during the preceding FY; and (b) a period of 3 years has not elapsed from the date of entering into an agreement as an incubatee. Services by way of licensing, registration and analysis or testing of food samples supplied by the FSSAI to Food Business Operators. Taxable services, provided or to be provided, by a Technology Business Incubator/ Science and Technology Entrepreneurship Par (TBI/STEP) recognised by NSTEDB or bio- incubators recognised by BIRAC. Services by way of collecting or providing news by an independent journalist, Press Trust of India or United News of India. Services of public libraries by way of lending of books, publications or any other knowledge-enhancing content or material. Services by an organiser to any person in respect of a business exhibition held outside India. Services by way of slaughtering of animals. Services by way of pre-conditioning, pre- cooling, ripening, waxing, retail packing, labelling of fruits and vegetables which do not change or alter the essential characteristics of the said fruits or vegetables. Services provided by the National Centre for Cold Chain Development under the Ministry of Agriculture, Cooperation and Farmer's Welfare by way of cold chain knowledge dissemination. Services by a foreign diplomatic mission located in India. Services by way of providing information under the RTI Act. Services provided to a recognised sports body (RSB) by- (a) an individual as a player, referee, umpire, coach or team manager for participation in a sporting event organised by a RSB; (b) another RSB. Services provided by operators of the common bio-medical waste treatment facility to a clinical establishment by way of treatment/disposal of bio-medical waste/ incidental processes. Services by way of public conveniences such as provision of facilities of bathroom, washrooms, lavatories, urinal or toilets.

NEWS UPDATES

ECONOMICS UPDATES

Low Inflation

The Wholesale Price Index (WPI) inflation was at its 8-month low in December 2018. Producer inflation based on the WPI, stood at 3.8 per cent for December, compared to 4.64 per cent for November 2018 and 3.58 per cent for December 2017. The latest rate represents an eight-month low. The build-up inflation rate in the financial year so far is 3.27 per cent, compared to a build up rate of 2.21 per cent in the corresponding period of FY18. The retail inflation rate, based on the Consumer Price Index (CPI), slipped to an 18-month low at 2.19 per cent in December 2018 aided by lower food prices and sluggish fuel costs, as compared to 2.33 per cent in November.

Jet Airways: Debt ridden Airways

Etihad Airways, official carrier of Abu Dhabi UAE, may increase its stake in Jet Airways under a scheme wherein it will hold 49 per cent directly and bring in a sleeping partner to obtain larger control of the debt-ridden airline.

Existing FDI rules bar foreign airlines from owning more than a 49 per cent stake. Etihad currently owns 24 per cent of Jet Airways and has the leeway to increase its stake up to 49 per cent.

Jet founder and Chairman Naresh Goyal, who currently owns a controlling 51 per cent stake in the ailing airline, could see his shareholding come down below 20 per cent. (g)

Who's economically weak?

Old criteria

Economically weaker section: Households with annual income up to ₹ 3 lakh

Low income group: Households with annual income between ₹ 3-6 lakh

New Criteria

Households with income up to ₹ 8 lakh

Bottom of the pyramid

Poverty line for a family of five, based on monthly consumption

expenditure**

	Poverty line (₹)	% of population
Rural	4,080	25.4
Urban	5,000	13.7

** based on Tendulkar criterion

About 90% of individual tax filers have gross total income of ₹ 9.5 lakh or less, as per I-T return filers' data for AY 2017-18

World Bank retains India's FY19 growth forecast at 7.3%

The World Bank has maintained its growth forecast for India at 7.3 per cent for the current fiscal year and 7.5 per cent for FY20. This projection suggests India will continue to be the world's fastest growing major economy despite moderate activity and heightened risks clouding its economic prospects.

Private consumption is projected to remain robust and investment growth is expected to continue as the benefits of recent policy reforms begin to materialise and credit rebounds, the bank quoted in its report on global economy and economic prospects.

This report has lowered its global growth forecast to 2.9 per cent from 3 per cent. It said China's economic growth is projected to slow down to 6.2 per cent in 2019 and 2020 and 6 per cent in 2021.

China vs India

In 2018, the Chinese economy is estimated to have grown 6.5 per cent against India's 7.3 per cent. In 2017, it had been marginally ahead at 6.9 per cent, against India's 6.7 per cent, because of the slowdown in the Indian economy due to demonetisation and the GST rollout. The World Bank's growth projection for India is a notch lower than the RBI's 7.4 per cent but slightly higher than the Central Statistics Office's 7.2 per cent.

The World Bank report further said strong domestic demand is seen to widen the current account deficit to 2.6 per cent of GDP next year. Inflation is projected to rise somewhat above the midpoint of the RBI's target range of 2 to 6 per cent, mainly owing to energy and food prices.

FINANCE UPDATES

Swap ratio fixed for Bank of Baroda merger with Vijaya, Dena bank

Union Cabinet gave its permission for the proposed merger of Vijaya Bank and Dena Bank with Bank of Baroda (BoB). The merger when completed will create the country's second-largest public sector bank. The merged entity will also be the third-largest, in terms of assets, after State Bank of India (SBI) and HDFC Bank.

Further, the boards of the banks met to approve the swap ratios. According to a BSE notification, for every 1,000 equity shares of Vijaya Bank and Dena Bank, respectively, investors will get 402 and 110 equity shares of Bank of Baroda.

https://www.business-standard.com/article/finance/cabinet-gives-nod-to-vijaya-dena-bank-merger-with-bank-of-baroda-119010200956_1.html

SEBI asks mutual fund players to beef up risk management practices

While probing the role of rating agencies in the IL&FS fiasco, the market regulator, Securities and Exchange Board of India (SEBI) has affirmed that mutual fund (MF) agencies need to strengthen their in-house risk-management practices, instead of depending heavily on credit rating agencies.

This will stop redemption pressure, prevent fund managers from selling illiquid assets at distressed prices, allow inflows from new investors with the new NAV, and permit existing investors to have a say in the segregated portfolio.

However, mutual funds should not misuse such mechanism and make all the pertinent disclosures to investors.

https://www.business-standard.com/article/markets/sebi-asks-mutual-fund-players-to-beef-up-risk-management-practices-118121801223_1.html

SEBI relaxes start-up listing norms; will create 'Innovators Growth Platform'

In a major push to kick-start listing of start-ups in India, market regulator Securities and Exchange Board of India (SEBI) relaxed norms for new-age ventures in sectors like e-commerce, data analytics and biotechnology.

The relaxation comes in the wake of low market interest to the existing platform for startups and demands from various stakeholders to ease norms and make the platform more accessible due to expansion in the Indian start-up space.

<https://www.thehindubusinessline.com/companies/sebi-relaxes-startups-listing-norms-will-create-innovators-growth-platform/article25726171.ece>

SEBI to reintroduce Differential Voting Right (DVR) shares for listed companies

Differential voting right (DVR) shares, which offer

higher dividends but no voting rights, are set to make a comeback for listed companies after nine years. SEBI has made a sub-committee for reintroducing differential voting rights, or DVR, shares that will make recommendation soon. On 21 July, 2009, SEBI had issued a circular prohibiting issue of shares with superior voting rights by listed companies through amendments in the listing agreement.

DVRs are a device for companies to raise equity capital without dilution of promoter shareholding. DVR shareholders generally get higher returns in the form of dividends in place of 'no voting rights'. This is also a way to prevent hostile takeovers. In the present scenario, these shares are more relevant for new-age or technology-driven companies.

<https://www.livemint.com/Money/nzI8YhkglZ6yfHNpkmCpRM/Sebi-to-reintroduce-differential-votingrightsharesforlis.html>

Fin Min Plans to Prevent Composition Dealers from Charging GST from Buyers.

In a consumer-friendly move, the revenue department is planning to make it mandatory for composition dealers and service providers to declare their GST registration status in invoices to ensure that they do not charge any tax from buyers. The measure once implemented, would check the widespread practice of composition dealers charging GST from purchasers and not depositing it with the exchequer.

Under GST composition scheme, traders and manufacturers are required to pay only 1 per cent GST on goods which otherwise attracts a higher levy of either 5,12 or 18 per cent. Such dealers are also not permitted to charge GST from the purchaser. Of the 1.17 crore businesses registered under GST, about 20 lakh have opted for the composition scheme.

IT UPDATES

Google Assistant Gets More Features, Greater Reach

Google this week debuted a slew of new capabilities for its artificial intelligence software, **Google Assistant**, at CES in Las Vegas. The new platform lets device manufacturers incorporate Google Assistant into their products easily and cost-effectively. Google also announced plans for Assistant:

- Building Google Assistant into the Sonos One and Sonos Beam speakers to let users control their sound entertainment from anywhere in the house without the smartphone
- Expanding Assistant later this year to work with other popular media and entertainment devices, including Samsung TVs;

- Having Google Assistant built into Dish's Hopper family of receivers;
- Including Google Assistant in Android TV;
- Expanding Google Assistant's ability to respond to users even when their Android phones are locked if they opt in to this feature.
- Google is working with more brands to launch smart home devices such as Pressure cookers, Refrigerator and wine storage racks, ovens, dishwashers, McAfee's Secure Home Platform, water leak sensors and electric vehicle chargers.

For detailed updates, follow the link below:

<https://www.technewsworld.com/story/Google-Assistant-Gets-More-Features-Greater-Reach-85778.html>

CHANGE IN STRUCTURE OF QUESTION PAPER OF PRACTICAL TRAINING ASSESSMENT

It has been decided to include questions on current Economic and Business affairs of 8-10 marks at both the levels of practical training assessment. The study content related to the same would be published in "The Chartered Accountant Student" – the monthly journal being published for students. The questions would be asked from the last three issues of Students' Journal prior to the date of examination. There would be 8-10 compulsory questions of 1 mark each at both the levels.

The revised structure of question paper would be as below:

Level 1

Compulsory/ Optional	Marks	Modules	Number of questions	Mark(s) per question
Compulsory	50	Accounting and Auditing (including Corporate Laws and Current Affairs)	50 (including 8-10 questions of Current Affairs)	1
Optional	25	Direct Tax	25	1
Optional	25	Indirect Tax	25	1
Optional	25	Internal Audit	25	1

Level 2

Compulsory/ Optional	Marks	Modules	Number of questions	Mark(s) per question
Compulsory	50	Accounting and Auditing (including Corporate Laws and Current Affairs)	30 (including 8-10 questions of Current Affairs)	1
			10	2
Optional	25	Direct Tax including International Taxation	15	1
			5	2
Optional	25	Indirect Tax	15	1
			5	2
Optional	25	Internal Audit	15	1
			5	2

This change in the structure of question paper would be effective from June, 2019 and the study content would be provided to the students starting from the February, 2019 issue of the Students' Journal.

Director, Board of Studies

ANNOUNCEMENT

Virtual Management and Communication Skills Course for those students who have qualified CA final during the last 5 years but have not applied for Membership of the Institute

The students who have qualified CA final during the last 5 years but have not applied for Membership of the Institute due to non completion of Management and Communication Skills Course can undergo the Management and Communication Skills through virtual mode. The aforesaid students can undergo the course anytime anywhere. After completing the Virtual MCS course of 90 hours they can apply for membership of the Institute.

Features of Virtual Management and Communication Skills Course-

- No class room teaching. The student will be undergoing the course through online mode. The duration of Virtual MCS course shall be 90 hours. The video lectures shall be for 1 hour each and the student can view the video lecture anytime and from anywhere. Total recorded video lectures will be for 90 hours.
- Per student fee shall be ₹ 12000/-.
- Maximum time allowed to the student for completing the course is 180 days. In case the student is not able to complete the course during the aforesaid period; extension of 90 days shall be given to the student. The student has to pay 50% of the course fee for revalidation of the registration in the aforesaid course.
- Separate portal/Learning Management system (LMS) is there where the student can register and undergo the course.
- The student will be able to view day wise session in seriatim.
- At the end of the each session, there will be an objective type online test. The certificate will be issued after student clears all the test. 50% marks are mandatory for clearing the test. In case, student is not able to clear the online test, the student will appear in re-test.

The registration of the course commences w.e.f. 4th February, 2019. The link for the same will be shared very soon. For any queries/clarification kindly contact at 0120-3045915 or mail at gmcsbos@icai.in

Director, Board of Studies



CA Students' Conference, Ludhiana: Past President, ICAI, CA. Amarjeet Chopra being presented with a memento at the conference.



National Conference for CA Students, Mumbai: ICAI Vice President, CA. Prafulla P. Chhajed; Chairman, Board of Studies, CA. Dhinal A. Shah; Central Council Member, CA. Vijay Jhalani; Member, ITAT, CA. R.C. Sharma and WIRC Chairman, CA. Sandeep Jain at the inaugural function.



CA Students' Conference, New Delhi: Chairman, Board of Studies, CA. Dhinal A. Shah addressing the students. ICAI President, CA. Naveen N. D. Gupta; Central Council Members, CA. Shyam Lal Agarwal, CA. Vijay Jhalani and NIRC Chairman, CA. Pankaj Periwal also seen on Dais.



Central Council Members CA. Vijay Jhalani and CA. Sanjay Agarwal presenting certificate of participation to a student in presence of CA. Sanjay Grover.

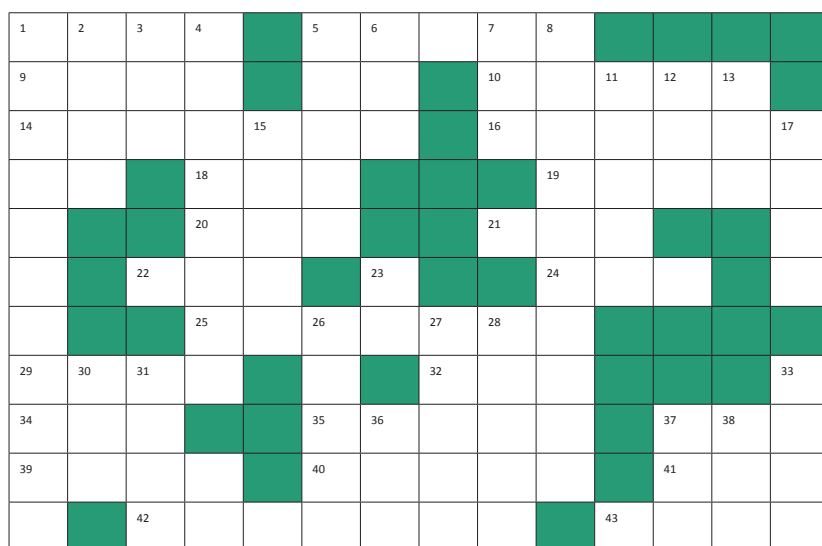


Central Council Member, CA. Shyam Lal Agarwal addressing the participants of the four weeks Residential Programme on Professional Skill Development at the Centre of Excellence, Jaipur.



Director, Board of Studies, CA. Vandana Nagpal and CA. Srikanth (Speaker) at the inaugural function of the Special Session on Business Communication for MCS students.

CROSSWORD - FEBRUARY 2019



26. Raises (a question or topic) for discussion
 27. A brief comment or explanation.
 28. Reverse or turn upside down.
 30. A British honour can be given for achievement or service in the community
 31. _____ is a Body for psychometric testing, training and coaching methodologies applying knowledge from psychology for betterment for Business.
 33. Irrational root of an integer.
 35. Roman numeral of 102
 37. A circular statistical graphic which is divided into slices is illustrate numerical proportion.
 38. A ratio which depicts the minimum amount of liquidity which banks must keep.

ACROSS

1. A microprocessor that performs many functions and calculations that make your computer run.
5. Provisional
9. Impulsive
10. Rises
14. Comes
16. Bring (goods or services) into a country from abroad for sale
18. An immoral act considered to be a transgression against divine law
19. Fourth estate
20. It's an allowance to pay your house rent.
21. Performance measure used to evaluate the efficiency of an investment
22. Innuendo
24. _____ is an approach to communication, personal development, and psychotherapy
25. Someone who has been nominated for something
29. The _____ educates, trains and places students from Mizzou in high-finance jobs across the country
32. _____ is a system to support virtual network abstraction
33. _____ is a Central bank of India.
35. Sequence of 08 BITS.
37. A state-owned enterprise in India is called _____
39. The regulatory authority of security market in India.
40. A level or grade within the hierarchy of an organisation or system

41. _____ is an immigration status granted to a person who does not hold the right of abode in the United Kingdom (UK), but who has been admitted to the UK without any time limit.
42. Be prolonged
43. Greek.

DOWN

1. A short course in which you are taught basic facts or skills, for example before you start a new job
2. Mata _____
3. A software process invoked by an interrupt request from a hardware device
4. Activity of defrauding an online account holder of financial information by posing as a legitimate company.
5. A place or scene of activity, debate, or conflict
6. A disk of operating system
7. A model which helps to standardise communication between computer systems
8. Parts of an interface
11. First month of financial year
12. A measure of financial performance
13. _____ is a comprehensive description of the intended purpose and environment for software under development
15. _____ is one of the 12 signs of the zodiac
17. Cooking Measurements.
21. Roman Numeral of 501

If undelivered, please return to: The Institute of Chartered Accountants of India, ICAI Bhawan, Indraprastha Marg, New Delhi-110104