



The Institute of Chartered Accountants of India

(Set up by an Act of Parliament)

Nagpur Branch of WIRC of ICAI



Newsletter / September 2015



The portal aims at providing a destination for e resources. It offers latest books, articles, journals that has been subscribed by the ICAI for and on behalf of the students and the members.



Office Bearers

CA. Kirti Agrawal - Chairman
CA. Swapnil Ghate - Vice Chairman
CA. Sandeep Jotwani - Secretary
CA. Umang Agrawal - Treasurer

Editorial Team

CA. Kirti Agrawal - Editor in Chief
CA. Ritesh Mehta - Joint Editor
CA. Aastha Agrawal - Joint Editor
CA. Rachna Agrawal - CA. Ashok Dalmia
CA. Pramod Jawandhiya - CA. Jiten Saglani
CA. Haresh Sarda - CA. Prashant Banthia
CA. Sneha Modani - CA. Amarjit Sandhu

Index

PhotoFlash	... 02
Chairman's Communication	... 03
Message	... 04
Domestic Transfer Pricing	... 05
Indirect Tax Updates	... 08
Young Member	... 10
Women Member	... 11
How Many CPE Hour	... 12
Meet The Entrepreneur	... 13
ICAI Announcement	... 14
Pink Page	... 15
PhotoFlash	... 16



*"The pessimist complains about the wind;
the optimist expects it to change;
the realist adjusts the sail".*

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
ICAI Bhawan, Post Box No. 7100,
Indraprastha Marg,
New Delhi - 110002.
Tel. : +91 (11) 39893989
E-mail : president@icai.org Web : www.icai.org

WESTERN INDIA REGIONAL COUNCIL
ICAI Tower, Plot No C-40, G Block,
Opp. MCA Ground, Bandra Kurla Complex,
Bandra(E), Mumbai - 400051
Tel. : +022-33671400/33671500
E-mail : wirc@icai.org Web : www.wirc-icai.org

NAGPUR BRANCH OF WIRC OF ICAI
20/1, Dhantoli,
Nagpur - 440 012
Tel. : +91 (712) 2443968, 2441196
Fax : 2454166
E-mail : nagpur@icai.org Web : www.nagpuricai.org



Photoflash September 2015



Interactive Meet with CCIT Vidarbha Region on 02.09.2015



Felicitations of Shri S. D. Charan,
Hon. Pr. CCIT, Vidarbha Region



Chief Guest - Shri S. D. Charan,
Hon. Pr. CCIT, Vidarbha Region



Shri Aakash Dewangan, Jt. CIT

Joint Interactive Meet with Vidarbha Tax Practitioner's Association and IT Officials on 02.09.2015



Guest of Honour - Shri R. N. Jha, Pr. CIT-1



Guest of Honour - Shri Chet Ram, Pr. CIT-2



Guest of Honour - Shri K. T. Zamik, Pr. CIT-3



Career Counselling Programme at Dhanwate National College on 05.09.2015



Dr. Babanrao Taywade, Principal, Dhanwate National College



Career Counselling Programme at Kamala Nehru Mahavidyalaya on 09.09.2015



Adv. Abhijit Wanjari, Secretary, Kamla Nehru Mahavidyalaya



Career Counselling Programme at Lakhotiya Bhutada High School, Kondali on 29.09.2015



Rtn. Rahul Laddhad- President, Rotary Club of Nagpur, Ishanya

Felicitations of MD Mr. Kishor Kharat of IDBI Bank





Chairman's Communication



Dear Professional Colleagues,

"Leadership is the capacity to translate vision into reality".

An effective leader is a person who creates an inspiring vision of the future, motivates and inspires people to engage with that vision and manages delivery of that vision. Leadership empowers and creates contribution.

Such were the leaders of our profession during past few years. These leaders brought laurels to our profession and helped the profession scale newer heights. Needless to say, these leaders were wisely chosen by us, the members of the profession, through the voting mechanism.

Time has again arrived to choose the forerunners of the profession vide **elections 2015, scheduled on 4th and 5th of December**. The election process casts a moral duty on every member of the institute (fresh entrants as well as veterans) to carefully handover the baton of profession to the most deserving candidates. The future of our profession is in our hands and hence I earnestly request all the members of CA profession to discharge their duty by being present at the polling booth on the day of election and exercise their right of voting, carefully and wisely.

Globalisation and Go Green: As globalization makes the world become smaller, it becomes increasingly easy to see how the lives of people (and plants and animals and ecosystems) everywhere are closely synced up with one another. So toys made in China can affect the quality of life in Europe, pesticides used in Argentina can affect the health of people in the U.S., and greenhouse gas emissions from Australia can affect a diminishing rainforest in Brazil.

The truth is that every single thing we do every day has an impact on the planet -- good or bad. The good news is that as an individual we have the power to control most of our choices and, therefore, the impact we create from where we live to what we buy, eat, and use to light our home to where and how we vacation, to how we shop or vote, we can have global impact. In short, we all have a large (and growing) personal stake in the health and vitality of places far and near.

Embracing a greener lifestyle isn't just about helping to preserve environment, it can also mean improving our health, padding our bank account and improving our overall quality of life. Keeping the aforesaid benefits in mind, ICAI Nagpur branch has undertaken a tree plantation drive (with NMC, Nagpur) and a Go Green initiative, thereby requesting members to opt for e-newsletter instead of printed material. Details of the aforesaid drives are enclosed in the newsletter. Since, every little step of ours paves way for a better tomorrow, so, let's join hands and create a greener legacy for future to come.

Past Events: An interactive meet with CCIT, Vidarbha Region was organized jointly with Vidarbha Tax Practitioner Association addressed by Shri S.D. Charan, Hon. Pr. CCIT Vidarbha Region, Shri R.N. Jha, Pr. CIT 1, Shri Chet Ram, Pr. CIT 2, Shri K.T. Zimik, Pr. CIT 3, Shri Aakash Dewangan, Jt. CIT, Shri J.P. Sharma, President, VTPA and Shri T.S. Renu, Secretary VTPA. Felicitation of Hon'ble CCIT, Shri S.D. Charan was indeed an honor conferred upon us. We were also fortunate to get an opportunity to felicitate **Shri S.K. Pandey, Hon. Commissioner of Central Excise, Customs & Service Tax**.

Since, education is the key to success in life and teachers make a lasting impact in the lives of their students, so to commend the efforts taken by our faculties for enriching the learning pattern of the students, **Teachers' Day** was celebrated by recognizing the efforts of learned faculties of OT, GMCS, ITT and Advanced ITT, and felicitating them for their continuous support in organizing various training courses.

Nagpur Branch commemorated its 37 years of existence and to celebrate the **38th Branch Foundation day** the leadership of **Former Managing Committee Members** was applauded on a zealous note. The branch has always been fortunate to receive help of former managing committee members in planning and organizing various activities thereby contributing in regular functioning of the branch. I sincerely wish the legacy of the leaders of the NAGPUR Branch to continue in the coming years.

Ganpati festival, the festival of "**Vighnaharta**" was celebrated to seek the blessings of the supreme god. A step towards go green initiative, was a tree plantation program organized jointly wherein 1000 trees were planted. The chief guests for the occasion were **Shri Saurabh Kumar, GM, Ordinance Factory, Shri Shyam Wardhane, NIT Chairman, Shri Rajendra Uchake, Chief Fire Officer, Nagpur, Shri Nitin Jhanwar, Branch Manager, HDFC Ltd, Shri Sushim Kolay, The Hitavada National Advertising Head and Shri Abhay Vaidya, Advertising Manager**.

1st round of Test Series for Final and IPCC students was conducted during the month. To promote the Commerce Education with special focus on CA course, ICAI Nagpur branch is taking initiative to organize career counselling programmes at various schools and colleges. Under this initiative, a career counselling meet on How to pursue CA course was conducted at Dhanwate National College, Kamla Nehru Mahavidyalaya and Lakhotiya Bhutada High School (Kondhali). Approximately 1000 students and 100 faculties took the benefit of these programs.

Much to the relief of the members, the tax audit date finally got extended, so, I convey my regards for another, but, a bit relaxed tax audit month. I would also like to extend my best wishes to all those candidates who are going to appear in various exams. Lastly, my best compliments for the festivities and celebrations during the month.

CA. Kirti Agrawal





Message



Joint Editor - CA. Ritesh Mehta

The best way to find yourself is to lose yourself in the service of Others....

October is in and along with it comes all the compliances. With the end of the half year, we need to be on our toes to complete all compliances relating to VAT, Service tax, TDS, ROC & others. The month of September ensured that all CAs burn midnight oil to complete the Tax Audit assignments. The adamant view of CBDT in rejecting all representations for extension of time limit for filing Tax Audit gave us a sleepless night. Ultimately various Courts had to interfere and instruct the board to extend the due date. This question remains to be answered "Is it not a tax terrorism on the part of bureaucracy in harassing the tax payers by holding such a adamant view on one side and being so lenient in releasing the required I.T. forms & its utility ?? Various representations were made by our Institute to the CBDT as well as Ministry of Finance but in vain. The time is now for a strong and effective leadership at our institute so that our Profession is not just called but is really treated as "Partner in Nation Building". It's an election year with elections for Central & Regional Council elections in the month of December. It's really a once in a three year opportunity for us to ensure that we elect right candidates who has a vision and enthusiasm to take our Profession to a newer height.

Meanwhile in the month of September, Nagpur Branch has organized quality programs like Interactive meet with Hon'ble CCIT & Principal Commissioners of Income Tax Office, 38th Branch foundation day with felicitation of Past Managing committee members of Nagpur branch who are the pillars for where the branch stands today. All these programs evoked good response from the members despite being busy in September.

With this 7th edition of newsletter, we are bringing before you quality articles on Domestic Transfer Pricing, IFRS Convergence, Credit Score & other interesting topics for your learning & reading. We invite articles on varied Professional topics to be published in this newsletter.

Let the knowledge come from all directions.....

Happy Reading

Editorial Team Member - CA. Haresh Sarda



Dear Seniors & Colleagues,

Nothing is permanent in the world – Except CHANGE and we the professionals have to face the challenge of change every now and then. New Company Law, IFRS, INDAS, ICDS, ICFR, GST and so on. To over come this, Celebrations are necessary in our life. And when celebration comes in the form of a festivity, all worries and sorrows begin to fade away. With sitting of beautiful Lord Ganesha all over, festival season enters in our busy life with great zeal. This festive season share the joy with your family and at least one person who is not blessed with sufficient resources to feel the magic and joy of festivals. The lights, colours and sweetness of this festive season will definitely ease our professional journey.

किस हद तक जाना है, ये कौन जानता है, किस मंजिल को पाना है, ये कौन जानता है,
उत्सव के दो पल जी भर के जी लो, किस रोज बिछड़ जाना है, ये कौन जानता है ।।।।।

RRC Committee 2015-16 Co Opted Members



CA. Umang Agrawal



CA. Manish Ojha



CA. Harish Bhoneja



CA. Girish Kotwani



CA. Thakur Manuja



CA. Neeraj Batra



CA. Amit Poddar



CA. Amit Surana



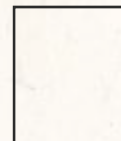
CA. Anand Madan



CA. Saurabh Punyani



CA. Aditya Rajan



CA. Vishal Dayama



An Introduction to Domestic Transfer Pricing

CA. Ruchi Yash Verma

caruchiverma@gmail.com



Introduction

Section 40A(2) of the Income Tax Act, 1961 is the parent section dealing with the subject of transactions between the related parties. As per this section, where the assessee incurs any expenditure in respect of which payment has been made to any related party (mentioned in (b) of such section) and the AO is of the opinion that such expenditure is excessive or unreasonable having regard to the fair market value of the goods, services or facilities for which the payment is made or the legitimate needs of the business or profession of the assessee or benefit derived by or accruing to him therefrom, so much of the expenditure as is so considered by him to be excessive or unreasonable shall not be allowed as a deduction.

Interpretation -

- Only transactions of expenditure between related parties are covered under this section;
- Definition of related party is very compaq;
- Discretion is given to the AO to decide the reasonableness of such expenditure. Following discretion is available to the AO as per this section-
 - a) Whether expenditure is excessive or unreasonable having regard to fair market value of the goods or services or facilities;
 - b) Whether expenditure is for legitimate needs of the business or profession of the assessee.
- Such matters are to be assessed by the assessing officer during the course of assessment proceedings;
- Auditor is required to give details of transaction entered into by parties mentioned u/s 40A(2)(b) in Form 3CD. He is not supposed to give his opinion about reasonableness or otherwise of the transactions.

Concept of Arm's Length-

Pursuant to various judicial pronouncements with reference to above mentioned section, Chapter X was incorporated in the Income Tax Act by

Finance Act, 2002 with effect from 1/4/2002. This chapter covers following section-

Chapter X – Special Provisions Relating to Avoidance of TAX

Section	Particulars
92	Computation of income from international transaction having regard to arm's length price
92A	Meaning of associated enterprise
92B	Meaning of international transaction
92BA	Meaning of specified domestic transaction
92C	Computation of arm's length price
92CA	Reference to Transfer Pricing Officer
92CB	Power of Board to make safe harbor rules
92CC	Advance pricing agreement
92CD	Effect to advance pricing agreement
92D	Maintenance and keeping of information and document by persons entering into an international transaction (or specified domestic transaction)
92E	Report from an accountant to be furnished by persons entering into international transaction or specified domestic transaction
92F	Definitions of certain terms relevant to computation of arm's length price, etc.
93	Avoidance of income tax by transactions resulting in transfer of income to non-residents
94	Avoidance of tax by certain transactions in securities
94A	Special measures in respect of transactions with persons located in notified jurisdictional area

Apart from above, following rules are also worthwhile to mention in this context -

Rule	Particulars
10	Determination of income in case of non-residents
10A	Meaning of expressions used in computation of arm's length price
10AB	Other method of determination of arm's length price
10B	Determination of arm's length price under section 92C
10C	Most appropriate method
10D	Information and documents to be kept and maintained under section 92D
10E	Report from an accountant to be furnished under section 92E (Form 3CEB)

Threshold limits-

- For International Transactions - No threshold limit; and
- For Specified Domestic Transactions - Rs. 5 crores.

If there is variation between the arm's length price and price at which the international transaction or specified domestic transaction has actually been undertaken does not exceed (upto 3%) of the later, the price at which the international transaction has actually been undertaken shall be deemed to be the arm's length price.

Origin of Domestic Transfer Pricing (DTP) law in India :

While dealing with the issue that, whether the assessee company and its service provider are related companies in terms of Section 40A(2), Hon'ble SC in CIT vs. GlaxoSmithKline Asia (p) Ltd. (SLP 18121/2007) had observed **"The larger issue is whether Transfer Pricing Regulations should be limited to cross-border transactions or whether the Transfer Pricing Regulations to be extended to domestic transactions.** In domestic transactions, the under-invoicing of sales and over-invoicing of expenses



ordinarily will be revenue neutral in nature, except in two circumstances having tax arbitrage such as where one of the related entities is (i) loss making or (ii) liable to pay tax at a lower rate and the profits are shifted to such entity. **The CBDT should examine whether Transfer Pricing Regulations can be applied to domestic transactions between related parties u/s 40A(2) by making amendments to the Act.** The AO can be empowered to make adjustments to the income declared by the assessee having regard to the fair market value of the transactions between the related parties and can apply any of the generally accepted methods of determination of arm's length price, including the methods provided under Transfer Pricing Regulations."

These remarks of the SC have laid the foundation for Domestic Transfer Pricing (DTP) law in India. The same is also acknowledged in the memorandum explaining the Finance Bill 2012.

Category of Transactions covered under Domestic Transfer Pricing net:

As per the newly-inserted section 92BA of the IT Act, "Specified Domestic Transaction" in case of an assessee means any of the following transactions (the aggregate of which exceeds INR 5 crore in previous year and which is not an international transaction), namely:—

- (1) any expenditure incurred between related parties referred to in section 40A(2)(b);
- (2) any transaction referred to in section 80A;
- (3) any transfer of goods or services referred to in section 80-IA(8);
- (4) any business transacted between the assessee and other person as referred to in section 80-IA(10);
- (5) any transaction, referred to in any other section under Chapter VI-A or section 10AA, to which section 80-IA(8) or section 80-IA(10) are applicable; or
- (6) any other transaction as may be prescribed

Aggregate of Transactions should exceed INR 5 crore:

TP provisions will not be applicable, if aggregate of transactions entered during the year does not exceeds INR 5 crore.

As per Section 92(2A), any allowance for an expenditure or interest or allocation of any cost or expenses or any income in relation to the Specified Domestic Transaction shall be computed having regard to the Arm's Length Price. In the succeeding paras, different categories of transactions have been dealt in detail:

1. Any 'Expenditure' incurred between related parties referred to in sec.40A(2)(b)

Section 40A overrides the other provisions of IT Act related to computation of income under "Profit & Gains of Business or Profession". As per sub section (2), any expenditure by way of payment to the persons [mentioned in sub clause (b)], is liable to be disallowed in computing business profit to the extent such expenditure is considered to be excessive or unreasonable having regard to fair market value of goods, services, facilities etc. For e.g. expenditure on purchase of goods, procurement of services, interest payments, purchase of tangible and intangible property, Director's Remuneration, Commission, Sitting fees etc.

However, no disallowance shall be made if the transaction (Specified Domestic Transaction) has been made at arm's length price. Sub clause (b) of sub section (2) covers the various situations mentioned below wherein the two persons are related parties.

2. Any transaction referred to in section 80A;

Section 80A (6) refers to internal transactions between various units / undertakings of the assessee in respect of goods or services. This clause covers any transactions of goods or services and hence this transaction will be applicable to income as well as expenditure.

3. Transactions of Tax Holiday undertakings

a) Any transfer of goods or services referred to in section 80-IA(8)

b) Any business transacted between the assessee and other person as referred to in section 80-IA(10)

c) Any transaction, referred to in any other section under Chapter VI-A or section 10AA, to which section 80-IA(8) or section 80-IA(10) are applicable;

It is a common practice among corporates, enjoying tax holiday period, to park excess profits in tax-exempt units / businesses. To curb this loophole, given clauses has inserted in the DTP law. Now TPO is empowered to make adjustments if it appears that 'more than ordinary profits' are earned by tax exempt businesses / units owing to its 'close connection' with transacting parties.

Non Allocation of Indirect Costs / Services to Tax Holiday Units :

Many a times indirect expenses / head office expenses / administrative expenses have not been charged to the undertaking enjoying tax holiday, due to which more than ordinary profits arises to the tax-holiday undertaking.

4. Any other Transactions as may be prescribed :

Board (CBDT) had been given the power to notify any other transaction, which they feel it necessary, to include in the definition of "Specified Domestic Transaction."

Area of Uncertainty / clarification required:

a) 'Close Connection' not defined

By applying arm's length principle, an imprecise concept of 'more than ordinary profits' has suddenly started appearing. Section 80-IA(10) talks about 'close connection' between the assessee and the other person. However, the term has not been defined, which may lead to litigation.

b) 'Corresponding Adjustments'

Normally DTAA provides that where any upward adjustment has been made in the hands of one entity, say an Indian Company, with respect to transaction with another company, say a British Company, then the corresponding downward adjustments should be made in the hands of the British Company. This eliminates the



double taxation. No corresponding provisions are incorporated in DTP law.

c) 'Indian Company having Domestic / International Transaction':

What happens when an Indian company is having both international transactions as well as domestic transactions? Whether the specified domestic transactions are required to be reported in the following scenarios:

a) When the value of aggregate of international transactions and specified domestic transactions is less than INR 5 crore.

b) When the value of aggregate of international transactions and specified domestic transactions is more than INR 5 crore, but value of specified domestic transactions is less than INR 5 crore.

What if, when the value of International transactions as well as value of Specified Domestic Transaction will be INR 3 crore each? Is the assessee required to report the same or to take an accountant's report for the same? As per plain language of the IT Act, if the aggregate value of the Specified Domestic Transaction does not exceed INR 5 crore, then DTP law will not be applicable. A clarification may be required on this issue.

Domestic Transfer Pricing (DTP) law is not applicable, if original tax liability reduces:

Section 92(3) provides that TP provisions

will not be applicable when it has the effect of reducing the income chargeable for tax or enhancing the original losses. Hence, for expenditure recorded in the books for 'less than ALP' or income recorded in the books for more than ALP, will be out of purview of DTP. The situation may be reversed when tax holiday unit will come in picture.

Computation of Arm's Length Price (ALP):

As per Section 92C, the Arm's Length Price in relation to "Specified Domestic Transaction" shall be calculated by the any of the following methods, being the 'most appropriate method', namely

- Comparable uncontrolled price method;
- Resale Price Method;
- Cost Plus Method;
- Profit Split Method;
- Transactional Net margin method;
- Such other method as prescribed by the board i.e. Any method which takes into account the price which has been charged or paid, or would have been charged or paid, for the same or similar uncontrolled transaction, with or between non-associated enterprises, under similar circumstances, considering all the facts.

If more than 1 price is determined by the most appropriate method, the ALP shall be taken to be arithmetical mean of such prices.

Documentation / Compliance:

As per section 92D, every person who has entered into Specified Domestic Transaction shall keep and maintain such information and documents in respect thereof, as prescribed in Rule 10D of the Income Tax Rules.

As per Section 92E, the assessee has to take an accountant's report, in Form 3CEB, duly signed and verified as per the provisions of the Act. The Transfer Pricing Audit Report **is required to file electronically** on or before the due date of filing of Income Tax Return i.e. on or before 30th November of the respective assessment year.

Penalty Provisions for Non-compliance:

Penal provisions for non compliance are now made very harsh by the Board. Earlier there was no penalty when any transaction escapes from the Auditor's Report in Form 3CEB. Section 271AA has been amended w.e.f. 01-07-2012 to give the power to the AO to impose penalty @ 2% of the value of transaction, if assessee fails to report any transaction or fails to maintain required information or furnishes incorrect information. Thus, even if one forgets to disclose a transaction of INR 5 crore, which is the minimum threshold for reporting, the penalty is INR 10 lakh.

This penalty is in addition to penalty of INR 1 lakh prescribed u/s 271BA for non-furnishing of Auditors report u/s 92E.

TAX COMPLIANCE CHART OCTOBER 2015

Contributed by - CA. Haresh Sarda

S. No.	Due Date	Tax Compliance	S. No.	Due Date	Tax Compliance
1	6th Oct	Payment of Excise for the Month/Quarter of Sept 2015 By NON-SSI / SSI	8	21st Oct	Payment of MVAT/CST for the Month/Quarter of Sept 2015
2	6th Oct	Payment of Service Tax for the Month /Quarter of Sept 2015 By Companies / Others	9	25th Oct	Filing of Provident Fund Return for the Month of Sept 2015
3	7th Oct	Payment of TDS/TCS for the Month of Sept 2015	10	25th Oct	Filing of Half Yearly Service Tax Return for the Period April 2015 To Sept 2015
4	10th Oct	Filing of Excise Return for the Month/Quarter of Sept 2015 For NON-SSI / SSI	11	30th Oct	Filing of MVAT/CST Return for the Month of Sept 2015
5	15th Oct	Filing of TDS Return for the Quarter July 2015 To Sept 2015	12	30th Oct	Payment of MVAT/CST for the Period April 2015 - Sept 2015
6	15th Oct	Payment of Provident Fund for the Month of Sept 2015	13	30th Oct	Filing of Statement of Accounts & Solvency by LLP for the Year 2014-15
7	21st Oct	Payment of Employees State Insurance Act (ESIC) for the Month of Sept 2015	14	31st Oct	Payment/Filing of Professional Tax for the Month of Sept 2015





Indirect Tax Updates

CA. Amit Agrawal

amitindirecttax@gmail.com



GST ROUND UP :

Nothing except the predictable has happened in GST sphere since beginning of monsoon session of Parliament. The stand off between the ruling BJP and Congress still continues. The extension of monsoon session of Parliament has been terminated since Government lost hopes of reconciling Congress and calling a special session for passing GST Constitutional Amendment Bill. While the blame game continues with BJP accusing the Congress of being irrational, totally political and the disruptive methods derailing GST hurting Indian economy, Congress still harp on taking credit of having authored the Constitutional Amendment Bill and that the BJP had opposed it for more than seven years. Congress in the meantime also continues to be adamant about the changes proposed in the Bill including fixing ceiling of Revenue Neutral Rate at 18%, constitution of separate body for dispute resolution and abolition of 1% additional tax proposed to compensate States.

The whole of GST episode has once again affirmed that in democratic polity of India political agendas and interests stands high above economy and development of the country. Industry had univocally expressed their disappointment at political reasons taking precedence over economic considerations. But the collective voice also failed to create any impact and change mind of determined Political Parties. Stock market had reacted immediately and the result was soon visible in case of logistic companies which traded lower as Government abandoned the special session.

The 'make in India' campaign has also suffered a jolt as it is also in news that some of the foreign companies had temporarily stalled their plans for setting up plants in India awaiting fate of GST Bill. The noticeable positive outcome of the whole scenario is that experts analyzing implications of GST on Indian economy has slowing started shifting their focus from the positive outcomes of GST to rather more important and less examined issues like whether GST – GDP ratio as propagated is achievable, whether GST would surge

inflation etc. The Wall Street firm Goldman Sachs, in a note 'India: Q&A on GST — Growth Impact Could Be Muted' observes that GST will not raise growth and may result in pushing consumer price and inflation and may not result in increased revenue collection, the reasons being exclusion of products as tobacco, alcohol and electricity from outside GST, fixing of rate above 20 % coupled with burden of compensating States on GST implementation as assured.

It is interesting to note that experts also have addressed the ever raising demand of States for being compensated for GST implementation especially when 62% of Country's resources including taxes are with States. The delay has also given some breather for Central government to be ready with a foolproof GST legislation. As it is communicated to the media, three GST drafts – for CGST, SGST and IGST is being prepared by three different committees that include senior CBEC Officers, Department representatives and Finance and Tax Department representatives of State government and will be ready by September 15, 2015.

Government is still optimistic about meeting deadline and is confident that once bill is passed, other steps would not take much time as government is ready with supporting documents and required IT infrastructure. It is also assured that government is committed to a reasonable GST Rate. The stalemate over the passage of Bill in Parliament has not deterred the Central Board of Excise and Customs (CBEC) from gearing up for its implementation. Among other things, it has set up an exclusive directorate and is also training officials. The indirect tax body has created a new directorate for GST and has also provided training to around 500 officers who, in turn, will train others. It also plans to use Large Taxpayers Units (LTU) for registration of services that are pan-India in nature, such as banking, insurance and telecommunications.

In the above scenario, as a last attempt to meet the deadline, the option of preponing winter session of Parliament soon after Bihar Polls by mid November is being

considered by government. While the support of industry and public leans in favour of passing GST Bill as early as possible there are other concerns to be addressed. Presenting the bill in Rajyasabha is one thing but getting it passed is the key hurdle especially when Congress still voices their protest against the bill in its present form. In the meanwhile, it would be worth the effort to spend more time and focus on the impact of much hyped GST on consumer prices and spending which is the key factor deciding success of new legislation. Before Parting, The optimism of BJP transcends all limits when it is hoped that the constitution of Rajya sabha would drastically change with elections due in Rajyasabha by April 2016. Anyways, nothing is predictable in world of politics and let us hope whenever GST is implemented, let it be a full fledged and comprehensive legislation that would take in to account interests of Centre, States, industry and consumers at large.

GST NEWS FROM AROUND THE GLOBE MALAYSIA

After implementation of GST with effect from 01.04.2015, Malaysia is gearing up for second stage of implementation and is committed to serious enforcement to protect rights of consumers and prevent price manipulation by dealers.

AUSTRALIA

Debates are on regarding increase of GST from existing 10% to 15%. The increase is proposed in order to meet growing cost to government for ensuring public health. Corresponding reduction in rate of income tax for low income groups is actively canvassed across the country. In a recent decision Federal Court has held that a Company engaged in mining operations is not eligible for input tax credits for acquisitions made in providing and maintaining residential accommodation for its workforce in remote locations. The main reason for denying benefit is that the residential accommodation is provided on collecting nominal rentals and such rentals are excluded for levy of tax. Therefore the acquisitions in question had a direct and immediate connection with provision of lease accommodation and not with mining



operation and hence there is no eligibility for input credit ... Rio Tinto Services Ltd v Commissioner of Taxation [2015] FCA 94.

NEW ZEALAND

Following global trend and OECD recommendations, government of New Zealand has released discussion paper detailing proposal to impose GST on imported Services.

NEWS:

CBDT simplifies procedures for online application, e-filing and e-payment for PAN.

For CBEC, TAR becomes Taxpayers' Services Directorate; DIPR becomes its subordinate office.

India, Germany agree to amend DTAA; enhance exchange of information.

The Registrar of CESTAT has issued a Notification No.01/2015 dated 14.8.2015 for Constitution of CESTAT Bench in Allahabad w.e.f. 1st September 2015 which will have jurisdiction over entire UP including Ghaziabad and Noida.

All scheduled and non-scheduled banks – public, private, foreign, cooperative, regional rural and local area banks – will observe public holiday on second and fourth Saturdays from September 01, 2015; and will observe full working days on Saturdays other than second and fourth Saturdays.

RECENT CIRCULARS, CLARIFICATIONS & NOTIFICATIONS :

Basic Customs duty on wheat increased from Nil to 10% upto 31.03.2016.

BCD increased on certain iron and steel products

Tariff value for Edible oil, Brass, Poppy seed, Areca nut, gold and Silver.

Customs Baggage Declaration (Amendment) Regulations notified.

Rate of exchange of conversion of the foreign currency with effect from 21st August, 2015.

Notification No. 81/2015 amended.

Notification No. 12/97-Customs (N.T.) dated 02.04.1997 amended

RECENT JUDICIAL PRONOUNCEMENTS :

Service tax cannot be levied on indivisible works contract for the period prior to

01.06.2007 - CCE Vs. Larsen & Toubro Ltd - 2015 TIOL 187 SC ST.

Service tax not leviable on activity of transportation of imported goods by barges from mother vessel to jetty onshore since said activity is part of the import transaction leviable to import duty - **CCE Vs United Shippers Ltd - 2015 TIOL 172 SC ST LB.**

Endorsement on BOE requiring payment of additional duty of Customs amounts to demand notice as required under Section 95 (ii) (b) of the Finance Act 1998 (Kar Vivad Samadhan Scheme) - **Swastika Enterprises Vs. Commr of Customs - 2015 322 E.L.T. 423 S.C**

Customs duty is payable on the quantity of goods received in India and not on the quantity exported from another Country - **MRPL Vs. Commr. of Customs - 2015 TIOL 199 SC CUS.**

Assessment proceedings under Central Excise Act cannot continue against legal representatives/estate of sole proprietor after he is dead in absence of any provision in Central Excise Act - **Shabina Abraham Vs. Collector of Central Excise - 2015 322 E.L.T. 372 S.C.**

Transfer of advance license by buyer in favour of supplier constitutes additional consideration and monetary value of same is to be considered for purpose of valuation - **CCE Vs. Indorama Synthetics India Ltd - 2015 TIOL 190 SC CX.**

Nizral Shampoo is classifiable under CSH 3003.10 as 'Pharmaceutical Product' and not under CSH 33 as 'Preparations for use on the hair' - **CCE Vs. Sarvotham Care Ltd - 2015 TIOL 175 SC CX.**

Validation provision upholding service tax on renting activity retrospectively is not ultravires as same is clarificatory and legislature is competent to make validation provisions with retrospective effect - **Purushottam Das Malpani Vs. UOI - 2015 39 STR 579 Raj.**

Question whether there is conflict of opinion on an issue between two benches of tribunal and hence the question is referable to larger bench is not a substantial question of law to be interfered by High Court under Section 130A of the Customs Act - **Commr of Customs Vs. Chettinad Cement Corporation Ltd - 2015 TIOL 1874 HC**

MAD CUS.

Fly ash produced during generation of electricity is not exigible to excise duty since the same is not manufactured in India as envisaged under the provisions of Central Excise Act, 1944 - **Mettur Thermal Power Station Vs. CBEC - 2015 TIOL 1948 HC MAD CX.**

Change in definition of 'input service' regarding clearance from place of removal w.e.f 01.04.08 has no implication for sale of goods finalised at destination of buyer - **Madras Cements Ltd Vs. Additional Commissioner of Central Excise - 2015 TIOL 1682 HC KAR CX.**

Highcourt quashes show cause notice for non adjudication for long period of 18 years - **Lanvin Synthetics Private Ltd Vs. UOI - 2015 322 E.L.T.429 Bom.**

Developers cannot be treated as dealers falling within the ambit of composition prior to execution of sale deed and be denied of composition - **Omega Shelters (P) Ltd Vs Assistant Commissioner (CT) LTU - 2015 83 VST 51 (T and AP).**

When there is an ambiguity in a clarification issued by the Department with regard to the rate of tax, the benefit of rate of tax should be extended to the Assessee only - **The Commissioner of Commercial Tax, Chennai Vs Sundek India Ltd - 2015 TIOL 1971 HC Mad.**

Whether a software can be treated as goods and will be liable to VAT alone, where copyright in such software is held by the developer of software and the copyrighted article alone is handed over to the customer as a transfer of right to use goods answered in affirmative - **Infosys Ltd Vs DC CT, Bangalore - 2015 TIOL 2106 HC KAR.**

In order to prove that a sale is export sale, the important link to be proved is that the local sale or purchase between the parties is inextricably linked with that of the export of the goods - **M/s Super Packaging Industries Vs Sales Tax Officer - 2015 TIOL 2018 HC KERALA.**

There is no legal precedence for an ante dated order passed with intention of circumventing limitation period prescribed under statute - **Shree Sheele Pvt Ltd vs Addnl. Commr of Commercial Taxes - 2015 TIOL 1862 HC KAR CT.**





CREDIT SCORE !!

CA. Priyanka Mohta

priyankabothra1989@gmail.com



YOUNG MEMBER

Your CIBIL Transunion Score and Credit information report is an evidence of your credit worthiness .

An individual's credit score provides a credit institution with an indication of the 'Probability of default' of the individual based on their credit history. In other simple words, the Score tells the credit institution how likely you are to pay back a

reasons such as default on a loan, delayed repayments of the loan, failure to pay loan dues due to a dispute or sheer oversight. Banks report such things to credit bureau and the same pull down your credit score. "Low credit score means that the borrower is not keen to repay the loans on time and banks may not lend to such a customer."

Major factors that affect the score :-

1. Late payments or default in recent pasts : Your payment history has a significant impact on your score. Hence if you have missed payments on any of your existing loans, over the last

couple of years, your score is likely to be negatively affected because it indicates that you are having trouble servicing your debts.

2. High utilisation of credit limits : While increased spending on your credit cards may not necessarily negatively affect your score, an increase in the current balance on the card over time is the indication of an increased repayment burden and negatively impact your score. It is always prudent to not use too much credit.

3. Higher percentage of credit cards or personal loans (i.e. unsecured loans) on your CIR : A higher concentration of home loans and auto loans (i.e. secured loans) is likely to be more favorable for your score than a large number of unsecured loans. Although unsecured loans offer easy access to finance, It is also by far most expensive form of credit.

4. Behaving Credit Hungry : If you have made many applications for loans, or have recently been sanctioned new credit facilities, a credit institution is likely to view your application with your caution. This credit hungry behavior indicates your debt burden is likely to or has increased, and you are less capable of honoring any additional debt.

Build high credit scores to avail loans at low interest rates:

Credit score is a three digit number that talks about the creditworthiness of the borrower. In India, CIBIL provides credit score that ranges between 300 and 900. "It defines propensity of the customer to default in next 12 months. If you have a credit score closer to 900 you are a good customer. But if you have a low credit score, typically closer to 300, then you are not seen as a good customer."

Each lender has a cut off based on the credit score of the applicant of the loan. Lender prices the loan based on the risk profile of the customer. To give an example, a customer with more than 750 score, is treated to be a very good customer. "If you have a high credit score, you will get a loan at competitive rate of interest. However, if the credit score is low, the lender understands that you may default on loan and accordingly prices the loan by offering high rate of interest on the loan". Since most banks look at credit score as an important parameter while taking the lending decision, credit score becomes important for most borrowers.

To build a high credit score, always pay your loans on time, keep a tab on the utilization ratio of the credit and avoid frequent applications for loans as they lead to reduction in your score every time any institution puts an enquiry for your credit score.



loan (Should the credit institution choose to sanction your loan) based on your past pattern of your credit usage and loan repayment behavior. **CIBIL transunion score ranges between 300 to 900. The closer your score is to 900, the more favorably your loan application will be viewed by credit institution.**

Credit score can affect your loan eligibility: Lender looks at the borrower from the point of view of ability to repay the loan and willingness to repay the loan. Your income defines your ability to repay the loan, whereas your willingness to repay the loan is indicated by your credit score. "Banks pull out the credit score while appraising the loan application. The credit score tells the bank your repayment track record". **In other words, Higher your credit score, higher are the chances of your loan approval."**

Credit score can be low due to various

An initiative by Nagpur ICAI to encourage Young CA members to contribute articles on professional interest, Young members are requested to mail the write-ups to nagpur@icai.org under the subject **YMEC – NGPICA** Newsletter. For more details on ICAI initiative to empower Young members, please Visit : www.ymec.in



IFRS convergence, but not IFRS yet!!!!

CA Rinshu Agrawal

rinshu.agr02@gmail.com



“Globalization has made it possible to accept the world as one market”

The organization communicates its Financial Position using financial statements and reports. For any communication to be effective and efficient, the language must be the same. The problem of uniform reporting of Financial Statement had overcome by introduction of **common set of Languages known as Accounting Standards**. The apple to apple comparison was possible at national level due to introduction of Indian Generally Accepted Accounting Principles (GAAP). Today, now we are supposed to create apple to apple situation at Global level. The answer to this is **International Financial Reporting Standards (IFRSs)**.

IFRSs refers to the entire body of IASB pronouncements, including Reporting standards, Accounting Standards and interpretations approved by the International Accounting Standard Board (IASB) and Standard Interpretation Committee's (SIC) interpretations approved by the predecessor International Accounting Standards Committee (IASC).

To bridge the gap between AS issued by ICAI & IFRS Issued by IASB, ICAI issued Indian Accounting Standard converged with IFRS (formally known as Ind AS). **Ind AS can be referred as “International Dish with Indian Flavor” or “Desi version of IFRS”** Currently IFRS consists of 38 standards and 26 interpretations, while the MCA has placed only 35 Ind AS (inclusive of 24 interpretations).

Applicability of Ind AS : (See Fig 1.1)

Clarifications :

- **Net worth** : It has been clarified that net worth will be determined based on the standalone accounts of the company as on 31 March 2014 or the first audited period ending after that date. Net worth has been defined to have the same meaning as per section 2(57) of the Companies Act, 2013. It is the aggregate value of the paid-up share capital and all reserves created out of the profits and securities premium account, after deducting the aggregate value of the

accumulated losses, deferred expenditure and miscellaneous expenditure not written off, as per the audited balance sheet, but does not include reserves created out of revaluation of assets, write-back of depreciation and amalgamation.

- **Standalone and consolidated financial statements** : It is now clear that Ind AS will apply to both consolidated and stand-alone financial statements of a company covered by the roadmap. This is helpful as companies will not have to maintain dual accounting systems.

- **Foreign operations** : It is a relief that an overseas subsidiary, associate or joint venture of an Indian company is not required to prepare its stand-alone financial statements as per the Ind AS, and instead, may continue with its jurisdictional requirements. However, these entities will still have to report their Ind AS adjusted numbers for their Indian parent company to prepare consolidated Ind AS accounts.

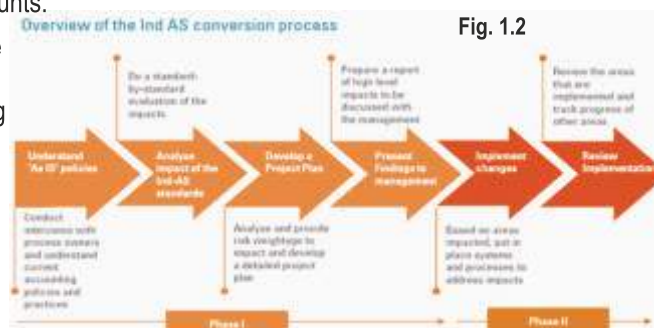
- **Applicability to insurance, banking and non-banking financial companies**: Insurance, banking and non-banking financial companies shall not be required to apply Ind AS either voluntarily or mandatorily. However, it appears (though not clarified), that if these entities are subsidiaries, joint venture or associates of a parent company covered by the roadmap, they will have to report Ind AS adjusted numbers for the parent company to prepare consolidated Ind AS accounts.

With IFRS set to become the future Indian GAAP and IFRS being a moving target, Indian companies should actively monitor and participate in the IASB's standard setting process and implement the changes as follows (See Fig. 1.2)



- **Tax Issues** : Providing the tax neutral framework for transition to Ind AS which permits voluntary adoption for Financial Year 2015-16, The ministry of finance has issued ten Income Computation and Disclosure Standards (ICDS) applicable from Assessment year 2016-17 (Financial Year 2015-16) for computation of taxable income by all assesses under the head 'Profit and Gains from business and profession' and 'Income from other sources'. With the adoption of ICDS, irrespective of whether the company reports its financial result as per Ind AS or existing AS, they would compute their taxable income in accordance with ICDS.

In nutshell, India's efforts towards convergence with IFRS is a giant leap forward and to make Indian standards contemporary. However, due to the existence of certain carve-outs or deviations from IFRS, these standards would not be considered as equivalent to IFRS, even though the carve-outs are relatively minor. Companies on their part should endeavor to minimize the use of carve-outs, so that their financial reports are as close to or the same as it would be under IFRS.





HOW MANY CPE HOURS COMPLETED

90 HRS
3 YRS

Remain ?

– Your Coach To Professional Excellence

Chartered Accountants are firm believers in the adage 'Knowledge is Life'. This is ever more relevant in an age where changes are constant and we have to be at the cutting edge in order to do justice to our clients and to our profession.

The CPE hours introduced by the Institute is an important provision for Professionals to keep themselves updated on the latest trends in the industry. Understanding that there is a critical lack of time, the Institute has stated a bare minimum of only 20 CPE hours be spent in self-education annually and only 90 CPE hours to be completed over the course of 3 years. As per CPE guidelines, for a member less than 60 years and with COP, compulsory CPE hours are 20 per year (structured) and 10 can be unstructured hours, thus accounting for 90 CPE hours over 3 years.

Please remember that 90 CPE hours in 3 years means at least 30 CPE hours per year (20 structured and 10 unstructured). By aiming for 30 CPE hours annually, a professional will ensure that he/she completes her quota within adequate time and with ease of mind.

CPE Requirement in Hours in Rolling Period of Three Years (1. 1. 2014 to 31. 12. 2016)

		Total CPE hours in 3 years	Minimum CPE Hours per calendar year	Minimum Structured CPE Hours per calendar year
Members Residing in India				
Members < 60 years of Age	Holding Certificate of Practice	90 Hours	30 Hours	20 Hours
	Not Holding Certificate of Practice	45 Hours	10 Hours	Not required
Members = or > 60 years of Age	Holding Certificate of Practice	70 Hours	10 Hours	Not required
	Not Holding Certificate of Practice	Not required	Not required	Not required
Members Residing out of India				
Members < 60 years of Age	Holding Certificate of Practice	45 Hours	10 Hours	Not required
	Not Holding Certificate of Practice	45 Hours	10 Hours	Not required
Members = or > 60 years of Age	Holding Certificate of Practice	45 Hours	10 Hours	Not required
	Not Holding Certificate of Practice	Not required	Not required	Not required

- Other categories of fully CPE Exempted members • Judges of Supreme Court, High Court and Tribunal
- Members of Parliament/MLAs/MLCs • Governors of States • Centre and State Civil Services
- Entrepreneurs (owners of Business (manufacturing) organisation other than professional services)
- Judicial officers



Meet The Entrepreneur

Shri Ajay Sancheti

Member of Parliament – Rajya Sabha



A dynamic businessman, a vibrant politician and above all a person with a golden heart – these are few of the many adjectives that could be used for a person as legendary as Shri Ajay Sanchetiji. His positive attitude and energetic spirit comes to the fore within few moments of discussion on various pertinent issues like GST, future development of Nagpur and Vidarbha Region and career opportunities for professionals therein. Presented here are excerpts of our discussion with Member of Parliament, Rajya Sabha – Shri Ajay Sanchetiji.

Mr. Sancheti surprised us by telling that he was previously a CA student. He cleared his CA entrance and joined a CA firm for articleship. After 5-6 months of training, he got attracted to his father's business and so he left CA and joined his father's business. Inspired by his father's motto of "taking risks in life", he started working at the young age of 20 years. Firstly, he started working in underground mine construction for WCL and other mining companies. It was initially a proprietorship firm, which was later converted into a partnership firm and then a closely held limited company was carved out of it. Then, he floated Sanbro Corporation which used to supply spares for machineries. The establishment helped a great deal in broadening his vision about global economy, overseas markets and world-wide business ethics.

Mr. Sancheti had an inclination towards politics, since his childhood. His grandfather was a staunch RSS worker and his grand uncle was a MLA. His youngest uncle is MLA from the same

constituency since last five terms. His family always supported ideologies of Jan Sangh, Janta Party and Bhartiya Janata Party. Influenced by family's political atmosphere, Mr. Sancheti associated himself with ABVP and started taking part in students' politics. When Hon'ble Union Minister, Shri Nitin Gadkariji was BJP National President, Mr. Sancheti was appointed as Special Executive in National Executive Council of BJP (Highest policy making body of BJP). His efforts bore fruits when finally, he was elected as Member of Parliament, representing State of Maharashtra in Rajya Sabha, in the year 2012. To avoid conflict of interest, he resigned as Managing Director of his company before becoming Member of Parliament.

Mr. Sancheti is a member in Parliamentary Standing Committee of Finance and Consultative Committee of Industry and Commerce. He also worked in Select Committees on GST and Payment and Settlement Bills.

On being asked about GST implementation status, he replied that his party and others are trying hard to get the GST bill passed in the parliament.

Explaining about the advantages of GST, Mr. Sancheti rightly pointed out that with GST implementation, alongwith country Nagpur is going to become one of the "Largest Logistic Hub" in the country. Owing to Nagpur's locational convenience, being zero mile of the country, this city will be the largest distribution centre in India. And, therefore he advised professionals of orange city to gear up for tremendous growth,

development and vast job / career opportunities. Mr. Sancheti also appreciated efforts of Hon'ble Chief Minister, Shri Devendraji Fadnavis and Hon'ble Union Minister, Shri Nitinji Gadkari, in the fields of education, production and services for the much needed development of Nagpur and Vidarbha region.

He also suggested that CAs, who want to establish their practice, could cater to the needs of mid-sized companies and business establishments which are subjected to various compliances but, cannot afford to employ full time CAs or CS owing to financial constraints.

Mr. Sancheti strongly believes in following principles, which are actually his "mantra of success" in life-

- Think positive
- Be aggressive
- Take risks in life, and
- Do not lie to yourself

Mr. Sancheti is an ardent follower of the doctrine "to speak what you practice".

It was indeed a rewarding and enriching experience to meet Mr. Ajay Sancheti, a business icon and an accomplished politician. His radiant personality, enduring charm and warm hospitality left a long lasting impression on our minds. His sparkling positive attitude, cordial gestures and assurances ignited flames of hopes in our minds regarding a better future in Nagpur, in Vidarbha and eventually in India.

Interviewed by CA. Aastha Agrawal

Tree Plantation Drive – ICAI Nagpur branch has launched a tree plantation drive in association with NMC, Nagpur to make our city greener and contribute our bit to save environment. An appeal is hereby made to all the members and students to come forward and donate generously for the noble cause. For details please contact branch office.



ICAI Announcement

For More ICAI News visit : www.icai.org

ANNOUNCEMENT

07.08.15

On Line Articles Placement Portal for selection of Articled Assistants by CA Firms.

The Board of Studies of the ICAI has been providing Optional Articles Placement Scheme for selection of Articled Assistants by CA Firms through its Articles Placement Portal. It provides a platform to the firms of Chartered Accountants having vacancies for Articled Assistants to shortlist eligible students for selection of articled assistants, and call them for Interview at their offices, as per date and time convenient to them. The eligible candidates who have Passed Group-I or both Groups of the Intermediate (Integrated Professional Competence) Course or have been admitted under the Direct Entry Scheme, and are willing to join articled training can register themselves on the portal. The candidates shortlisted by CA Firms would be automatically informed by e-mail through the Portal, to appear for interview at their respective Offices, at the designated date and time.

The services of Online Placement Portal are active for facilitating the placement of Articles in CA Firms on pan India basis. Both eligible CA firms and candidates who are willing to avail of this facility shall have to register themselves online through the Articles Placement Portal at <http://bosapp.icai.org>. The services on the Portal would be available for two months, twice a year from the date of registration by the firms. Similarly the bio data of a student will also be available on the portal for a maximum period of 2 months from student's registration. **The services of the Online Articles Placement Portal are available free of charge for both CA Firms and students.**

Norms for Firms of Chartered Accountants participating in the Articles Placement Programme:

- All CA firms registered with the Institute and having vacancies for articled assistants are eligible to register through Portal.
- After Registration, the participating firms would short list the candidates from the data available on the portal as per their requirement on the basis of number of vacancies available with them and call the candidates for interviews / interaction at their offices as per the suitable time and date convenient to them.
- Participating CA Firms should ensure that they have the number of vacancies available with them for articled assistants and shall have to mandatorily give offer letter to the selected candidates in writing on the date of the interview itself.
- The CA firms are also requested to please see the list of candidates already selected by other CA firms on the Portal before giving offer letters to the candidates.
- The services on the Portal would be available for two months, twice a year from the date of registration by the firms. Similarly the bio data of a student will also be available on the portal for a maximum period of 2 months from student's registration.

Guidelines for CA Students:

- CA students who have qualified Intermediate (Integrated Professional Competence) Course Group-I or both Groups or have been admitted under the Direct Entry Scheme, and are eligible for undergoing articled training can apply for registration through Portal.
- The participating firms would short list the candidates registered on the Portal as per their requirement and call the candidates for interviews/interactions as per date and time convenient to them at their offices.
- If the date and/or time given by the CA firm is clashing with date and/or time of other CA firm(s), the candidate concerned is required to intimate the other firm(s) about the clash of date and time and request the firm(s) to change the same as per mutual convenience.
- Candidates appearing for the interviews are required to carry proof of their identity along with a copy of the mark-sheet(s) relating to Intermediate (Integrated Professional Competence) Course Group-I or both Groups or Graduation/Post Graduation, duly attested by a Chartered Accountant or a Gazetted Officer.
- Each student who would be given letter by the CA firm for pursuing articled training is required to give acceptance to the firm within 7 days' time.
- In case the consent as per consent form is given by the Article to the firm this will be irrevocable from both sides and student will not be registered by ICAI under any other CA firm without the consent of the firm who were originally given the consent.
- After giving consent to the CA firm, he shall be required to indicate about his selection at the appropriate place on the Portal so that he should not be invited for further interviews by the CA firms.
- Students are advised to follow the proper Dress Code as prescribed by the Institute while appearing for interviews/interactions

Disclaimer

Please note that The Institute of Chartered Accountants of India will be acting as a facilitator only and shall not be responsible in case of non-placement / non-selection of candidates.

In case of any clarification, please contact the Board of Studies, ICAI Bhawan, A-29, Sector-62, Noida - 201309, Tel. No. 0120-3045930/931/988; eMail: bosapp@icai.in.

**Additional Secretary,
Board of Studies**





Tune to 8 to 12 HZ- ALPHA BRAIN FREQUENCY

Dr Saraah Chimthanawala

www.wellnessvision.org, visionsarac@gmail.com



WHAT ARE BRAINWAVES?

Brain is made up of billions of brain cells called neurons, which use electricity to communicate with each other. The electrical activity of the brain is commonly called a Brainwave pattern, because of its cyclic, 'wave-like' nature. Our mind regulates its activities by means of electric waves which are registered in the brain, emitting tiny electrochemical impulses of varied frequencies, which can be registered by an electroencephalogram EEG, invented by Hans Berger in 1930.

There are 5 brain waves-

1. Gamma 2. Beta 3. Alpha 4. Theta
5. Delta

Here we will discuss only Beta & Alpha waves.

1. BETA- 12 to 38 Hz-

Dominates our normal waking state of consciousness. Beta is a fast activity, it is present when we are alert. Many people lack sufficient beta activity, which can cause mental or emotional disorders such as depression, ADD & insomnia. Stimulating beta activity can improve emotional stability, energy levels, attentiveness and concentration. High level of Beta causes increase in adrenaline & cortisol release, which reduces the immunity of the body

2. ALPHA-8 to 12 Hz-Awake but relaxed and not processing much information. When you

get up in the morning and just before sleep, you are naturally in this state. When you close your eyes your brain automatically starts producing more alpha waves. Many studies monitoring the EEG activity of experienced meditators have revealed strong increases in alpha activity. Alpha activity has also been connected to the ability to recall memories, lessened discomfort and pain, and reductions in stress & anxiety. It also helps release DHEA, Melatonin & serotonin which is necessary for sleep & boosting the body immunity. **ALTERING YOUR BRAINWAVES**

By rule of thumb, any process that changes your perception changes your brainwaves. Each serves a purpose to help us cope with various situations – whether it is to help us process & learn new information or help us calm down after a long stressful day. Brainwaves change according to what we are doing, feeling, our thoughts, behavior & emotions.

Chemical interventions such as medications or recreational drugs are the most common methods to alter brain function; however brainwave training is also very effective.

Over the long term, traditional eastern methods (such as meditation and yoga) train your brainwaves into balance. The Power of Thoughts & Creative Visualization also play a very important role in altering wave

frequencies. Multiple studies prove that a wide variety of stimuli- including sound, light & tactile can deliberately alter the brain wave pattern. Photic light stimulation can induce alpha activity.

A scientific American article has discussed gamma waves in conjunction with long term Buddhist meditation practitioners, who demonstrated self- induced high amplitude gamma waves during meditation. It has also been observed in musicians listening to music as compared to a control group of non-musicians.

Stimulation of alpha waves has been associated with-

1. Pain relief 2. Stress, anxiety reduction
3. Memory improvement
4. Increased creativity

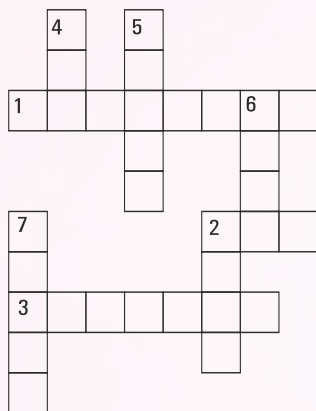
Alpha waves can be induced with happy, joyful thoughts, creative visualization & meditation. Watching a good movie, reading a book, being with friends etc can help you elevate your mood & relax you thus taking you out from high beta to relaxed alpha. Alpha waves is a drugless therapy which can be learnt to induce through the Power of Thoughts, Quantum Science & Creative Visualization.

SO TUNE TO 8to 12 HZ, ALPHA BRAIN FREQUENCY & live a life of peace, happiness & success.



Brainstorming

ICAI Crossword



Across - 1. As per section 92D, every person who has entered into Specified _____ Transaction shall keep and maintain such information and documents in respect thereof, as prescribed in Rule 10D of the Income Tax Rules.

2. After implementation of _____ with effect from 01.04.2015, Malaysia is gearing up for second stage of implementation and is committed to serious enforcement to protect rights of consumers and prevent price manipulation by dealers.

3. It is now clear that Ind AS will apply to both consolidated and stand-alone financial statements of a company covered by the _____.

Down - 2. With IFRS set to become the future Indian _____ and IFRS being a moving target, Indian companies should actively monitor and participate in the IASB's standard setting process and implement the changes.

4. Now _____ is empowered to make adjustments if it appears that 'more than ordinary profits' are earned by tax exempt businesses/units owing to its 'close connection' with transacting parties.

5. Basic Customs duty on _____ increased from Nil to 10% upto 31.03.2016.

6. With the adoption of _____, irrespective of whether the company reports its financial result as per Ind AS or existing AS, they would compute their taxable income in accordance with _____. (Same word in both the blanks)

7. Credit score is a _____ digit number that talks about the creditworthiness of the borrower.

Solution to Crossword August, 2015

Across - 1. Ponzi 2. Rupee 3. Manufacture 4. Software 5. Hacking 6. Email

Down - 3. Malware 4. Single 7. Identity 8. Portable

The clues for the crossword have been taken from the articles of the newsletter. Members successful in solving the crossword are required to mail their answers alongwith their names to nagpur@icai.org Name of winner will be published in the next news bulletin.



Photoflash
September 2015



PHOTOFLASH

38th Branch Foundation Day Celebration and Bhajan Sandhya on 12.09.2015



Felicitations of Shri A. K. Pandey- Commissioner of Central Excise, Custom & Service Tax



Tree Plantation jointly with SDPL on 06.09.2015



Shri Shyam Wardhane, Chairman NIT

Congratulations

*Heartiest Congratulations to the following members
on being appointed as Members of the Executive
Committee of Sales Tax Bar Association, Nagpur,
for the period 2015-16.*



CA. Nitin S. Gandhi
President



CA. Mahendra Kumar Jain
Vice President



CA. Jai M. Poptani
Treasurer



Shri Rajendra Uchake, Chief Fire Officer, Nagpur

Ganapati Utsav Celebration at Branch from 17.09.2015 to 27.09.2015





Photoflash
September 2015



Teacher's Day Celebration on 05.09.2015



Felicitation of Faculties of OT, ITT, GMCS-I, GMCS-II and Advanced ITT (Present on the Occasion)



Chief Guest - CA. Jaydeep Shah, Past President of ICAI



38th Branch Foundation Day Celebration on 12.09.2015



Felicitation of Former Managing Committee Member of Nagpur Branch (Present on the Occassion)





JAGUAR XF LIGHTS THE WAY FOR A JOYFUL NEW YEAR.



JAGUAR XF PRICES START FROM ₹47.15 LACS*

COMPLIMENTARY BENEFITS	ZERO DOWN PAYMENT OFFER	LOW EMI OFFER	BALLOON FINANCE OFFER
3 Year Service Plan ⁺	Tenure* 60	Tenure* 60	Tenure* 36
3 Year Comprehensive Insurance ⁺	Loan* ₹44 Lacs	Loan* ₹37 Lacs	Loan* ₹39 Lacs
3 Year Road Side Assistance ⁺	EMI* ₹92,796	EMI* ₹52,725	EMI* ₹99,177
3 Year Warranty ⁺	Down Payment* ₹0	Down Payment* ₹6.68 Lacs	Down Payment* ₹5.06 Lacs
		Annual Bullet* ₹3.7 Lacs	Final Balloon* ₹11.7 Lacs

Also avail loyalty and exchange benefits of up to ₹1.25 Lacs.*

WEST MIDLANDS: NAGPUR: 0710 4668 444, +91 84118 84911.

*Ex-Showroom price of XF Executive Edition in Nagpur. *Financing terms vary based on variant, optional features, accessories and location of sale. EMI & Down Payment are for specific loan amount & tenure. Finance offers are from select Finance providers. **Service plan is available for 3 years. **Insurance is for 3 years. **Roadside assistance is for 3 years. **Warranty is for 3 years. **All offers are from Dealers and subject to a limited period only. Terms & Conditions apply. Accessories/features/colors shown may not be a part of standard equipment.

THE ART OF PERFORMANCE

DISCLAIMER : The ICAI and the Nagpur Branch of WIRC of ICAI is not in any way responsible for the result of any action taken on the advertisement published in the Newsletter. The members, however, may bear in mind the provisions of the Code of Ethics while responding to the advertisements. The views and opinion expressed or implied in the Newsletter are those of the authors /contributors and do not necessarily reflect those of Nagpur Branch of WIRC of ICAI.

PRINTED AND PUBLISHED BY: CA. Kirti Agrawal on behalf of Nagpur Branch of WIRC of ICAI.

PRINTED BY: Kavita's Print O Pack, Nagpur

Flats Starting from 25 lacs only

TOWER 3 PHASE 2

TOWER 2 PHASE 1

TOWER 1 PHASE 1

COMMERCIAL COMPLEX 1 PHASE 1

COMMERCIAL COMPLEX 2 PHASE 2 AND PHASE 4

PHASE 3 AND PHASE 4

PHASE 3 AND PHASE 4

PHASE 3 AND PHASE 4

NIT approved

CLUB HOUSE

- FULLY FURNISHED GUEST HOUSE
- WELL EQUIPPED GYM & FITNESS CENTER
- TT TABLE
- POOL TABLE
- COMMUNITY HALL
- CARROM

sdpl GREENS

Within Nagpur Municipal Corporation Limits



SDPL Greens Shopping & Commercial Complex

**Shops & offices
for Sale / Lease
from 11.50 lacs only**

Contact
Gaurav Agarwala: 98231 11700 | gaurav@sandeepdwellers.com

Architect: Rahul Agarwala | Legal Advisor: Ashish Mehadia | Structural: Prasanna Kulkarni | Finance: B.C.Bhartia / Poresh Tank

**If Undelivered please return to :
NAGPUR BRANCH OF WIRC OF ICAI
20/1, Dhantoli, Nagpur - 440 012
Tel. : +91 (712) 2443968, 2441196
E-mail : nagpur@icai.org
Web : www.nagpuricai.org**

Book Post



www.facebook.com/nagpuricai