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[Daily newsletter related to Profession]

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Covering

- Indirect Taxes
- Direct Taxes
- ICAI Updates
- ICSI Updates
- Corporate Law
- Insolvency & Bankruptcy
- SEBI Updates
- MSME Related Updates
- RBI Updates
- Economy & Finance related Updates

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Indirect Taxes

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

❖ **GSTN issues various updates on E-Invoicing.**

- Based on queries received from Trade and Industry in the recent past, the FAQs on e-invoicing were updated.
  Use this link to access the revised FAQs
- Verify e-invoice' Mobile app is also released for verification of authenticity of e-invoice (QR code/IRN).
  You can download it using this link.

More details here

❖ **GSTN issued advisory on Delinking of Credit Note/Debit Note from invoice, while reporting them in Form GSTR 1/GSTR 6 or filing Refund.**

Till now, original invoice number was mandatorily required to be quoted by the taxpayers, while reporting a Credit Note or Debit Note in Form GSTR-1 or Form GSTR-6. The taxpayers have now been provided with a facility on the GST Portal.
More details here

❖ **As part of its efforts to provide paperless administration for enhancing the ease of trade, CBIC has launched the Turant Customs initiative.**

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

Sr.No.	Key to find the document	Authority who passed the order	Details of decision
1	[2020] 119 taxmann.com 176 Volvo-Eicher Commercial Vehicles Ltd., In re ORDER NO.KAR/AAAR-14-B/ 2019-20 FEBRUARY 6, 2020	AAAR Karnataka	**Repair services provided along with sale of vehicles amounts to composite supply.** Where appellant had been appointed by Volvo Sweden for distribution of its products i.e., Volvo buses and trucks in India, and was involved in providing warranty services for those products on behalf of Volvo Sweden, repair and servicing of Volvo vehicles by appellant for Indian customers during warranty period would be an activity amounting to a composite supply of goods and services for Volvo Sweden with principal supply being a supply of service. Recipient of service during warranty period will be manufacturer Volvo Sweden as it is at their behest that appellant had undertaken activity of repair and/or replacement of parts of customer and accordingly, reimbursement received from Volvo Sweden was in nature of consideration paid by manufacturer.

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

❖ **Exporters face liquidity crunch with piling GST, MEIS entitlement dues.**
While the global trade is re-opening, exporters are facing huge problems of logistics, regulatory hurdles as also skewed demand.
[Finance Express Report]

Direct Taxes

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

❖ **CBDT release figures of online refunds**

CBDT issues refunds of over Rs. 1,06,470 crores to more than 30.92 lakh taxpayers between 1st April,2020 to 15th September,2020. Income tax refunds of Rs. 31,741crore have been issued in 29,17,169 cases & corporate tax refunds of Rs.74,729 crore have been issued in 1,74,633 cases.

Source- Income Tax India Twitter Account

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

❖ **Advance tax: House panel suspects arm-twisting by Income Tax dept**

CBDT, in its response, said advance tax payment was based on estimated income for the financial year, and in many instances the taxpayer may end up claiming deduction and exemptions not factored in earlier in the year.

The income tax department may be pushing taxpayers to pay excess advance taxes to meet revenue targets, the Parliamentary standing committee on finance surmised, as it found that the interest components of the refunds distributed in the last financial years were high at over Rs 20,000 crore each.

Finance Express Report

ICAI Announcements

❖ **ICAI's announcement regarding reopening of Empanelment of Members to act as Observers for November 2020 Examinations.**

In continuation to the Announcement dated 20th August 2020, it is informed that the window for empanelment of members to act as observers at the examination centres for the Chartered Accountants examinations, November 2020 is reopened from 16th September to 20th September 2020.

More details here

- ICAI's notification and explanatory note on the proposed draft amendments in Regulations 4 and 19 - seeking regulatory powers with the Council for deciding the manner of assessment in which the current level of knowledge of a person seeking membership of the Institute or applying for restoration of his name after three years from the date of his being eligible for membership of Institute will be assessed.
  More details here

- **GST & Indirect Taxes Committee is organizing 3 Days Refresher Course on GST from 23rd to 25th September 2020, which is hosted by SIRC of ICAI.**
  More details here

- **Invitation of Comments on Forensic Accounting and Investigation Standards (FAIS).**
  Digital Accounting and Assurance Board (DAAB) invites Comments on Forensic Accounting and Investigation Standards (FAIS).
  The exposure drafts with comment submission links are available on Institute's website. Use this link to reach there.

- **ICAI announce arrangement of the Credit Card Facility for the Members of ICAI by the Committee for Members in Practice (CMP), ICAI.**
  For details of the Credit Card Facility arranged by the Committee, please visit this link.

ICSI Announcements

- **ICSI's Declaration of Result of Company Secretary Executive Entrance Test (CSEET) Held on 29 and 31 August 2020.**
  The Result of CS Executive Entrance Test (CSEET) held on 29th and 31st August 2020 would be declared on Thursday, the 17th September 2020 at 2:00 P.M. The result along with individual candidate's subject-wise break-up of marks will be available on the Institute's website: www.icsi.edu.
  More details here

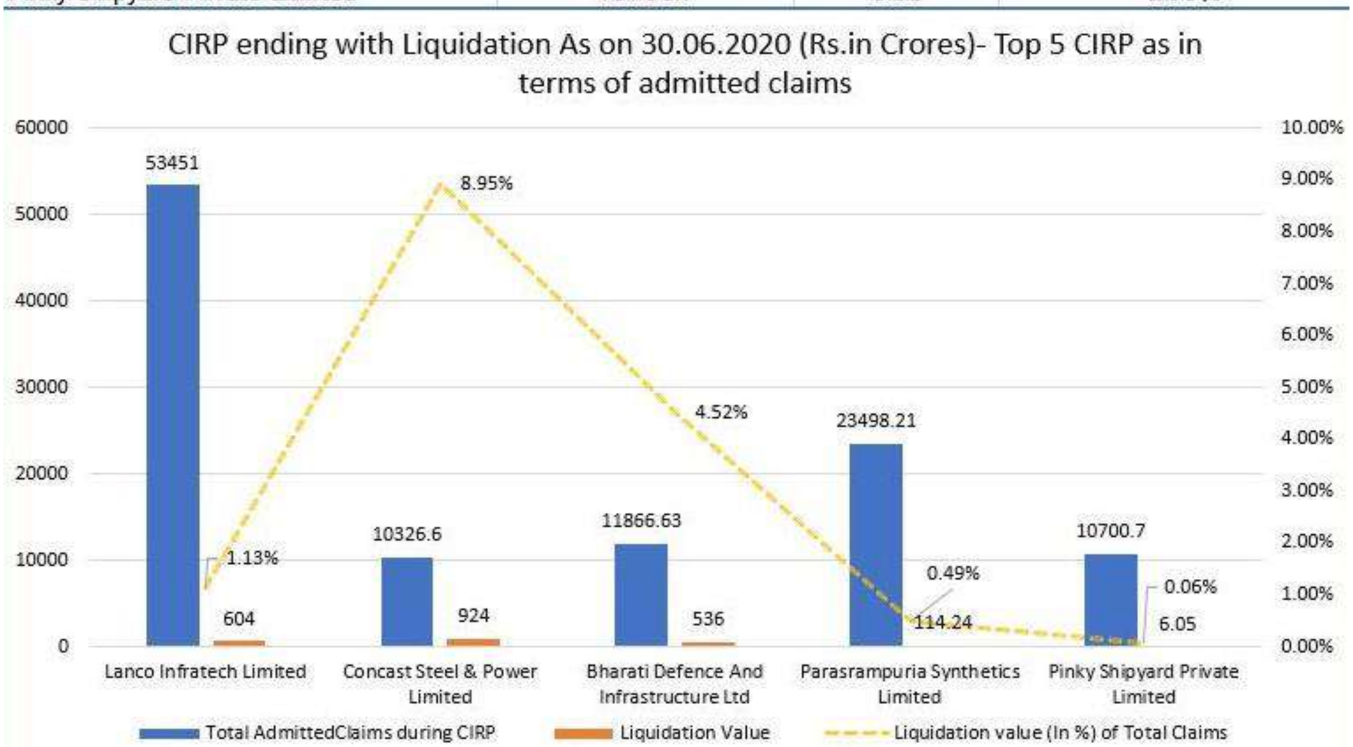
Insolvency & Bankruptcy

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

❖ **MCA notifies Insolvency and Bankruptcy Board of India (Annual Report) Amendment Rules, 2020.**
Notification here

❖ **IBBI issued data of Corporate Insolvency Resolution Processes Ending with Order of Liquidation: As on 30th June 2020.**
Here is the IBBI Release
I analysed top 5 companies in terms of total amount of claims admitted in CIRP and their liquidation value, results are shocking. See what happens when a company makes a default and goes into forceful liquidation.

Name of Corporate Debtor	Total AdmittedClaims during CIRP	Liquidation Value	Liquidation value (In %) of Total Claims
Lanco Infratech Limited	53451	604	1.13%
Concast Steel & Power Limited	10326.6	924	8.95%
Bharati Defence And Infrastructure Ltd	11866.63	536	4.52%
Parasrampuria Synthetics Limited	23498.21	114.24	0.49%
Pinky Shipyard Private Limited	10700.7	6.05	0.06%



Less than 10% is recovery in liquidations

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

❖ **ICFAI Law School signs MoU with the Insolvency and Bankruptcy Board of India.**

ICFAI Law School, a constituent of The ICFAI Foundation for Higher Education, declared as a Deemed-to-be University, Hyderabad, has signed MoU with the Insolvency and Bankruptcy Board of India,(IBBI) a regulatory body, under the Ministry of Corporate Affairs. A V Narsimha Rao, Director, ICFAI Law School, Hyderabad said "The MoU facilitates the IBBI to be a Knowledge Partner for the various programs proposed by the ICFAI law school which includes the three certificate programs, Post Graduate program in LLM (LLM in Insolvency and Bankruptcy Law), MBA(Insolvency Law). The IBBI also supports the Law School in its endeavours like the development of case studies, advocacy promotions and related matters as a Knowledge partner. It is a significant achievement and milestone for law school more particularly as it has completed a decade of Excellence in Legal Education."

Media report

MSME

❖ **Fund infusion in troubled firms, easing NPA norms top MSME demands.**

MSMEs called for suspending strict lending norms by banks and mandatory credit rating for loans above Rs 5 crore. Industry body FISME sought fund infusion from banks in cash-deficient enterprises so that units keep running and people remain employed Nearly 6.3 crore small enterprises provide employment to 11 crore people in India; most of them have cut down their operations, workforce following the pandemic MSMEs demanded direction to all lenders to ensure no firm folds up due to compliance of the banking rules and procedures related to recognition of NPAs.

Business Today Report

Economy & Finance

❖ **Union Government has taken unprecedented measures for labour welfare and employment generation across India during Covid-19 pandemic: Govt.**

- In line with Union Government's Advisory, about Rs 5000 crore released from Building & Other Construction Workers Cess Fund to approx. 2 crore construction workers; the sector which is estimated to employ maximum migrant workers.
- Through interventions of dedicated 20 Control Rooms set up by Union Labour Ministry, stuck wages of about Rs 300 crore released to about 2 lakh workers.
- Under Pradhan Mantri Garib Kalyan Yojana with financial package of Rs. 1.7 lakh crore poor & needy including unorganised workers, 80.00 crore people have been and are being provided Free of Cost 5 Kg. Wheat/Rice and 1 Kg. pulses.
- Per day wages under MGNAREGA enhanced from Rs. 182 to Rs. 202.
- SVANidhi Scheme launched to facilitate collateral free working capital loan up-to Rs.10,000/- of one-year tenure, to approx. 50 lakh street vendors to resume their businesses.
- Advisory issued to States in July to nominate nodal officers to coordinate welfare measures and employment of migrant workers and to collate their data for facilitating them in utilising various Govt Schemes.

Ministry of Labour & Employment Press Release

❖ **Ministry of Commerce & Industry released note on Ease of Doing Business in India.**
The Department for Promotion of Industry and Internal Trade (DPIIT) in coordination with Governments of States and Union Territories (UTs), is working on improving business regulatory environment in States and UTs. The exercise involves identifying reforms which bring Ease of Doing Business (EoDB), in consultation with the States and UTs. Once identified, these reforms are compiled into an Action Plan and shared with States and UTs for its implementation in a time bound manner. Achievements made by the States and UTs are updated by them on the EODB portal(https://eodb.gov.in). Assessment of States and UTs on the basis of implementation of Action Plan is done by DPIIT.
Ministry Release

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