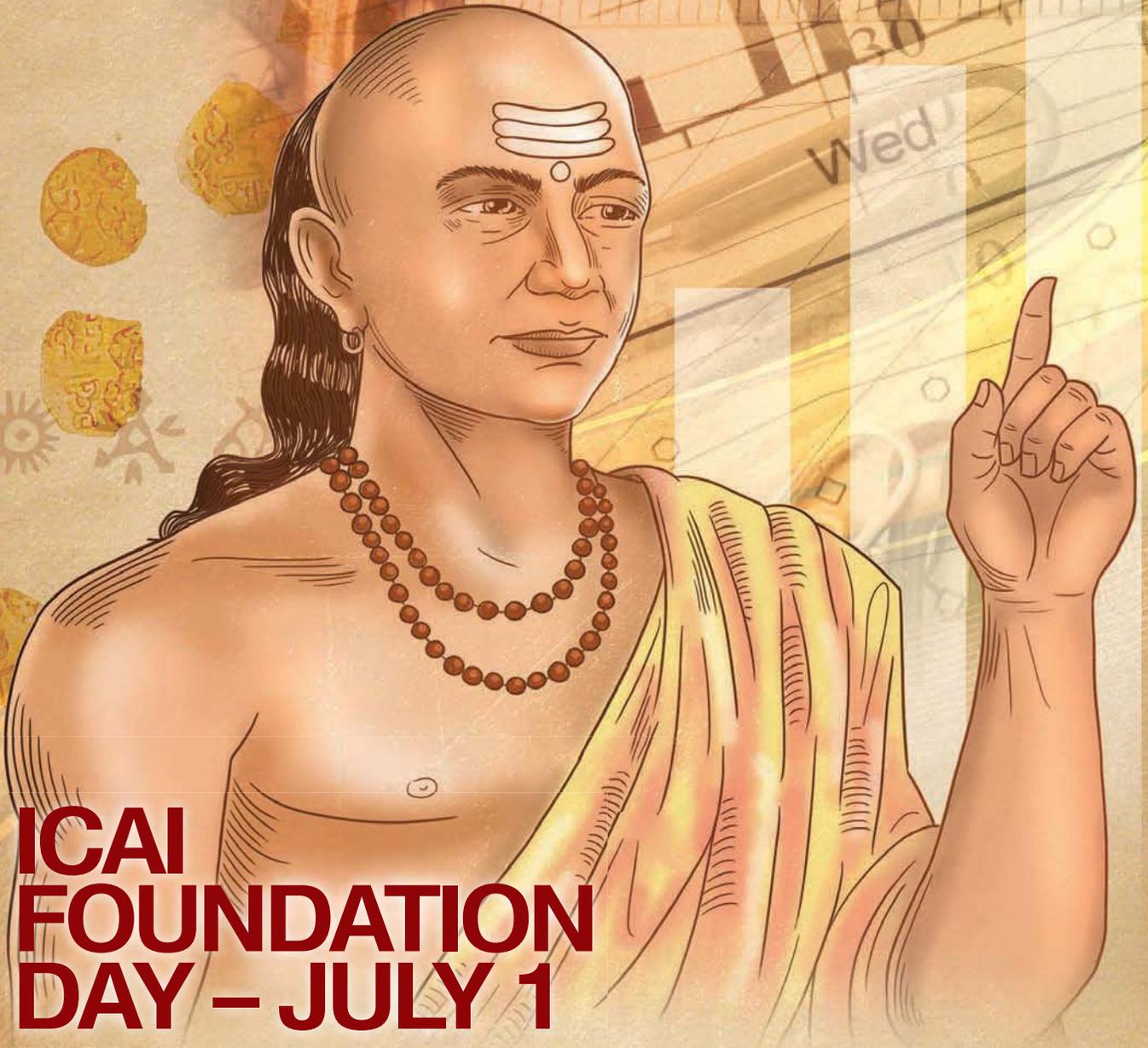




The Institute
of Chartered
Accountants of
India
(Set up by an act of
Parliament)

The Chartered Accountant **STUDENT**

Your monthly guide to CA news, information and events



**ICAI
FOUNDATION
DAY – JULY 1**



CA. Suresh Prabhu, Union Minister for Railways inaugurating the seminar organised by the Ernakulam branch of SIRC of ICAI. Also seen, Union Minister of State for Agriculture Mr. Sanjeevkumar Balyan, Chairman, Board of Studies, CA. Babu Abraham Kallivayalil, SIRC Secretary CA. Jomon K. George and Branch Chairman, CA. T. N. Suresh and other managing committee members of the Branch.



Shri Shripad Naik, Union Minister of State for Ayush (Independent Charge) inaugurating the International Yoga Day Curtain Raiser organized by the Board of Studies at Mumbai. Also seen are Mr. Anil Ganeriwala, Joint Secretary, Ministry of Ayush, Chairman, Board of Studies, CA. Babu Abraham Kallivayalil, Vice Chairman, Board of Studies, CA. Dhiraj Kumar Khandelwal, Central Council Members, CA. Prafulla Chhajed, CA. Nihar Jambusaria, CA. N.C.Hegde, WIRC Chairperson, CA. Shruti Shah and Smt. Hansa J. Yogendra, Director, The Yoga Institute.



CA. M. Devaraja Reddy, President, ICAI is being welcomed at the inauguration of Additional Reading Room at Nashik. Vice Chairman, Board of Studies, CA. Dhiraj Kumar Khandelwal, Central Council Members, CA. Prafulla Chhajed, CA. Mangesh Kinare, CA. Naveen N. D. Gupta are also seen.



CA. Babu Abraham Kallivayalil, Chairman, Board of Studies inaugurating the CA. National Convention at Jaipur in the presence of Vice Chairman, Board of Studies, CA. Dhiraj Kumar Khandelwal and Central Council Members, CA. Shyam Lal Agarwal, CA. Prakash Sharma, CIRC Chairman, CA. Abhay Kumar Chhajed and the Branch Chairman, CA. Dinesh Kumar Jain.

Chanakya Nities in Accounts

- "Not lie about the accounts and not try to interpolate an entry as if it was forgotten."
- High officials shall be responsible for rendering the accounts in full for their sphere of activity without any contradiction in them. Those who tell lies or make contradictory statements shall pay the highest level standard penalty."
- The Closing Day for the Accounting Year shall be the full moon day of the month of Asadha [June/ July], the year consisting of 354 days (according to the lunar calendar) with a separate book for the intercalary month."
- Importance of Accurate Measurement of Profits: Kautilya [Subramanian, 2000, pp. 32, 67, 73] in his Sutras advances these hypotheses: "Fortune follows human effort. Prosperity depends on the intellect. Intellect depends on education."
- Kautilya and Innovation in Accounting Methods as a General Purpose Technology: "Broadly speaking, our answer is infrastructure, which we take to include characteristics of the government, the culture, and the climate of a country."

|| PRESIDENT'S COMMUNICATION



Dear Students,

Heartiest greetings on the auspicious occasion of Chartered Accountants Day. The Institute was set up sixty-seven years ago by an Act of Parliament on July 1, 1949. Over the period, the profession has grown leaps and bounds to acquire a much coveted position in the country. It is not without reason that there are more than 850,000 students pursuing the course as on date.

The roots of Indian Accounting Profession are found thousands of year back in Indian history. Historians have found evidences of existence of accounting systems during the pre-Indus and Indus valley civilisations period. One person who is often referred to in academic circles for his contribution to several managerial concepts that are relevant even today is Chanakya (Kautilya). His treatise *Arthaśāstra*, provides encompassing framework on accounting, deals with some vital concepts in accounting including expenditure and profit, checks and balances, and audit practices. In fact, we have rich history and traditions to make us proud.

Today, the profession is considered to be very important for the overall growth and development of Indian business and economy. We are the second largest accounting body in the world. Our present position does not make us complacent. As Mahatma Gandhi said *"It is unwise to be too sure of one's own wisdom. It is healthy to be reminded that the strongest might weaken and the wisest might err."* I urge you to uphold the pride of the profession of Chartered Accountancy. The success of our profession largely depends upon conscientious efforts of our present and future generation.

As the profession celebrates its glorious 67 years of excellence, we have been constantly working to provide proper educational facilities. We are always sensitive to the needs of the students and it is our endeavour to provide high quality infrastructure, educational opportunities and exposure that would hone skills and mould our students into worthy professionals.

The Board of Studies has been effectively imparting education to students located in diverse parts of the country. Multifaceted education pedagogy includes conventional class room teachings to modern e-learning. The Regional Councils and their branches have been conducting coaching classes for quite some time. Imparting oral coaching by the accredited institutions supplements the efforts of ICAI. Presently, accreditation has been granted to as many as 59 Institutes for holding coaching classes for the courses offered by the ICAI. Efforts are on to substantially increase the number of such institutes to facilitate students at large across the country. We are also helping the students through online mentoring, video lectures and other educative material available on our cloud campus. We are effectively using technology to impart best of education in small and mofussil places in an equitable manner. On account of these factors, our students are able to get good quality inputs for learning right at their door steps.

While technology has many uses and has helped to make things convenient for us, I wish to inform you about presence of certain fictitious website showcasing as that of ICAI. These websites have similar look and feel as that of icai.org. However, the information hosted is not proper. Even CA results were found to be hosted in such fictitious sites. The web address would also be deceptively similar. I suggest that we should always visit official websites of ICAI to collect or refer any information.

While there are always people with vested interest in society, the accounting professionals must maintain the virtues of independence, integrity and excellence. As students you must fully understand and acquire ethical values. There are no shortcuts in life. As Swami Vivekananda said - *Honesty is the best policy, and a virtuous man must gain in the end.* Your destiny is in your thoughts. Work towards your goals by being righteous in your thoughts and you will have success in life. Mahatma Gandhi also said.

"Your beliefs become your thoughts,
Your thoughts become your words,
Your words become your actions,
Your actions become your habits,
Your habits become your values,
Your values become your destiny."

Best Wishes,

Yours truly,

A handwritten signature in blue ink, reading "M. Devaraja Reddy". The signature is stylized and includes a horizontal line at the end.

CA. M. DEVARAJA REDDY
PRESIDENT,
ICAI, NEW DELHI

VICE PRESIDENT'S COMMUNICATION ||



My Dear Students,

On the occasion of Chartered Accountants' Day (July 1), it's my proud privilege to wish you all for your success in all your future ventures as Chartered Accountants. It is a very memorable day to recount the glorious past and further strengthen our professional harmony. We need to look back on the milestones achieved in the last 67 years and make fresh commitments for the future. On this occasion, I would like to convey to all the budding chartered accountants that the responsibility of carry the profession forward with bright and sincere ideas is rested on your shoulders.

In the fast changing economic scenario, the Indian Chartered Accountants have to shoulder a greater responsibility in ensuring the integrated professional services to their clients to increase India's share in the global economy. The role of our chartered accountants has become even more critical in the era of globalization and economic liberalization. Our intensified efforts to focus on the best global practices have helped to raise the accountancy profession in India to newer heights of excellence.

As you are aware, our Institute is one of the esteemed organizations that participate in almost all the consultation processes impacting the tax system run by the government and other bodies. The contribution, the Institute makes to consultation process would not be possible if it wasn't for the voluntary efforts of many of our esteemed members. ICAI remains as a professional organization responsible for developing accounting ethical values and standards. The Institute requires professional accountants to act responsibly when engaging in accounting services and reviewing sensitive financial information. We should not forget the fact

that we have the unique responsibility to provide clients with professional services while presenting a truthful and accurate assessment of a company and its financial health to the general public.

You have always remembered that you will be joining a noble profession after completing your CA course and therefore, must inculcate the habit to perform your task with utmost integrity, commitment and competency. Integrity is an important fundamental element of the accounting profession. Integrity requires accountants to be honest, candid and forthright with a client and their financial information. You have to realize the fact that you will be remembered and admired by the society for your strict codes of conduct in your professional deeds, apart from your technical capability and academic accomplishments.

"Try not to become a man of success, but rather try to become a man of value."

---Albert Einstein

The Board of Studies has an enviable track record of imparting theoretical education to students pursuing Chartered Accountancy course through distance education mode in an efficient and effective manner. Comprehensive packages of educational inputs such as cloud campus, etc. are provided by the Board of Studies to enable students to acquire the required level of technical competence and to enable them to adequately prepare for their examinations. To make available quality Coaching Classes to the students, the Board of Studies has been organizing oral coaching classes through the Regional Councils and Branches of the Institute.

While the aforementioned efforts are being made at the Central, Regional and Branch levels, oral coaching by the accredited institutions supplements the efforts of ICAI by providing quality classroom coaching at a reasonable cost. It is felt that accreditation would also enable the students from mofussil areas not to move out of their home towns and stay independently and provide them access to better educational faculties and facilities.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'N. S. Vikamsey'.

CA. NILESH VIKAMSEY
VICE PRESIDENT
ICAI, NEW DELHI

|| CHAIRMAN'S COMMUNICATION



Dear Students,

On behalf of the Board of Studies (BoS), it is my immense pleasure to greet you all, my future professional brethren, on the Foundation Day of our Institute, the Chartered Accountants Day on July 1st. It is a matter of great pride for chartered accountant fraternity to recount the glorious past. While basking on the past glory, we need to strengthen our future goals and inherent strength. On this auspicious day, I would like to urge upon all our students to rededicate themselves to your studies and articleship training. In true sense, you all are the leaders of tomorrow and torch bearers of our noble profession. A sky high opportunity is resting on your shoulders to fulfil your dreams and to achieve the pinnacle of excellence and success. We at BoS are with you in all your endeavours and let us work together towards it.

CA COURSE: A PERFECT BLEND OF THEORY AND PRACTICE

“Tell me and I forget. Teach me and I remember. Involve me and I learn.” – Benjamin Franklin. The professional course of chartered accountancy is built on same edifice and perfectly blends theoretical education with practical training. Whatever is taught in the course is applied and tested in the Practical Training during your Articleship. The training is comprehensive and effectively covers various intricacies of profession of chartered accountancy. Our students are groomed to become accounting professionals to take challenging roles whether in own practice or in industry.

Chartered Accountancy is one of the finest courses available in India which sharpens your acumen and develops world-class competencies in the area of accounting, assurance, finance, taxation, management, business advisory and so on. It is very important that you effectively utilise your Practical Training. A student who only concentrates on theory and does not take Practical Training seriously is bound to face difficulties not only in examinations but also in future when he faces difficult professional and technical issues.

EXCELLENT KNOWLEDGE BASE: KEY TO PROFESSIONAL SUCCESS

The world is fast changing and the finance professionals will have a significant role to play in the global scenario – whether be it in the realm of International taxation, International Financial Reporting Standards (IFRS) or auditing standards. So it is imperative for you to equip yourself during your student day with excellent knowledge base, not only with a view to pass examinations but to emerge successful in the competitive environment.

BOARD OF STUDIES: THE TREND SETTER

The BoS, the academic wing of the Institute is taking all initiatives to train you in academics, practical training, soft skills and other related areas. The following are some of the important initiatives of the BoS:

Coaching Classes – Regional Councils as well as Branches are organizing Regular Coaching Classes for the Students undergoing CA Course at various levels. The BoS has also been organizing Faculty Development Programmes (FDPs) to ensure the quality and uniformity of the deliverables.

Accreditation of Institutions – The BoS accredits Institutions to offer coaching classes for the CPT, IPCC and Final Courses. As a part of this initiative, accreditation has been given to 59 Institutions for the CPT, IPCC and Final Courses. We have embarked on a project to accredit at least one educational institution of repute in every city of the country.

Reading Room Facility – Since the last few years, the number of students who are pursuing CA course has increased many fold. With a view to provide additional physical infrastructure for our students' community, an initiative was taken by the BoS to set up Additional Reading Rooms at various places. At present, 39 Additional Reading Rooms are being operated by Regional Councils and their Branches in addition to their own libraries and Reading Rooms.

CONVENTIONS & CONCLAVES: PLATFORM TO DEMONSTRATE YOUR TALENT

We are happy to inform that during this month, various activities are being organized by the BOs to afford an opportunity to you to showcase your talent. These include, National Conventions for CA Students at Indore on 2nd and 3rd July, at Nagpur on 7th and 8th July, at Baroda on 8th and 9th July and at Kolkata on 16th and 17th July and National Conclaves at Vasai on 2nd and 3rd July. I exhort you all to actively participate in at least one such programme so that you will get a chance to enhance your knowledge and skills and would also have an opportunity to make new friends and to listen to eminent speakers and leaders of the Institute. Quiz contests are also being organized at branch level. I would earnestly request each one of you to make best use of such opportunities because these help you to keep yourself updated and make you confident enough to face this challenging world.

Wish you all the best

CA. BABU ABRAHAM KALLIVAYALIL
CHAIRMAN, BOARD OF STUDIES, ICAI

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SWACHH BHARAT - A STEP TOWARDS CLEANLINESS

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How Yoga and Spirituality can Help in Studies



Sri Sri Ravishankar
Spiritual leader
and founder of Art of Living

Ancient India has been the source of innumerable, almost magical for that time in history scientific advances. We knew how to make rust proof iron. We could peer into the vastness of space and make out that a faint blur was actually a twin star system. We performed plastic surgery. We gave the world zero. We calculated the value of Pi to 21 decimal places. The ayurvedic system of medicine is still widely and effectively used. The knowledge of science and arts was surprisingly deep.



Throughout history, India has perhaps been the only country and civilization where science and religion were never at loggerheads with each other. In fact, all our scientists were saints!

Through spiritual practices of pranayama, yoga and meditation, these great seers managed to look into the furthest reaches of space and probe into the microscopic world of atoms as well. Sage Vasishtha in the Yoga Vasishtha, tells the young Prince Rama very matter of factly that the world appearance is an illusion, just like the blueness of the sky! The general population knew that the blueness of the sky was an illusion - 10,000 years ago.

Fortunately a lot of the yogic practices and this knowledge were passed on through the generations more or less intact. They survived the Islamic invasions as well as the onslaught of the British. This precious Knowledge is now easily available to anyone who will care to learn, practice and apply these principles in their lives.

How would these ancient techniques of Yoga, Spirituality and meditation help a contemporary person struggling with their studies?

Recently, Prime Minister Narendra Modi mentions in his address to the US Congress that there are more Americans

“ ”

A huge component of being able to study effectively is the ability to keep the mind focused for long periods of time on the task at hand. Regular practice of meditation grants you this ability.

ARTICLE ||

who bend their bodies to do Yoga than play with a curved ball!! Yoga, meditation, pranayama and Indian Spirituality have become truly global. An intelligent student will grab the opportunity to learn and practice these techniques to perform better than he could imagine in his studies.

A huge component of being able to study effectively is the ability to keep the mind focused for long periods of time on the task at hand. Regular practice of meditation grants you this ability.

Numerous studies at many many prestigious Universities all over the world have repeatedly shown the immense benefits of yoga and meditation. Some have shown that the brain actually changes its physical shape when one meditates over a prolonged period of time. This new shape makes it especially suited to learning new things. It sharpens the intellect and greatly boosts the power of the memory.

Learning happens through the neurons in our brains. We have 100 billion neurons in our brains. Each neuron can grow up to 10,000 very thin filaments that are called dendrites. These dendrites can interact with the each other in billions and billions of permutations and combinations through a process called synapses. So many, that they are more than the number of elementary particles in the universe.

As we read our study material, there are electrical impulses that travel along our dendrites and make connections. When we write, re read or practice what we have learned, these connections become stronger. If we discuss or teach this material to others, then the connections acquire a sheath of a substance called myelin, which makes the connection super strong and effectively makes it a long term memory.

The catch here is that the neurons in the brain work best in a stress free environment.

When you are not feeling threatened and are feeling safe, the body is suffused with serotonin among other “good” hormones. The neurons in the brain love this environment and can function at peak efficiency.

On the other hand stress, both external and internal, causes the secretion of cortisol and other “danger” hormones - the ones that trigger the fight or flight systems of the body. When the body is on high alert like this, it becomes almost impossible to study anything new and the chances of forgetting material you have already covered becomes greatly increased. These dangerous hormones can destroy the delicate connections of the dendrites that you may have carefully cultivated.

Meditation is known to cause the release of serotonin and stop the release of cortisol. This creates an environment in

“ There are many who know their subjects, but simply don’t know how to communicate effectively. The combined package of yoga, meditation, knowledge and spirituality will greatly enhance your ability to express yourself and become a team player. ”

the body and the brain that is super conducive to learning and remembering.

Yoga is a form of relaxed exercising. Dopamine is the hormone released by exercising and this prevents anxiety and depression from setting into the system. A bit of time spent doing Yoga everyday will shield you from mental fatigue and grant you immense stamina and flexibility in your body.

Pranayama and meditation will make you mentally alert and grant you the ability to remain focused until your work gets done.

Quite a few times while studying, you have to assimilate all the things you have learned and manage to come up with something new. Throughout history, the greatest of discoveries and inventions have been “accidents”. They have happened when the person after wrestling with a problem for a long time, decided to relax. Then some event happened which triggered a powerful insight. Newton and Gravity, Kekule and the Benzene Ring structure, Archimedes and his Law of displacement come to mind.

After a gruelling session of mental activity, the brain needs to wind down. The mind needs to relax. Meditation does exactly this. After a lot of taxing work, in deeper states of relaxation, fortuitous connections among the dendrites may happen and valuable insights could be gained.

There are many who know their subjects, but simply don’t know how to communicate effectively. The combined package of yoga, meditation, knowledge and spirituality will greatly enhance your ability to express yourself and become a team player.

Learn and practice yoga and meditation for achieving an unbeatable edge over others. A few words of caution here – Only doing Yoga and meditation will not help you pass that exam. You will have to study as well.

All the very Best!

Ind AS is a reality now!



CA. Amarjit Chopra
Past President, ICAI

Background

Reliable, consistent and uniform financial reporting helps the investors to take informed investment decisions and enhances the credibility of the businesses in the eyes of investors. In pursuance of G-20 commitment given by India, the process of convergence of Indian Accounting Standards with IFRS has been carried out by the Ministry of Corporate Affairs through wide-ranging consultative exercise with all the stakeholders.

The Ministry of Corporate Affairs (MCA) had earlier issued the convergence roadmap from 2011 but the same was not implemented primarily due to tax implications. Since then the Parliament has passed the new Companies Act, 2013. The new Act has introduced various new provisions, including requirement to prepare consolidated financial statements, which would facilitate implementation of Ind AS converged with IFRS.

Having regard to this and the ever growing need to implement IFRS, on 10 July 2014, Shri Arun Jaitley, Minister of Finance, sets the ball in motion with his budget speech, when he proposed:

There is an urgent need to converge the current Indian accounting standards with the International Financial Reporting Standards (IFRS). I propose for adoption of the new Indian Accounting Standards (Ind AS) by the Indian companies from the financial year 2015-16 voluntarily and from the financial year 2016-17 on a mandatory basis. Based on the international consensus, the regulators will separately notify the date of implementation of AS Ind for the Banks, Insurance companies etc.....”

Further to this, MCA vide notification dated 16 February 2015 has issued the Companies (Indian Accounting Standards) Rules, 2015 which lays down the roadmap for implementation of Ind AS for certain class of companies along with 39 Ind AS being part of the annexure to these Rules. Recently, on 30 March 2016, MCA has notified amendments to Ind AS including deferment of Ind AS 115, Revenue from Contracts with Customers and bringing out Ind AS 18, Revenue and Ind AS 11, Construction Contracts in place of Ind AS 115. Thus, at present there are 40 notified Ind AS.

The new Ind AS are much closer to IFRS as compared to the earlier Ind AS issued in 2011. The carve outs have been kept to bare minimum and, thus, Ind AS are largely aligned with IFRS.

This will be useful in a long run by ensuring global acceptability of financial statements prepared by Indian companies.

What are IFRS?

Statements of International Accounting Standards issued by the Board of the International Accounting Standards Committee (IASC) (1973-2001) are designated as International Accounting Standards (IAS). However, the International Accounting Standards Board (IASB) announced in April 2001 that its Accounting Standards would be designated as ‘International Financial Reporting Standards’ (IFRS). IASB publishes its Standards in a series of pronouncements called International Financial Reporting Standards (IFRS). It also adopted the body of Standards issued by the Board of the IASC. Those pronouncements continue to be designated as IAS. Presently, there are 25 IAS and 16 IFRS, 13 IFRIC Interpretations and 5 SIC Interpretations. Some of the Standards issued by IASC have since been withdrawn and replaced or superseded.

Benefits of adopting or convergence to IFRS

In the present era of globalisation and liberalisation, the world has become an economic village. The globalisation of the business world and the attendant structures and the regulations, which support it, as well as the development of e-commerce make it imperative to have a single globally accepted financial reporting system. A number of multinational companies are establishing their businesses in various countries with emerging economies and vice versa. The entities in emerging economies are increasingly accessing the global markets to fulfil their capital needs by getting their securities listed on the stock exchanges outside their country.

“ **The new Ind AS are much closer to IFRS as compared to the earlier Ind AS issued in 2011. The carve outs have been kept to bare minimum and, thus, Ind AS are largely aligned with IFRS.** ”

Capital markets are, thus, becoming integrated consistent with this world-wide trend. Sound financial reporting structure is, thus, imperative for economic well-being and effective functioning of capital markets.

The use of different accounting frameworks in different countries, which require inconsistent treatment and presentation of the same underlying economic transactions, creates confusion for users of financial statements. This confusion leads to inefficiency in capital markets across the world. Therefore, increasing complexity of business transactions and globalisation of capital markets call for a single set of high quality accounting standards. High standards of financial reporting underpin the trust investors place in financial and non-financial information. Hence, the case for a single set of globally accepted accounting standards.

Adoption of IFRS helps the economy at large, investors, industry as well as the accounting professionals. It benefits the economy by increasing growth of its international business. It facilitates maintenance of orderly and efficient capital markets and also helps to increase the capital formation and thereby economic growth. It encourages international investing and thereby leads to more foreign capital flows to the country.

So far as investors are concerned they want the information that is more relevant, reliable, timely and comparable across the jurisdictions. Financial statements prepared using a common set of accounting standards help investors better understand investment opportunities as opposed to financial statements prepared using a different set of national accounting standards.

The industry is able to raise capital from foreign markets at lower cost if it can create confidence in the minds of foreign investors that their financial statements comply with globally accepted accounting standards. With the diversity in accounting standards from country to country, enterprises, which operate in different countries, face a multitude of accounting requirements prevailing in the countries. The burden of financial reporting is lessened with convergence of accounting standards because it simplifies the process of preparing the individual and group financial statements and thereby reduces the costs of preparing the financial statements using different sets of accounting standards.

Major changes under Ind AS

Ind AS entails major accounting policy changes. It will effect accounting changes in various areas such as:

- **Revenue recognition**
Presently revenue is recognised without having regard to the credit terms. Under Ind AS if credit is given beyond the normal credit period, then revenue will be recognised based on time value of money using a suitable discount rate. The balance portion will be recognised as finance income.

“ **Adoption of IFRS helps the economy at large, investors, industry as well as the accounting professionals. It benefits the economy by increasing growth of its international business.** ”

- **Inventory valuation – service sector**
Presently, the Indian accounting standard on inventory does not deal with inventory of service sector. Under Ind AS, even the service sector will need to value its inventory, say, e.g., an entity involved in management consultancy services or business process outsourcing will need to determine and value the progress of various assignments at the reporting date and recognise it as inventory.
- **Accounting for taxes on income**
Presently, deferred taxes are recognized based on timing differences. The approach is mainly based on income statement. Ind AS requires deferred taxes to be recognised on the basis of balance sheet. The concept is that of temporary differences. Temporary differences include timing differences. The determination of temporary differences requires comparison between the carrying value of an item in balance sheet as per Ind AS with that of value determined as per taxation laws. One will have to prepare a balance sheet as per taxation laws. Thus, in addition to Ind AS balance sheet, balance sheet as per taxation laws will need to be prepared.
- **Useful life of Intangible assets**
Presently, there is a rebuttable presumption that the useful life of intangible assets does not exceed 10 years. Under Ind AS, there is no such presumption. There can be intangible assets with indefinite useful life requiring no amortization.
- **Prior period items**
Presently, prior period items are corrected in the current period with a separate disclosure. However, under Ind AS, prior period errors will need to be corrected in the earliest comparative period presented. If the error has occurred prior to the earliest comparative period presented then the same is to be corrected by making a suitable adjustment in the opening balance of shareholders' equity of the earliest comparative periods presented.
- **Extraordinary items**
Presently, specific non-recurring items are being

shown as extraordinary items, e.g., loss due to earthquake. Under Ind AS, there is no concept of extraordinary items. Everything will have to be classified as ordinary items.

• **Business Combinations**

Organic growth has its limitations. The way to grow is through the inorganic way. Mergers, acquisitions are norms of the day. The Companies Act, 2013 lays down a detailed procedure. The SEBI Listing Regulations have its own requirement. However, despite the detailed legal procedure, the accounting has been pretty simple and straightforward. Ind AS is going to change the entire accounting. Presently when making the accounting entry, the assets and liabilities or most of the assets and liabilities barring certain exceptions were recorded in the acquirer's book at cost or at most realisable value. Ind AS requires that all assets and liabilities have to be recorded at fair value. Not only that, even all intangibles like contracts, brands, commercial rights have to be first identified and then valued. One also has to estimate and provide the consideration that is payable on certain specified contingent event happening.

We have a concept of transferor company and a transferee company. In a business combination, the financials of transferor company gets merged with the transferee company. It is very much possible that financials of transferee company may need to be merged with the transferor company since what needs to be seen is that who is the accounting acquirer rather than legal acquirer. This is known as 'reverse acquisition'.

Key differences with IFRS

Following illustrates key difference with IFRS:

- Entities to continue classifying loans as non-current even in case of breach of a material provision if, before the approval of the financial statements, the lender agreed not to demand payment (*Ind AS 1*)

Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity applying Ind AS does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach. However, under IFRS, such a loan would be reclassified as a current liability. This carve out is based on similar guidance provided in the Guidance Note on the revised Schedule VI to the Companies Act, 1956 issued by the Institute of Chartered Accountants of India (ICAI).

- No straight-lining for escalation of lease rentals in line with expected general inflation (*Ind AS 17*)

Under Ind AS, lease rentals under an operating lease are not recognised as an expense/ income on a straight-line basis over the lease term if the payments to the lessor are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. However, no such exception from straight-lining of lease rentals is available under IFRS.

- Option to defer exchange rate fluctuations on existing long-term foreign currency monetary items (*Ind AS 101*)

Under Ind AS, a first-time adopter may continue the accounting policy adopted for accounting for exchange differences arising from translation of long-term foreign currency monetary items recognised in the financial statements for the period ending immediately before the beginning of the first Ind AS financial reporting period as per the previous GAAP.

- Choice to consider previous GAAP carrying values as 'deemed cost' for fixed assets acquired prior to the transition date (*Ind AS 101*)

Subject to limited exceptions relating to change in functional currency, Ind AS provides an option to use carrying values of fixed assets as on the date of transition to Ind AS in accordance with previous GAAP which would be considered as their 'deemed cost'.

- 'Two statement' approach for presentation of statement of profit and loss (*Ind AS 1*)

With regard to preparation of statement of profit and loss, IFRS provides an option either to follow the single statement approach or to follow the two statement approach. It provides that an entity may present a single statement of profit or loss and other comprehensive income,

“ We have a concept of transferor company and a transferee company. In a business combination, the financials of transferor company gets merged with the transferee company. ”

with profit or loss and other comprehensive income presented in two sections or an entity may present the profit or loss section in a separate statement of profit or loss which immediately precedes the statement presenting comprehensive income, which begins with profit or loss. Ind AS allows only the single statement approach. Under Ind AS, an entity presents a single statement of profit and loss, with profit or loss and other comprehensive income presented in two sections. The sections are presented together, with the profit or loss section presented first followed directly by the other comprehensive income section.

- Fair value model for investment property (*Ind AS 40*)

IFRS permits both cost model and fair value model (except in some situations) for measurement of investment properties after initial recognition. Ind AS permits only the cost model.

- Presentation of government grants related to an asset as deduction from carrying amount of the asset and measurement of non-monetary government grants at nominal value (*Ind AS 20*)

IFRS gives an option to present the grants related to assets, including non-monetary grants at fair value in the balance sheet either by setting up the grant as deferred income or by deducting the grant in arriving at the carrying amount of the asset. Ind AS requires presentation of such grants in balance sheet only by setting up the grant as deferred income, i.e., the option to present such grants by deduction of the grant in arriving at the carrying amount of the asset is not available under Ind AS. Also, IFRS gives an option to measure non-monetary government grants either at their fair value or at nominal value. Ind AS requires measurement of such grants only at their fair value.

Challenges in the first time adoption of Ind AS

First time adoption has its own challenges. One has to undergo the exercise. There is no escape. And that is the easier part of the entire exercise. The difficult part is that in first time adoption, Ind AS grants exemptions in certain areas where the cost of compliance may exceed the benefits. These exemptions are optional and not mandatory. You may choose not to avail the exemption, e.g., you may not restate your past business combinations that have occurred before the date of transition to Ind AS. However, if you choose to restate any of your past business combination you will then have to restate all your business combinations which have taken place on or after that date. An entity, thus, has to evaluate all these exemptions and understand the impact these will have

“IFRS gives an option to present the grants related to assets, including non-monetary grants at fair value in the balance sheet either by setting up the grant as deferred income or by deducting the grant in arriving at the carrying amount of the asset”

on its financials in the short run as well as in the long run. Moreover, quite a few new accounting policies may need to be adopted. The previous policies may need modifications. The basis of judgements and estimates will need detailed working and understanding. The decision may not be easy and may require expert assistance provided after considering not only the financial and regulatory environment but the taxation regime as well.

Impact on external communications

It is, nowadays, necessary for any public interest entity, to regularly communicate in a transparent with its various stakeholders. To ensure continuous growth momentum strong investor relations are a pre-requisite. Companies need to make sure that their stakeholders including analysts, shareholders and lenders are educated to understand and analyse the Ind AS statements and the intricacies of Ind AS.

Necessity for internal changes

Ind AS will impact not only the accounts department but will influence other departments also. There will be new terms, new definitions for old terms, different ways of things done hitherto. Ind AS will entail changes in various internal processes and systems. Your ERP will be reconfigured. The way the budgets are drawn, the way performance is measured, the way performance is rewarded will require substantial changes. You cannot have MIS based on old systems. The MIS has to follow Ind AS.

Concluding remarks

The decision to converge with IFRS will go as a long way in the history of the profession. While it has its challenges, it is a golden opportunity for the profession to rise to the occasion and make a mark for themselves. Finance professionals entering the field of IFRS and Ind AS will have advantage over others because there are not many accounting professionals having expert knowledge of IFRS and Ind AS. Having the right IFRS and Ind AS skill-set will elevate the status of chartered accountants in the high growing and demanding world of accounting professionals. ■



CA. Motilal Oswal
(MD, Motilal Oswal Financial Services Ltd.)

CA. Motilal Oswal is a Fellow Member of the Institute of Chartered Accountants of India and a well known personality in the Capital Market with varied experience of over 2 decades in the financial service sector. The Government of India conferred him with the Rashtriya Samman Patra Award for being amongst the highest Income Tax payers in the country for a period of 5 years.

Q. What are your expectations from a CA professional to meet out your Industry's requirements?

Ans. Very strong domain knowledge, high energy and passion.

Q. Will GST be a game changer? What are your views on GST?

Ans. GST will be one of the biggest modes towards easing of doing business. It would bring a simple tax structure instead of very complex and multiple taxation system.

Q. What are the major challenges in implementation of Ind AS by the corporate entities? As the head of finance, how will you ensure the successful implementation of the new standards?

Ans. There are several changes in IndAS than previous gap in the areas like Financial Instruments, Consolidation, Revenue recognition, Employees benefits, Segment disclosure etc. which are going to have major impact on the Financials & profitability reporting of the companies.

The Standard on financial instruments is going to apply in India before the global adoption (global adoption is from 1.1.18). This is going to have major impact on Banking and Financial services companies. Revenue recognition will change due to EIR (Effective interest rate) Model to be adopted by NBFCs, HFCs & Banks.

Companies may have hit their P&L due to fair value methodology to be followed for ESOPs.

Q. What is your Industry's reaction on Corporate Social Responsibilities?

Ans. I see CSR as a welcome change. It is definitely one of the most important responsibilities for the industry to work towards financial inclusion.

Q. What are your expectations from an Auditor while performing his/her duties and responsibilities?

Ans. We expect the following:-

- a) knowledge sharing on the new standards and judgment over selection of accounting policies
- b) Control audits on the changed environment.
- c) Finally assist the companies for smooth transition to the new norms.

Q. To what extent CA professionals serves as efficient Strategic Thinkers in an organization?

Ans. Every professional has to be very strong on strategic orientation as well as excellent in execution. In our group, out of seven business CEOs five are CAs, and you can take a hint from this that how important are CAs in playing the role as Strategic Thinkers.

Q. You would be having hectic schedules throughout. How do you maintain a work-life balance?

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Ans. It is a question of setting very clear priorities and also a mind-set. If we have a very strong team and can empower them, then it becomes definitely easier.

Q. How do the skills acquired during the articleship help you enhance your own professional values?

Ans. During the period of Articleship there were lot of practical learning like keeping proper accounting process, internal controls and closing of books etc. It also helped me in practising what we learnt in theories.

Q. The job of a CFO in a company is to “increase company profits and boost corporate value”- How do you see this?

Ans. The job of CFO is becoming critical day by day. We as a Research / Financial company feel that effective capital allocation is a hallmark of successful and sustainable wealth creation by the company. Hence the CFO is one of the strong pillars in the organisational structure.

Q. Finally, what message you would like to give to the budding CA professionals?

Ans. Become a life time student in a fast and dynamic VUCA (Volatile, Uncertain, Complex and Ambiguous) World. You should keep on sharpening your knowledge and have an eager to learn new skills. You should also be very clear as to exactly how you want to build your carrier. Perseverance and Patience are important virtue for Success. ■

4 Weeks Residential Programme : CoE , Hyderabad

Venue	Participant	Fees	Date	Links for Registration
Centre of Excellence (CoE), Hyderabad	Men/Boys	₹ 40,000/-	30th July to 26th August, 2016	http://www.icai.org/new_category.html?c_id=345

The programme aims to help the Chartered Accountancy students and newly qualified Chartered Accountants in imbibing the professional skills required for effective functioning in business organisations and the profession. The Programme environment focuses on development of communication skills, personal qualities, interpersonal and teamwork skills, problem solving skills and leadership skills.

Salient Features of the Programme:

- Emphasis on Soft Skills, Communication Skills and Personality Development.
- Exemption from payment of Fees to Top 10 Rank holders.
- Part of Articleship Training.
- No need for Separate GMCS/GMCS II
- Special Session on Group Discussion & Interview.
- Preparation of Project and Presentation Skills.
- Building Team Spirit.

Only men/boys students who have passed IPCC/ PCC/ PE- II examination and pursuing last year of article training or completed Articleship training are invited to join the course for this batch. Recently qualified men Chartered Accountants are also welcome to join the course.

For online registration, further details visit the Board of Studies Announcements under the Students Icon on the Home Page of ICAI website www.icai.org.

For upcoming batches, please regularly visit www.icai.org or refer to the Chartered Accountant Student Journal. For any query, you can also call at 0120-3045935.

Director, Board of Studies

Companies (Auditor's Report) Order, 2016



Shashank Sah
Student of ICAI.
(Reg. No. WR00465539)

Applicability of CARO 2016

CARO 2016, is applicable to every company including a foreign company as defined in section 2(42) of the Companies Act, 2013. However, the Order exempts the following class of companies -

- (i) A banking company.
- (ii) An insurance **company**.
- (iii) A company licensed to operate under section 8 of the Companies Act 2013.
- (iv) A One Person Company (OPC) as defined under and a small company as defined under the Companies Act, 2013; and
- (v) A private limited company, not being a subsidiary or holding company of a public company, having a paid up capital and reserves and surplus not more than rupees one crore as on the balance sheet date and which does not have total borrowings exceeding rupees one crore from any bank or financial institution at any point of time during the financial year and which does not have a total revenue as disclosed in Scheduled III to the Companies Act, 2013 (including revenue from discontinuing operations) exceeding rupees ten crore during the financial year as per the financial statements.

As per CARO 2015, a private limited company with a paid up capital and reserves less than ₹50 lakhs and which does not have loan outstanding exceeding ₹25 lakhs from any bank or financial institution and does not have a turnover exceeding ₹5 crore at any point of time during the financial year was exempted from the applicability of the order.

The Order shall not be applicable to the auditor's report on consolidated financial statements. This provision is introduced in CARO 2016.

Matters to be included in Auditor's report

The auditor's report on the accounts of a company to which this Order applies shall include a statement on the following matters, namely:-

i. Fixed Assets

- a) Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;
- c) Whether the title deeds of immovable properties are held in the name of the company. If not, provide the details thereof;

The requirement for commenting on the title deeds of immovable properties in the name of company is inserted in CARO 2016

ii. Inventory

Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account.

It may be noted that the provisions related to reasonable and adequate procedures for physical verification of inventory adopted by the management and maintenance of proper records of inventory have been omitted in CARO 2016.

iii. Loan given by the company

Whether the company has granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. If so,

- a) Whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest;
- b) Whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;
- c) If the amount is overdue, state the total amount overdue for more than ninety days, and whether

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reasonable steps have been taken by the company for recovery of the principal and interest;

CARO 2016 has specifically included Limited Liability Partnership under this clause.

Also, the auditor is now required to report whether the terms and conditions of the grant of loans are proper and not prejudicial to the interest of the company.

In case of overdue amounts, the condition has been amended from more than Rs.1 lakh to overdue for more than 90 days.

iv. Loan to Directors and Loans & Investments by Company

In respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provide the details thereof.

Reporting for compliance of Section 185 and 186 of the Companies Act, 2013 has been introduced in the CARO 2016.

v. Acceptance of Deposits

In case, the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable, have been complied with? If not, the nature of such contraventions be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?

vi. Maintenance of Cost Records

Whether maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and whether such accounts and records have been so made and maintained.

vii. Deposit of statutory dues

- a) Whether the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated;

- b) Where dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not be treated as a dispute).

Provisions related to transfer of amount to investor education and protection fund has been eliminated.

"Wealth Tax" does not find place in this particular clause due to abolition of the Wealth Tax Act.

viii. Default in repayment of loan and borrowings

Whether the company has defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders? If yes, the period and the amount of default to be reported (in case of defaults to banks, financial institutions, and Government, lender wise details to be provided).

There is additional reporting requirement in case of defaults in repayment of loans or borrowings to banks, financial institutions and Government by providing tender wise details.

ix. Application of funds raised

Whether moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised. If not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported;

The scope for reporting regarding the application of funds raised has been increased from loans received to raising of money through public as well.

x. Fraud

Whether any fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year; If yes, the nature and the amount involved is to be indicated;

CARO 2016 requires the reporting of fraud on company specifically by its officers or employees. Earlier the clause was not specific.

xi. Managerial Remuneration

Whether managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act? If not, state the amount involved and steps taken by the company for securing refund of the same;

The reporting for managerial remuneration has been included in CARO 2016.

xii. Deposits of Nidhi Company

Whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability and whether the Nidhi Company is maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;

The reporting for compliance of deposit terms for Nidhi Company has been included in CARO 2016.

xiii. Related Party Transactions

Whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards

The auditor is now also required to report under CARO 2016, whether the related party transactions are in compliance with section 177 and 188 of the Companies Act, 2013 and are properly disclosed in the financial statements as per the Accounting Standards.

xiv. Issue of preference shares or partly convertible debentures

Whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised. If not, provide the details

in respect of the amount involved and nature of non-compliance;

The above mentioned provision has been introduced in CARO 2016

xv. Non-cash transactions with directors

Whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with;

The reporting regarding non-cash transaction with the directors is included in CARO 2016.

xvi. Registration with Reserve Bank of India

Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained.

The reporting regarding registration of a company (if applicable) under section 45-IA of the RBI Act, 1934 is a newly inserted clause.

[Note: The comments provided in between the clauses are in comparison to CARO 2015]

Bibliography:

Government of India. (2016, March 29). *Companies (Auditor's Report) Order, 2016; Gazette of India*. Retrieved from Ministry of Corporate Affairs: www.mca.gov.in

Government of India. (2015, April 10). *Companies (Auditor's Report) Order, 2015; Gazette of India*. Retrieved from Ministry of Corporate Affairs: www.mca.gov.in ■

Election to the Managing Committee of SICASA, Chennai

The Annual General Meeting (AGM) of Members of the Southern India Chartered Accountants Students' Association (SICASA) will be held on Sunday, the 24th July, 2016 at 10.00 A.M at The Institute of Chartered Accountants of India, ICAI Bhawan, 122, Mahatma Gandhi Road, Nungambakkam, Chennai - 600034.

Elections to the Managing Committee of the Association for the year 2016-17 would be held from 11.00 am to 3 pm on the same day. Complete details at http://sircoficai.org/student_announcements.aspx

Transfer Pricing Documentation: Convergence with BEPS Action Plan



Rajesh Kumar Choudhary

Student of ICAI
(Reg. No.: NRO 0302884)

While the concern of double taxation arising consequent to taxation of income both in the source country and country of residence has been addressed by Double Taxation Avoidance Agreements (DTAAs) entered into between countries, the concern of double non-taxation arising on account of the gaps and mismatches consequent to the domestic tax laws not being able to keep pace with the rise in digital economy in the interconnected world has been addressed by the 15 Action Plans of Base Erosion and Profit Shifting (BEPS).

BEPS refers to tax planning strategies that exploit these gaps and mismatches in tax rules to artificially shift profits to low or no-tax locations where there is little or no economic activity, resulting in little or no overall corporate tax being paid¹.

Although BEPS is an international problem requiring global solutions, it assumes critical importance in the context of developing countries, since they rely significantly on corporate income tax, particularly from multinational enterprises.

In order to address the issue of BEPS, Organisation for Economic Development (OECD) along with G 20 countries have rolled out BEPS project which contains 15 Action plans equipping governments with the domestic and international instruments needed to tackle BEPS.

The OECD has, in BEPS Action plan 13, provided for maintenance of additional documentation including "Country by Country (CbC)" reporting, a template for Multinational Enterprises (MNEs) to report annually and for each tax jurisdiction in which they do business, the amount of revenue, profit before income tax and income tax paid and accrued.

The significant recommendations of BEPS Action plan 13 along with the corresponding proposed changes in the Indian Transfer Pricing regulations are discussed in this article.

BEPS Action Plan 13: Recommendations

In the report on BEPS Action plan 13, OECD has recommended a three tier structure of reporting. It consists of:

¹Refer OECD website www.oecd.org

- **CbC report:** It shall contain information relating to the MNE group's income and taxes along with other indicators of economic activity for each of their country of operation. The parent entity of an international group is required to submit the CbC report to the prescribed authority in its country of residence. This report shall be shared among the countries vide an automatic information exchange agreement between them.
- **Master File:** It shall contain standardized document and information which are relevant for all the members of MNE group. It shall provide an overview of MNE group's transfer pricing practices including the nature of its global business operations, its overall transfer pricing policies, and its global allocation of income and economic activity. The Master File shall be furnished by each entity of the group to its local tax authority.
- **Local File:** It shall contain details of transactions of local taxpayers and shall be prepared with respect to the transactions with associated enterprise undertaken by the entity.

India is an active member of BEPS initiative and part of international consensus; therefore, in order to align with International Tax practices, the Finance Act, 2016 has included CbC reporting and the master file in the Transfer Pricing (TP) Regulations.

Specific Reporting Regime: Transfer Pricing Regulations

Based on the above recommendations, a specific reporting regime in respect of CbC reporting and also the master file has been introduced in the Indian Transfer

Price Regulations by the Finance Act, 2016. The rules in respect to these regulations are yet to be notified by the government. The following are significant provisions included in Transfer Pricing Regulations in the Income-tax Act, 1961:

Meaning of certain terms

Term	Meaning
Constituent entity	a) any separate entity of an international group that is included in the consolidated financial statement of the said group for financial reporting purposes, or may be so included for the said purpose, if the equity shares of any entity of the international group were to be listed on a stockexchange; b) any such entity which is excluded from the consolidated financial statement of the international group solely on the basis of size or materiality; or c) any permanent establishment of any separate business entity of the international group included in (a) or (b) above, if such entity prepares a separate financial statement for such permanent establishment for financial reporting, regulatory, tax reporting or internal management control purposes.
International group	Any group that includes: a) two or more enterprises which are residents of different countries or territories; or b) an enterprise, being a resident of one country or territory, which carries on any business through a permanent establishment in other countries or territories.
Systematic failure with respect to a country or territory	The country or territory has an agreement with India providing for exchange of CbC report, but: c) it has suspended automatic exchange in violation of such agreement; or d) has persistently failed to automatically provide to India the report in its possession in respect of any international group having a constituent entity resident in India.

CbC Reporting Requirements

- 1) **For Constituent Entity:** Every constituent entity of a MNE group whose parent entity is not resident in India shall notify the prescribed income tax authority:
 - a) whether it is alternate reporting entity of such international group; or

- b) the details of the parent entity or alternate reporting entity of the international group along with their country of residence.

This shall help the government in determining the jurisdiction from where CbC report in respect to the group can be obtained under the information exchange agreement. Alternatively, it shall also help the government in determining its obligations with respect to sharing of CbC report with other country in case the Indian entity is the parent entity or the alternate reporting entity of an international group.

- 2) **For Parent Entity:** Every parent entity or alternate reporting entity of a MNE group which is resident in India shall prepare and furnish the CbC report before the due date of filing of Income Tax Return. Such report shall contain the following details:
 - a) Information with respect to the amount of revenue, profit or loss before tax, amount of taxes paid, taxes accrued, stated capital, accumulated earnings, number of employees and tangible assets for each country in which the group operates.
 - b) Details of each of the constituent entity of the group along with their country of establishment and residence.
 - c) Nature and details of the main business activity of each constituent entity.
 - d) Any other information which may be prescribed.

The format for submission of the above mentioned information shall be notified by the Rules. However, the memorandum to the Finance Bill, 2016 indicates that the OECD prescribed template shall be basis for the purpose.

- 3) **For Indian Constituent:** The abovementioned information shall be maintained and furnished by the Indian constituent entity of an international group if the parent entity of the group is resident of a country:
 - a) with which India does not have an arrangement for exchange of CbC report; or
 - b) where India has an agreement for exchange of such information, but there has been systematic failure on part of that country and such failure has been intimated by the prescribed authority to such constituent entity.

In case more than one constituent entity of a group are residents in India, then such CbC report can be furnished by either of those entities that has been designated by the group to furnish the report.

Exceptions where Indian constituent not required to provide CbC: However, even in cases mentioned in point 3 above, the Indian constituent entity is not required to provide the CbC report, where

- a) instead of the parent entity, such report has been furnished by an alternate reporting entity of the

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international group with the tax authority of its country of residence;

- b) the CbC report is required to be furnished under the local laws of that country;
- c) that country has entered into an agreement with India for exchange of the said report for the international group;
- d) the prescribe authority in India has not conveyed any systematic failure in respect of the said country to any Indian constituent entity of the group;
- e) the said country has been informed in writing by such constituent entity that it is the alternate reporting entity on behalf of its international group.

Master file and local file

In respect to the maintenance of the master file, every constituent entity of an international group, in addition to the information related to the international transaction, shall also maintain and furnish such documents as may be prescribed by the rules to the prescribed authority. However, no threshold has been prescribed for the maintenance and furnishing of master file. Further, the memorandum indicates that the documents mandated for the master file by the OECD in its BEPS Action 13 report shall be prescribed in the rules.

Regulations relating to the maintenance of local file are already enshrined in the TP regulations and no amendment has been made in this regard.

The same may continue or may be aligned to the recommendations of the OECD by the rules to be prescribed.

Notice for further information

For the purpose of determining the accuracy of the report furnished by the reporting entity, the prescribed authority may issue a notice asking the entity to furnish such information or documents as may be deemed necessary within thirty days of receipt of notice. On an application made by the entity, the prescribed authority may extend the period of thirty days by a further period not exceeding thirty days.

Applicability

These amendments shall be applicable from 1st April, 2017 and shall apply to the Assessment Year 2017-18 and subsequent assessment years. Further, the provisions relating to CbC reporting shall be applicable to the international group having consolidated group revenue above a threshold limit to be prescribed. The memorandum indicates that the current international consensus for a threshold of €750 million equivalent in local currency may be prescribed as the threshold limit. For the purpose of conversion, the exchange rate prevailing on the last day of the year preceding the previous year shall be used.

Fines and Penalties

To deter non-compliance with the provisions, the following stringent penalties are provided in the Income-tax Act:

Particulars	Fines and Penalties
Failure to furnish documentation by a Constituent Entity under section 92D(4) [Sec. 271AA(2)]	₹ 5,00,000
Failure to furnish CbC report by the Parent entity [Sec. 271GB(1)]	
– If failure continues for period not exceeding 1 month	₹ 5,000 per day
– After one month	₹ 15,000 per day for the period exceeding one month
Failure to furnish information/document required in notice issued under section 286(6) [Sec. 271GB(2)]	₹ 5,000 per day from the expiry of prescribed period
Failure to pay penalty continues even after an order directing such payment has been passed [Sec. 271GB(3)]	₹ 50,000 per day from the date of service of order
Furnishing of inaccurate particulars by the entity knowingly [Sec. 271GB(4)]	₹5,00,000

However, entity can offer reasonable cause for failure, for non-levy of penalty under section 273B.

Conclusion

The CbC report is to be furnished by the entity alongwith the return of income. The limited time period provided to the taxpayers for the preparation of such extensive documentation could pose a serious challenge for the taxpayers who would be preparing such documentation for the first time. Further, in the absence of any threshold limit for the maintenance of master file, it may be deduced that it can be made applicable to all MNEs operating in India. This could again have huge implication and could amount to disproportionate cost and burden for the taxpayers.

In view of the above, taxpayers are advised to gear up from now and analyse their global value chain to ensure that the profits accruing in various countries are commensurate with the level of operations there. Further, they should start analysing the data that is required for the CbC report to identify the areas where corrective measures need to be taken. This will ensure that they are able to comply with the deadlines to avoid paying huge penalties. ■

Levy of Krishi Kalyan Cess (KKC) under service tax

The Finance Bill 2016 had imposed KKC at 0.5% on all or any of the taxable services. The levy of KKC has become effective from 01.06.2016. Therefore, after introduction of KKC, the effective rate of service tax has become 15% post 01.06.2016.

Consequently CBEC has made the following amendments:-

1. CENVAT Credit Rules, 2004 [CCR] amended

- CENVAT credit of KKC paid on taxable services has been allowed to an output service provider vide new rule 3(1a).
- CENVAT credit other than KKC credit cannot be used for paying KKC vide new proviso (tenth) to rule 3(4).
- CENVAT credit of KKC can be used only for payment of KKC vide new clause 3(7)(d).

2. Reverse charge provisions made applicable to KKC

Provisions of reverse charge will be applicable for the purposes of KKC *mutatis mutandis*.

3. Exempted services exempted from KKC also

- Taxable services which are exempted from the whole of service tax by a notification or special order or otherwise not leviable to service tax under section 66B of the Finance Act, 1994, are exempted from KKC.
- Value of taxable services for the purposes of KKC will be the value as determined in accordance with the Service Tax (Determination of Value) Rules, 2006.

- KKC will be leviable only on the abated value of taxable service.

4. Export rebate allowed on KKC

KKC paid on all services used in providing services which are exported in terms of rule 6A of the Service Tax Rules will be entitled for rebate.

5. Refund allowed of KKC paid on specified services used in SEZ

SEZ Unit or the Developer has been enabled to claim refund of the KKC paid on the specified services on which *ab-initio* exemption is admissible but not claimed.

6. KKC has been included in composition scheme for payment of service tax

Alternative rate for payment of KKC in case of air travel agents, life insurance, foreign exchange and lottery will be determined by multiplying total service tax liability calculated under rule 6 by effective rate of KKC (i.e., 0.5) and dividing the product by rate of service tax specified in section 66B (i.e., 14) of the Finance Act, 1994. This has been done by inserting a new sub-rule (7E) in rule 6 of the Service Tax Rules, 1994.

7. Accounting Code for payment of KKC specified

Accounting codes have been allotted by the Office of the Controller General of Accounts for the new Minor Head "507-KKC". ■

Note: For November, 2016 examination, the amendments made vide the Finance Act, 2015 as well as Notifications and circulars issued upto 30.04.2016 are relevant. Therefore, provisions relating to KKC will not be applicable for November, 2016 examination as the same have become effective from 01.06.2016. However, it may be noted that the same will be applicable from MAY, 2017 examination onwards.

CORRIGENDUM

Paper 1: Financial Reporting- Practice Manual (Edition January, 2016)-Printed copy

Final students may note that in the Practice Manual (edition January, 2016), certain errors have been noticed in page no. 1.31in solution to the question no. 40 on 'Accounting Standard 10'. These errors have been rectified and updated file has been uploaded on the Institute's website. Students may refer to the link http://resource.cdn.icai.org/21494sm_fr_finalnew_vol3_cp1.pdf for the same.

Academic Update – Final (Income-tax)

In page 23 of the June, 2016 issue of the Students Journal "The Chartered Accountant Student", in the title line of the Academic Update – Final (Income-tax), "Income-tax Act, 1961" has been erroneously referred to as "Income-tax Act, 1967". This inadvertent typing error is regretted.

Goods and Services Tax

In the article, "Goods and Services Tax: Moving Towards an Efficient Tax Regime" published in June, 2016 issue of this Journal at page no. 12, in the table, "Computation of CGST, SGST payable to Government" in fifth row, amount ₹ 1,920 has been erroneously printed as ₹ 1,600. The inadvertent printing error is regretted.

Accounting

MCA has amended the Companies (Indian Accounting Standards) Rules, 2015 on 30th March, 2016 wide notification number **G.S.R. 365 (E)**. Notification covers mainly

- Roadmap for NBFC (already briefed in the June, 2016 issue of this publication in the section of “Academic Update- Accounting”)
- Omission of Ind AS 115, ‘Revenue from Contracts with Customers’, and insertion of Ind AS 11, ‘Construction Contracts’ and Ind AS 18, ‘Revenue’;
- Amendments in other 21 Ind AS either consequent to omission of Ind AS 115 and insertion of Ind AS 11 and Ind AS 18 or on account of latest amendments in corresponding IFRS.

In this issue, the changes made through the Notification in Ind AS 101 “First time Adoption of Indian Accounting Standards” of the Rules has been discussed. The remaining amendments in other Ind AS will be covered in the succeeding issues.

Synopsis of Ind AS 101

- The objective of Ind AS 101 is to ensure that an entity’s first Ind AS financial statements, and its interim financial reports for part of the period covered by those financial statements contain high quality information.

- An entity shall prepare and present an opening Ind AS Balance Sheet at the date of transition to Ind ASs. This is the starting point for its accounting in accordance with Ind ASs.
- An entity shall, in its opening Ind AS Balance Sheet:
 - (a) recognise all assets and liabilities as per Ind ASs;
 - (b) not recognise items as assets or liabilities if Ind ASs do not permit;
 - (c) reclassify items that it recognised in accordance with previous GAAP in accordance with Ind ASs; and
 - (d) apply Ind ASs in measuring all recognised assets and liabilities.

An entity shall use the same accounting policies in its opening Ind AS Balance Sheet and throughout all periods presented in its first Ind AS financial statements, subject to:

- **Mandatory Exceptions**
 - Ind AS 101 prohibit retrospective application of some specific aspects of other Ind ASs.
 - Ind AS 101 grant exemptions from some specific requirements of other Ind ASs.
- **Optional Exemptions**

In the following table, the amendments made in Ind AS 101 have been highlighted in bold italics with the resultant implications:

Para no. and brief	As per the Companies (Indian Accounting Standards) Rules, 2015	As per the Companies (Indian Accounting Standards) Amendment Rules, 2016	Implication
Paragraph 30 deals with “ Use of fair value as deemed cost ”	If an entity uses fair value in its opening Ind AS Balance Sheet as deemed cost for an item of property, plant and equipment, <i>an investment property</i> or an intangible asset (see paragraphs D5 and D7), the entity’s first Ind AS financial statements shall disclose, for each line item in the opening Ind AS Balance Sheet	If an entity uses fair value in its opening Ind AS Balance Sheet as deemed cost for an item of property, plant and equipment or an intangible asset (see paragraphs D5 and D7), the entity’s first Ind AS financial statements shall disclose, for each line item in the opening Ind AS Balance Sheet	<i>Application of fair value as deemed cost on investment property has been deleted from Ind AS 101.</i>
Appendix D deals with	“Exemptions from other Ind ASs”		
Amendment made in item (m) of paragraph D1	Financial assets or intangible assets accounted for in accordance with <i>Appendix C to Ind AS 115 Service Concession Arrangements (paragraph D22)</i> ;	Financial assets or intangible assets accounted for in accordance with <i>Appendix A to Ind AS 11 Service Concession Arrangements (paragraph D22)</i>	<i>This is a consequential amendment on account of omission of Ind AS 115 and insertion of Ind AS 11 i.e reference of Ind AS 115 has been changed with the reference to Ind AS 11.</i>

Para no. and brief	As per the Companies (Indian Accounting Standards) Rules, 2015	As per the Companies (Indian Accounting Standards) Amendment Rules, 2016	Implication
Amendment made in paragraph D7 which deals with election for deemed cost between fair value or revaluation as per previous GAAP	The elections in paragraphs D5 and D6 are also available for: <i>(a) investment property, accounted for in accordance with the cost model in Ind AS 40, Investment Property</i>	The elections in paragraphs D5 and D6 are also available for: <i>(a) Omitted</i>	<i>Option of fair value or revaluation as per previous GAAP as deemed cost for investment property has been removed.</i>
Paragraph D22 and its heading is on “Financial assets or intangible assets accounted for in accordance with Appendix C, Service Concession Arrangements to Ind AS 115”	Financial assets or intangible assets accounted for in accordance with <i>Appendix C, Service Concession Arrangements to Ind AS 115</i> D22 A first-time adopter may apply the following provisions while applying the <i>Appendix C to Ind AS 115</i> :	Financial assets or intangible assets accounted for in accordance with <i>Appendix A, Service Concession Arrangements to Ind AS 11</i> D22 A first-time adopter may apply the following provisions while applying the <i>Appendix A to Ind AS 11</i> :	<i>This is a consequential amendment on account of omission of Ind AS 115 and insertion of Ind AS 11 i.e reference of Ind AS 115 has been changed with the reference to Ind AS 11.</i>
Paragraphs D34, D34AA and D35 deal with “Revenue from contracts with customers”	Paras D34, D34AA and D35 deal with “Revenue from contracts with customers”	Paragraphs D34, D34AA and D35 shall be omitted	<i>Paras related to “Revenue from contracts with customers” have been deleted since they dealt with the provisions of Ind AS 115, which has been omitted now.</i>
Paragraph D36 on “Transfers of Assets from Customers” newly added in the revised standard		<u><i>Transfers of Assets from Customers</i></u> <i>D36 An entity shall apply Appendix C of Ind AS 18 prospectively to transfers of assets from customers received on or after the transition date. Earlier application is permitted provided the valuations and other information needed to apply the Appendix to past transfers were obtained at the time those transfers occurred. An entity shall disclose the date from which the Appendix D of Ind AS 18 was applied.</i>	<i>Consequent to omission of Ind AS 115 and insertion of Ind AS 18, after paragraph D35AA, paragraph D36 has been inserted.</i>

(Source: www.mca.gov.in)

Online Mentoring on ICAI Cloud Campus - <http://cloudcampus.icai.org>

The ICAI Cloud Campus enables Students to learn anytime and from anywhere using e-Learning, Audio Lectures, Video Lectures and Online Mentoring. Students can even learn through Mobile Enabled e-Learning facility on the Students Learning Management System (LMS) on their Mobile Phones/ Smart Phones/ Tablets. Online Mentoring is one of the major value added features on the Cloud Campus. The schedule of online mentoring sessions from 3.00 p.m. to 5.00 p.m. for July, 2016 is as follows:

Online Mentoring Schedule				
Date	Course	Paper	Topic	Faculty
July 5	IIPC	Paper -7A: Information Technology	Telecommunication Networks and Flowcharts	Ms. Sukriti Arora and Mr. Alok Gupta
July 6	Final	Paper-2: Strategic Financial Management and Paper-5: Advanced Management Accounting	Basic Concepts of The Transportation Problem and Foreign Exchange Risk Management	CA. Ashish Gupta and CA. Deepak Kumar Gupta
July 20	IIPC	Paper-3: Cost Accounting and Financial Management	Methods of Costing and Working Capital Management	Dr. N.N. Sengupta and CA. Sanjit Sharma
July 22	Final	Paper-3: Advanced Auditing and Professional Ethics and Paper- 4: Corporate and Allied Laws	Company Audit	CA. Rajeev Sachdeva and Ms. Nisha Gupta

Students are advised to register for Online Mentoring Sessions on the ICAI Cloud Campus and provide specific questions/ queries that they need to be discussed at least **48 working hours** before the session. Links to access the aforementioned Online Mentoring Sessions are also available on the <http://cloudcampus.icai.org> under Online Mentoring.

Director, Board of Studies

Five hours Students participation for Institute Programmes

The Council of the Institute has decided to implement a minimum of 5 hours (1 day) participation, in a year, w.e.f. 1st July, 2016 on recommendatory basis in various Institute's programmes organized by Board of Studies, Regional Councils and Branches during each year of Practical Training (Articleship period). This will be in addition to Orientation / GMCS / ITT courses of the Board of Studies (BoS).

To fulfill the requirement the students are advised to participate / attend in National Conventions/Conferences/ Conclaves/Regional/Sub-Regional Conferences and other seminars, Study Circle Meetings, Elocution Contest/ Quiz Contest etc. or any other programme as may be approved by BoS. Principals are requested to facilitate at least the minimum interactive hours during each year.

The students shall be required to submit a self-declaration form (hosted in the BoS website) regarding their participation/ attendance after completion of each year from the date of commencement of their Practical Training, within three months, to the respective DCOs under which they are registered either by email or registered mail.

Director, Board of Studies

Non-applicability of Amendments to AS or Ind AS for November, 2016 Examination

Any new AS or Ind AS or revised version of AS or Ind AS, notified by the MCA, is being made applicable for CA examination only after one year of its notification.

Accordingly, amendments made on 31st March, 2016 by the MCA in the Companies (Accounting Standards) Rules, 2006 and Companies (Indian Accounting Standards) Rules, 2015 **will not be applicable for November, 2016 examination** both at the Intermediate (IPC) and Final levels.

Director, Board of Studies

EMPANELMENT OF FACULTY MEMBERS FOR GMCS / ORIENTATION COURSE / ITT and Advanced ITT COURSE

If You Have Flair For Teaching, A Zeal To Communicate With Students And Disseminating Knowledge Is Your Passion Then The Opportunity Is Knocking At Your Door!!

The Board of Studies of The Institute of Chartered Accountants of India (ICAI) organizes soft skills courses namely General Management and Communication Skills (GMCS) , Orientation Course , ITT and Advanced ITT course for the students pursuing Chartered Accountancy.

The Board intends to draw a Panel from amongst its Members and other Professional Members for appointment as Faculty for the aforesaid course(s). Presently, All four aforementioned Courses are organized by Regional Councils, DCOs and Branches of ICAI. The objective of these courses is to transform our budding Chartered Accountants to refurbish their threats into opportunities and weakness into strengths. If you think you are the right person for aforesaid purpose the following are the prerequisites for appointment as Faculty which are as under-

- (i) The applicants should be experienced and well known members of the profession, management consultants/trainers and members of the academic community from Universities/Management Institutes etc. Eminent person of regional/national repute may be invited for interactive sessions. The criteria for selection of faculty for GMCS/OC/ITT Course is as under-

ORIENTATION COURSE	
Faculty for RCs & DCOs Practicing CA/CS with minimum 5 years experience in public speaking/training/paper presentation etc. For General Management - MBA / Post Graduate in Commerce / Management from a reputed institution having relevant experience of at least 10 years either with corporate training or University / College / Management Institutions. PG in English (Hons.) with minimum 5 years experience in teaching.	Faculty for Branches Practicing CA/CS with minimum 3 years experience in public speaking/training/paper presentation etc. For General Management - MBA / Post Graduate in Commerce / Management from a reputed institution having relevant experience of at least 5 years either with corporate training or University / College / Management Institutions PG in English (Hons.) with minimum 3 years experience in teaching.
GMCS COURSE	
Faculty for RCs & DCOs CA from big industry having 5 years experience in handling HR matters. MBA (HR) with minimum 5 years experience in industry in HR department. Rest of the qualification/experience same as OC. PG in English not eligible.	Faculty for Branches CA from big industry having 3 years experience in handling HR matters MBA (HR) with minimum 3 years experience in industry in HR department. Rest of the qualification same as OC. PG in English not eligible.
ITT and Advanced ITT COURSE	
Faculty for RCs & DCOs CA with D.I.S.A. (ICAI) having minimum 3 years experience in Information Technology related fields. M. Tech (CS/IT) or MCA or M.Sc.(CS/IT) or B.E. / B. Tech. (CS/IT) or MBA(IT) or 'B' Level Certification in Computer Application from DOEACC or M.Sc./ M.Com with at least 1 year PG Diploma in Computer Applications and minimum of 3 years teaching / Information Technology related experience.	Faculty for Branches CA with D.I.S.A. (ICAI) having minimum 2 years experience in Information Technology related fields. M. Tech (CS/IT) or MCA or M.Sc.(CS/IT) or B.E. / B. Tech. (CS/IT) or MBA(IT) or 'B' Level Certification in Computer Application from DOEACC or M.Sc./ M.Com with at least 1 year PG Diploma in Computer Applications and minimum of 2 years teaching / Information Technology related experience.

- (ii) The faculty members/trainers shall be paid suitable honorarium on the basis of the location of the Organizing Centre, as per BoS guidelines.

Candidates who are interested to be empanelled as a Faculty for the aforesaid courses (Other than office bearer of Branches / Regional Councils) may apply by filling relevant information available at the following link latest by 15th July, 2016: <http://bit.ly/28PuF0k>

For any assistance, kindly contact at 0120-3045915/988/964. The Institute shall have the sole right to accept/reject any application.

Director, Board Of Studies

National Convention for CA Students - INDORE

2nd & 3rd JULY, 2016

RAVINDRA NATYA GRAH,
INDORE

Organized by: Board of Studies, ICAI

Hosted by: Indore Branch of CICASA of ICAI

THEME: GYANVESHANA (A quest towards knowledge)

TIME	SUBJECT
DAY-1	
9:00 am to 10:00 am	Inaugural Session Chief Guest: Mr. Shivraj Singh Chauhan (Chief Minister MP), Mr. Kailash Vijayvargiya (National Secretary BJP) CA. M. Devaraja Reddy, President, ICAI Guest of Honor: CA. Nilesh Shivji Vikamsey, Vice President, ICAI Key Note Address: CA. Manoj Fadnis (Past President, ICAI)
10:00 am to 11:00 am	Interaction and open House with Board of Studies CA Babu Abraham Kallivayalil, Chairman, BOS CA Dhiraj Kumar Khandelwal, Vice Chairman, BOS
11:00 am to 12:30 pm	Technical Session 1 Session Speaker: CA. Rakesh Gupta, Sr. Advocate Direct Taxes- • Income computation and Disclosure Standards • Domestic Transfer Pricing • Double Taxation Avoidance Agreements
12:30 pm to 1:00 pm	Session on Importance of Articleship Speaker: CA. Jay Chhaira, Central Council Member
1:00 pm to 1:30 pm	Initiatives taken by Board of Studies for Students
2:00 pm to 3:30 pm	Technical Session 2 Session Speaker: CA. Amarjeet Chopra, Past President, ICAI • Real estate Bill • Insolvency & Bankruptcy Act • Increase in NPA in PSBs
3:30 pm to 4:30 pm	Motivational Session Speaker: N. Raghuraman (DB Blogger)
4:30 pm to 6:00 pm	Technical Session 3 Session Speaker: CA. M P Vijay Kumar, Central Council Member Indirect Taxes • Introduction to GST • Service Tax: Negative List; Positive Approach • CENVAT Rules
DAY-2	
9:30 am to 10:00 am	Session on life Management Speaker: Mr. Vijay Shankar Mehta
10:00 am to 11:30 am	Technical Session 4 Session Speaker: CA. Atul Kumar Gupta, Central Council Member Accounting and Auditing • Forensic Audit • IND AS • Global Scams and role of Auditor
11:30 am to 12:30 pm	Special Session Expectations of Industry Speaker: CA. Manoj Fadnis (Past President, ICAI)
12:30 pm to 2:00 pm	Technical Session 5 Session Speaker: CA Manu Agrawal, Central Council Member Information Technology-Emergence of the new Era • Cloud Computing & Mobile Computing • Change in Trade and Commerce due to digital divide • Cyber Security
2:30 pm to 4:00 pm	Technical Session 6 Session Speaker: CA Dhinal Shah, Central Council Member Companies Act • Pvt Company, LLP & P/ship firm – A Comparative study • CARO 2016 • Internal Financial Controls- IFC
4:00 pm to 5:00 pm	Motivational Session By startup mentor/founder

The Valedictory Session will be held on Day – 2.

Students are hereby requested to register for the Convention at the earliest as per the following details:

Registration fees	₹400/- upto 3 rd June, ₹ 500/- upto 25 th June, ₹ 600/- upto 30 th June. NO SPOT REGISTRATION	For Accommodation details contact the branch
Payment Mode	Payment mode Cash/DD/Cheque to be drawn in favor of "Indore Branch of CIRC of ICAI", payable at Indore	

For registration, contact:-

INDORE BRANCH OF CIRC OF ICAI

"ICAI BHAWAN" Plot No 19-B, Scheme No 78, Part-2

Near Madhya Pradesh Pollution Control Board, Indore-452010 (India)

Telephone Board +91 731 2570052, 2570053, 4298198

E-mail: indore@icai.in, chairmancicasa_indore@icai.org Website - <http://indore-icai.org>

CA. Babu Abraham Kallivayalil Chairman, Board of Studies, ICAI & Convention Chairman	CA. Dhiraj Kumar Khandelwal Vice - Chairman, Board of Studies, ICAI & Convention Co-Chairman	CA. Kemisha Soni Central Council Member, ICAI & Convention Convener
CA. Garjana Rathore Chairperson Indore Branch & Convention Coordinator	CA. Anand Jain Chairman, Indore Branch of CICASA of ICAI & Convention Coordinator	CA. Abhay Chajed Chairman CIRC CA. Nilesh Gupta CICASA Chairman CIRC CA. Churchill Jain Regional Council Member, CIRC Convention Co-Coordinator

National Conclave for CA Students - BHAYANDER

2nd & 3rd JULY, 2016

ASHOKAA BANQUET HALL, SPAN
HEIGHTS APARTMENT, NEAR
D MART, BHAYANDAR WEST

Organized by: Board of Studies, ICAI

Hosted by: Vasai Branch of WIRC jointly with Vasai Branch of WICASA

THEME: "JAGRITI"

TIME	PARTICULARS
DAY-1	
9:30 am to 10:30 am	Interaction and Open House with Central Council Members of ICAI CA. Dhiraj Kumar Khandelwal- (Vice Chairman-BOS & CCM) CA. Jay Chhaira (Central Council Member) CA. Prafulla Chhajed (Central Council Member) CA. Tarun Ghia (Central Council Member) CA. Nihar Jambusaria (Central Council Member) CA. Mangesh Kinare (Central Council Member) CA. Dhinal Shah (Central Council Member) CA. Zaware Shiwaji (Central Council Member)
10.30 am to 11.30 am	Inaugural Session Chief Guest: CA. Motilal Oswal * CA. M. Devaraja Reddy (President, ICAI) Guest of Honour: CA. Nilesh Vikamsey (Vice-President, ICAI)
11.45 am to 12.45 pm	Special Session-1 on Motivational- CA. Prateek Jain (CFO, Reliance Mutual funds)
2.00 pm to 3.30 pm	Technical Session I – Domestic & International Taxation Session Chairman: CA. Nihar Jambusaria (Central Council Member) Topics: 1. Transfer Pricing – Advanced Pricing Agreement 2. ICDS & Ind AS/AS Differences
3.45 pm to 5.15 pm	Technical Session II – Indian Economies Session Chairman: CA. Pradeep Malu (Founder & CEO, IStreet Network, Mumbai) Topics: 1. Make in India – Role of CA 2. E – Commerce Opportunity
DAY-2	
9:30 am to 11:00 am	Technical Session III – Corporate Laws Session Chairman: CA. Amarjit Chopra (Past President - ICAI) Topics: 1. Responsibility of Auditors as per Companies Act 2013 2. Internal Financial Controls
11:15 am to 12.45 pm	Special Session II- Panel Discussion on Capital Market Session Chairman: Mr. Sumeet Bagadia (Associate Director at Choice Broking) CA. Anil Singhvi (Chief Editor of CNBC Awaaz) CA. Vikas Khemani (CEO, Edelwiess Capital)
12.45 pm to 1.15 pm	Initiatives taken by Board of Studies, ICAI for Students CA. N. C. Hegde (Central Council Member) CA. Anil Bhandari (Central Council Member)
2.15 pm to 3.15 pm	Special Address by HR Executives/CFOs/Faculties of IIMs and IITs- CA. Kanu H. Doshi (Dean Finance Welingkar Education, Dadar)
3.30 pm to 5.00 pm	Technical Session V - Information Technology Session Chairman: CA. Manu Agrawal (Central Council Member) Topics: 1. Digital India 2. Challenges for IT and the need of Stringent Cyber Law

The Valedictory Session will be held on Day – 2.

*Subject to confirmation

Students are hereby requested to register for the Conclave at the earliest as per the following details:

Registration fees	₹ 500/- per student	Accommodation (if required) @ ₹1500 per student
Payment Mode	Cash/DD/Cheque to be drawn in favor of Vasai branch of WICASA , payable at Mumbai . And Details for Online Registration please visit the link http://utility.vasai-icai.org/scevent.aspx?companyid=887&serverip=1	

For registration, contact:-

Vasai Branch of WIRC of ICAI, Branch Premises, Indralok Phase-II, New Golden Nest Road,
Opp. Suthar wadi, Bhayander (East), Thane- 401105
Phone: 022-65568900/01/02. Mobile:7208099778Email: vasaibranch@gmail.com. Website- www.vasai-icai.org

CA. Babu Abraham Kallivayalil Conclave Chairman & Chairman, Board of Studies, ICAI	CA. Dhiraj Kumar Khandelwal Conclave Co-Chairman & Vice-Chairman, Board of Studies, ICAI	CA. N.C. Hegde Conclave Convener, CCM & Member, Board of Studies, ICAI
CA. Vimal Agrawal Conclave Coordinator & Chairman, Vasai Branch of WIRC of ICAI Mob- 9320617447	CA. Ankit Rathi Conclave Coordinator & Chairman, Vasai Branch of Students Association Mob- 9029059911	

National Convention for CA Students - NAGPUR

7th & 8th JULY, 2016

IMA HALL, NAGPUR

Organized by: Board of Studies, ICAI

Hosted by: Nagpur Branch of WIRC & Nagpur Branch of WICASA

THEME: COMMITMENT UNLOCKS IMAGINATION

TIME	PARTICULARS
DAY-1	
9:00 am to 10:00 am	Registrations
10.00 am to 11.00 am	Interaction and Open House with Board of Studies & Panel Discussion CA. Babu Abraham Kallivayalil, Chairman BOS, ICAI and CA. Dhiraj Khandelwal, Vice-Chairman, BOS, ICAI a. New CA Curriculum in sync with the Global Industry Scenario b. Initiatives taken by Board of Studies, ICAI for Students
11.00 am to 12.00 pm	Inaugural Session Chief Guest – CA. M. Devaraja Reddy, President, ICAI and Eminent Personality Guest of Honour – CA. Babu Abraham Kallivayalil, Chairman, BOS, ICAI Keynote address – CA. Jaydeep N. Shah, Past President, ICAI
12.00 pm to 2.00 pm	Technical Session I: Taxation: Change is the only Constant! Session Chairman: CA. Mangesh Kinare, Central Council Member, ICAI 1. Recent Path-breaking Case Laws under the Income Tax Act, 1961 2. Ever-expanding Service Tax Ambit: Recent Amendments
3.00 pm to 4.00 pm	Motivational Session – Speaker : Eminent Personality
4.00 pm to 6.00 pm	Technical Session II: Information Technology Era: Growing Exponentially Session Chairman: CA. Atul Gupta, Central Council Member, ICAI 1. Disaster Recovery Planning and Management: Simplifying the Complicated! 2. Accounting Software: Streamlining Businesses
DAY-2	
10.00 am to 12.00 pm	Technical Session III: Accounts & Audit: A Global View Session Chairman: CA. S.B. Zaware, Central Council Member, ICAI 1. Is Corporate India ready for IND AS? 2. Forensic Audit : A Skeptical Investigation
12.00 pm to 1.00 pm	Let's Empower Ourselves with Power of Yoga
2.00 pm to 4.00 pm	Technical Session IV: Professional Opportunities – Are You Ready? Session Chairman: CA. Jay Chhaira, Central Council Member, ICAI 1. Start-up India – Stand up India 2. Keep Yourself Committed for Exploring New Horizons

The Valedictory Session will be held on Day – 2.

Students are hereby requested to register for the Convention at the earliest as per the following details:

Registration fees	₹ 650/- per student	Accommodation (if required) @ ₹750/- per student PER DAY OVER & ABOVE DELEGATE FEES. (Outstation students who wish to join, as delegates are required to register by 25 th June 2016 to enable us to make necessary stay arrangements.)
Payment Mode	Cash/DD/Cheque to be drawn in favour of- NATIONAL CONVENTION FOR CA STUDENTS, payable at Nagpur (or) Get Details for Online Registration: www.nagpuricai.org	

For registration, contact:-

Nagpur Branch of the ICAI

Phone: 0712-2443968 • 2441196 & Email: natcon16ngp@gmail.com Website: www.nagpuricai.org

CA. Babu Abraham Kallivayalil
Convention Chairman &
Chairman, Board of Studies, ICAI

CA. Dhiraj Kumar Khandelwal
Convention Co-Chairman &
Vice-Chairman, Board of Studies, ICAI

CA. Abhijit Kelkar
Convention Convener &
Regional Council Member, Nagpur

CA. Swapnil Ghate,
Convention Coordinator &
Chairman, Nagpur Branch of ICAI

CA. Kirit Kalyani
Convention Coordinator &
Chairman, Nagpur Branch of WICASA

National Convention for CA Students - BARODA

8th & 9th JULY, 2016

SIR SAYAJI RAO NAGAR GRUH,
AKOTA, BARODA, GUJARAT

Organised by: Board of Studies, ICAI

Hosted by: Baroda Branch of WIRC of ICAI & Baroda Branch of WICASA

THEME: ... SUCCESS IS BORN OUT OF ACTION

DAY-1

9:30 am to 10:30 am	Inaugural Session Chief Guest: Miss Bhakti Sharma, First Asian Women Open Water Swimmer CA. M Devaraja Reddy , President, ICAI Guest of Honour: CA. Nilesh S Vikamsey, Vice President, ICAI
10:30 am to 12:00 noon	Technical Session I: Corporate Law Session Chairman: CA. Vikas Balia, Jodhpur 1. Independent Director; Definition, Remuneration and difference between Non-executive Director and Independent Director 2. Internal Financial Controls on Financial Reporting 3. Structuring of Shareholder's Agreement
12:15 pm to 1:15 pm	Interactive Session with Board of Studies CA. Babu Abraham Kallivayalil , Chairman, Board of Studies, ICAI CA. Dhiraj Kumar Khandelwal , Vice Chairman Board of Studies, ICAI
2:15 pm to 3:15 pm	Special Session: "Success is Born out of Action" Session Chairman: CA. Uttam Prakash Agarwal, Past President of ICAI Session Speaker: Mr. T. S. Madaan, Delhi
3:30 pm to 5:00 pm	Technical Session II: Changing Paradigm of Indian Economy Session Chairman: CA. Anil Bhandari, Central Council Member, ICAI 1. Top 5 ways to boost startups in Growing India 2. Tax Reforms – Path to India 2030 3. Intricacies of Taxation of E-Commerce – Domestic & International Transaction
7:00 pm Onwards	The Creative Side of CA Student (for the Students, by the Students, of the Students)

DAY-2

9:00 am to 11:30 am	Panel Discussion by CFO & CA in Practice: The Changing Landscape for Financial Services in India Session Chairman: CA. Jay Chhaira, Central Council Member, ICAI Panel Moderator: CA. Maulik Mehta*, Vadodara Panelist: 1. CA. Rajendra Joshipara, CFO of M/s. Nirma Ltd. 2. CA. P R. Remesh, Hyderabad
11:45 am to 1:15 pm	Technical Session III: Accounts & Auditing Session Chairman: CA. Yagnesh Desai, Mumbai 1. Auditor's Responsibility under Companies Act 2013 2. Ind AS – Flight to Globalization of Indian Accounting 3. Expression of Modified Opinion by the Auditor and usage of EOM/OM Paragraph - Case Studies' based discussion from the Annual Reports.
2:00 pm to 3:45 pm	Technical Session IV: Indirect Taxation Session Chairman: CA. Atul Kumar Gupta, Central Council Member, ICAI 1. Controversies in Export of Service 2. Comparative View of Indirect Tax of Developed v/s Developing Countries 3. Declared Services
4:00 pm to 5:30 pm	Special Session & Valedictory Session Chief Guest – Eminent Personality Transform your thinking Speaker: Mr. Saunak Bhattha, Motivational Speaker, Kathmandu, Nepal*

*Subject to confirmation

Students are requested to get registered for the Convention as per the following details:

Registration fees	₹ 900/- before 30 th June, thereafter ₹1100/-
Payment Mode	Cash/DD/Cheque to be drawn in favor of WICASA, payable at Baroda. Students can enroll themselves online also by visiting on www.baroda-icai.org

CA. Babu Abraham Kallivayalil Chairman, Board of Studies, ICAI Convention Chairman	CA. Dhiraj Kumar Khandelwal Vice-Chairman, Board of Studies, ICAI Convention Co-Chairman & Convener	CA. Shruti Shah Chairperson, WIRC of ICAI Convention Coordinator
CA. Pradeep K. Agrawal Chairman WICASA, Convention Coordinator	CA. Viral Shah Chairman, Baroda Branch of WIRC of ICAI Convention Coordinator	CA. Arpan Dodia Chairman, Baroda Branch of WICASA Convention Coordinator

National Convention for CA Students - SALEM

15TH & 16TH JULY, 2016

SENTHIL PUBLIC SCHOOL,
SALEM

Organized by: Board of Studies, ICAI

Hosted by: Salem Branch of SIRC of ICAI and Salem Branch of SICASA of ICAI

THEME: WINNER WITHIN

DAY-1

9.00 am to 10.30 am	Inaugural Session
10.30 am to 11.30 am	Interaction and Open House with Board of Studies CA.Babu Abraham Kallivayalil, Chairman, Board of Studies, ICAI and CA.Dhiraj Kumar Khandelwal, Vice-Chairman, Board of Studies, ICAI
11.45 am to 1.30 pm	Technical Session I – Financial Management Session Chairman: CA.Saravana Prasad, Chennai Topics: 1. Working Capital Management – Practical scenario 2. New Methods of funding 3. Time value of Money and Capital Budgeting
2.30 pm to 4.15 pm	Technical Session II – Indirect Taxation Session Chairman: CA.Madhukar Narayan Hiregange, Bangalore Topics: 1. Brand name for small scale industries 2. CENVAT Credit on Capital Goods. 3. Service Tax on Transportation
4.30 pm to 5.30 pm	Special Session I – V.P. Nagarajan, Past Chairman, Dubai Chapter of ICAI

DAY - 2

9.30 am to 11.15 am	Technical Session III – Direct Taxation Session Chairman: CA. Charanjot Singh Nanda, Delhi Topics: 1. Base Erosion Profit Shifting 2. Transfer pricing 3. Presumptive Income
11.30 am to 1.00 pm	Special Session – II – J.V.C.Sreeram, Hyderabad
2.00 pm to 3.45 pm	Technical Session IV – Corporate Law – Panel discussion Session Chairman: CA.Dhinal Ashvinbhai Shah, Ahmedabad Topic: Role of Auditor in corporate world – Appointment, Retirement and Responsibility
4.00 pm to 5.00 pm	Special Address by HR Executives/CFOs/Faculties of IIMs and IITs

The Valedictory Session will be held on Day – 2.

Students are requested to register for the Convention at the earliest as per the following details:

Registration fees	₹300 per student	Accommodation (if required) @ ₹ 200 per student
Payment Mode	Cash/DD/Cheque to be drawn in favour of Salem branch of SIRC, payable at Salem	

For registration, contact:-

Salem Branch of the ICAI, "ICAI Bhavan"

Phone: 0427-2316638 • 0427- 2318813& Email: salemsicasa@gmail.com, salem@icai.org

Website: www.salemsicasa.org. Mobile: 9655452167

Students who are interested to participate in the cultural programme are requested to register before 5th July at Salem Branch of the ICAI.

CA. Babu Abraham Kallivayalil
Convention Chairman &
Chairman, Board of Studies, ICAI

CA. Dhiraj Kumar Khandelwal
Convention Co-Chairman &
Vice-Chairman, Board of Studies, ICAI

CA. G. Sekar,
CA. M.P. Vijay Kumar,
CA. K. Sripriya
Convention Convenors, Central Council
Members & Members, Board of Studies, ICAI

CA. A.V. Arun
Convention Coordinator &
Chairman, Salem Branch of ICAI

CA. E. Vigneshwar
Convention Coordinator &
Chairman, Salem Branch of SICASA

National Convention for CA Students - KOLKATA

16TH & 17TH JULY, 2016

CENTENARY HALL, CALCUTTA
UNIVERSITY, KOLKATA

Organized by: Board of Studies, ICAI

Hosted by: EIRC & EICASA

THEME: AASHAYEIN : THE GLIMPSE OF A BETTER TOMORROW

DAY-1

10. am to 11. am	Inaugural Session Chief Guest: Smt. Smriti Irani , Minister of HRD, Govt. of India. ** CA. M. Devaraja Reddy , President- ICAI Guest of Honour: Sri Partha Chatterjee , Education Minister, Govt. of West Bengal. **
11.00 am to 12. noon	Interaction and Open House with Board of Studies CA. Babu Abraham Kallivayalil , Chairman, BOS, ICAI CA. Dhiraj Kumar Khandelwal , Vice Chairman, BOS, ICAI
12.00 pm to 1.30 pm	Knowledge Session I: Corporate Law Key Note Speaker : CA. (Ms) K Sripriya, Central Council Member, ICAI Topics: a) Fraud Reporting under Companies Act 2013 b) Ease of doing business in India: Company Law Reforms c) Companies Amendment Bill 2016: Adieu to unwarranted compliances
2.30 pm to 3.00 pm	Initiatives taken by Board of Studies, ICAI for Students Director, Board of Studies & other council members
3.00 pm to 4.30 pm	Knowledge Session II: Indian Economy, Technology & Current Affairs Key Note Speaker: CA. Jay Chhaira, Central Council Member, ICAI Topics: a) MCLR Interest regime –Its Impact on Economic Growth b) Technology in CA Education: E-learning, Satellite Learning, Social Networking Sites c) Swachh Bharat: Role of Student
4.30 pm to 6.00 pm	Special Session: Motivational Session
DAY - 2	
10. am to 11.30 am	Knowledge Session III: Accounts & Audit Key Note Speaker: CA. M.P. Vijay Kumar, Central Council Member, ICAI Topics: a) Implementation of IND AS – Final step towards IFRS & challenges thereof b) How to manage finances in a startup company? c) Forensic Audit: The Future
11.30 am to 12.30 pm	DEBATE Topic : Reservation in India should be based on Economic criteria
12.30 pm to 2 pm	Knowledge Session IV: Taxation Key Note Speaker : CA. Dhinal Shah, Central Council Member, ICAI Topics: a) GST in India: Way Forward b) Taxation of HUF and Family settlements c) Regulation to curb black money
3.00 pm to 4.00 pm	Special Session V: Panel discussion on 'Success Strategies for CA. Examinations Speakers: CA. Nischal Narayanam , Hyderabad CA. Avinash Sancheti , Kolkata

The Valedictory Session will be held on Day – 2.

Students are hereby requested to register for the Convention at the earliest as per the following details:

Registration fees	₹600 upto 30 th June ₹750 from 1 st July to 10 th July	Accommodation (if required) @ ₹ 500 per student PER DAY OVER & ABOVE DELEGATE FEES.
Payment Mode	Cash/DD/Cheque to be drawn in favour of "ICAI- EIRC", payable at Kolkata Students may register online at www.eirc-icai.org or write to conventionkolkata@gmail.com	

**Confirmation awaited

For registration, contact:-

Eastern Regional Office of the ICAI

Phone: 033- 30211138 & Email: payal.agarwal@icai.in Website- www.eirc-icai.org

Mobile: CA.Payal Agarwal 9903541161 (from 10 am to 5 pm)

CA. Babu Abraham Kallivayalil
Convention Chairman
Chairman, Board of Studies, ICAI

CA. Dhiraj Kumar Khandelwal
Convention Co-Chairman
Vice-Chairman, Board of Studies, ICAI

CA. (Dr) Debasish Mitra
CA. Sushil Kumar Goyal
CA. Ranjeet Kumar Agarwal
Convention Conveners, Central Council Members & Members, Board of Studies, ICAI

CA. Anirban Datta
Convention Coordinator
Chairman, EIRC

CA. Manish Goyal
Convention Co- Coordinator
Vice Chairman, EIRC & Chairman, EICASA (94340-39003)

BRANCH LEVEL ELOCUTION AND QUIZ AT CHENNAI

Branch level Elocution and Quiz Contests for students falling within the **jurisdiction** of Chennai will be held as per the following details.

Elocution Competition : July 10, 2016 (10.30 am to 1.30 pm)

Quiz Contest : July 10, 2016 (2.00 pm to 5.00 pm)

Venue : SIRC of ICAI, ICAI Bhawan, No. 122, M.G. Road, Nungambakkam, Chennai - 600034.

Eligibility for Participation

Students registered for IPCC and Final undergoing articles/audit training Course.

Topics for Branch Level Elocution Contest, 2016-17

1. Financial Reporting in the context of Financial Stability.
2. Forensic Audit.
3. E-initiatives by CBDT to facilitate tax compliance.
4. Essentials of Cost & Management Accounting for healthcare organizations.
5. Gross National Happiness is more important than Gross National Product.
6. Yoga – A Tool for Physical and Emotional Strength.

Students interested to participate may register by sending email to sircbranches@icai.in with Subject "Elocution and Quiz Contest - 2016" with Name, SRO Number, Address, Mobile, Email ID, whether participating in Elocution/Quiz/Both and the Topic on which you would be presenting at Elocution Contest.

For further details please contact: 044-30210323 or send email to sircbranches@icai.in

Date Extended for public comments on the draft proposed syllabus under the Revised Scheme of Education and Training

The date for receiving public comments on the draft proposed syllabus under the Revised Scheme of Education and Training has been extended to **July 15, 2016**. The detailed contents of the syllabus have been hosted on the Institute website <http://www.icai.org/> under the heading "Most Important" at the link: <http://resource.cdn.icai.org/42291bos32007.PDF>.

The stakeholders may send their suggestions/objections in this regard by visiting the link: <https://goo.gl/V1WQ2y>.

V. Sagar
Secretary, ICAI

How to Access Distance Education for CA Course on ICAI Cloud Campus

Introduction

- One-Stop-Window for information, enrolment, educational, administrative, examination, and other requirements of Students
- Learning System designed to be pursued along-with articulated/ practical training.
- Provides education in the form of (a) **Video Lectures** for practical problem solving subjects, (b) **e-Lectures** for all subjects, audio lectures, (c) **Online mentoring** and (d) **Self-assessment quizzes** for all three levels – CPT, Intermediate (IPC) and Final.



E-Learning -How to Access

Select e-Learning Tab on ICAI Cloud Campus

How Can a Student Enroll and Start Using e-Learning

- Self-register on the Students LMS through the “Create Account” button on the Home Page by giving pertinent details start his/ her e-Learning immediately



- After creating an account student can login to student LMS account using the login ID and password created in the earlier step and select the paper and chapter thereof that he/ she wishes to study.



Video Lectures for practical problem solving subjects

- Video Based Training (VBT) lectures for practical subjects like Accounts, Taxation, FM, AMA etc. with Blackboard Teaching for greater conceptual clarity and problem solving skills.

Online Mentoring

- Students can join LIVE Online Mentoring to the students to clear their doubts
- Recordings of Online Mentoring Sessions are also available to enable students to view these sessions even after the event date and time, at their convenience.

e-Learning	Online Mentoring	BoS Knowledge Portal	GMCS/OP/ITT
Video Lectures	Recorded Online Mentoring	Webcasts	Forms
Audio Lectures	Articles Placement Portal	Results	Examination Portal
BOS's Students Events	CA Students Work Diary	Articles Training Resources	



CA. M. Devaraja Reddy, President, ICAI with the participants of the Four Weeks Residential Programme on Professional Skills Development at the Centre of Excellence, Hyderabad.

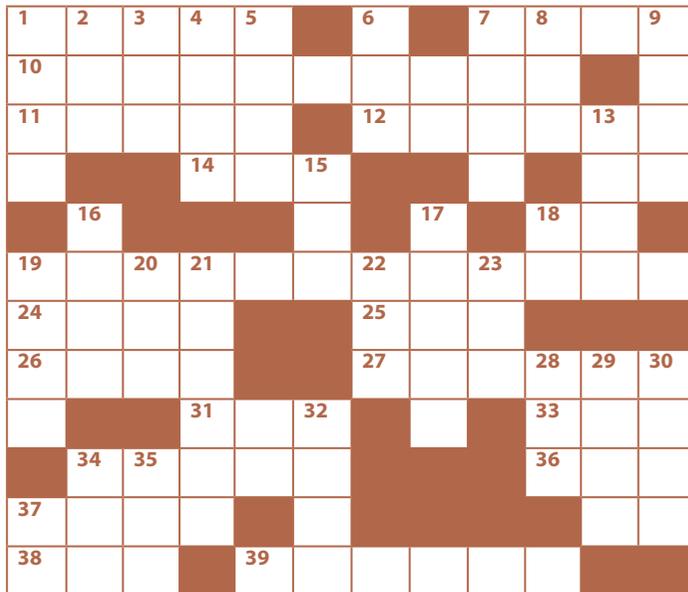


CA. Babu Abraham Kallivayalil, Chairman, Board of Studies with the Students and Managing Committee Members of the Tirupur Branch of SIRC of ICAI. CA. R. Anbazhagan, Chairman, Tirupur Branch & R. S. Senthil Prabhu, Chairman, Branch SICASA also seen in picture.

CROSSWORD SOLUTION - JUNE 2016

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CROSSWORD - JULY 2016



ACROSS

- _____ risk is the risk that the auditor may give an inappropriate opinion on the financial information that is materially misstated.
- An enterprise holding investment properties should account for them in accordance with _____ model as prescribed in AS 10, Property, Plant and Equipment.
- The Finance Bill, 2016 proposes to bring to tax non-compete fee received/receivable in relation to carrying on a _____
- Upper class
- Balance due
- One of the management institutes in India.
- The highest rate of _____ is proposed to be restricted to 40% from A.Y.2018
- Increase
- Veteran
- _____ is an international journal promoting an integrated view of soft computing to solve real life problems.
- _____ chain refers to the linkage between suppliers, manufacturers and customers.
- _____ is a measurement of water's ability to oxidize contaminants
- One of the major trade partners of India.
- Minimum number of directors required under the Corporate Social Responsibility committee
- A proposed National Value added tax in India.

37. The initial capital used to start a business: _____ capital.

38. One of the trigonometric identities: _____ .

39. A Private Company which is subsidiary of a Public Company is treated as _____ Companies:

DOWN

- Copied
- A reference (an address) to a resource on the Internet.
- A _____s a serial code used to uniquely identify objects.
- _____ is a person who is usually extremely indecisive yet highly optimistic with mild phases of morbidity.
- Swarm
- One of the major trade partners of India.
- _____ Competencies are those capabilities that are critical to a business achieving competitive advantage.
- Services by a guest house for lodging purposes having declared tariff of a unit of accommodation below _____ thousand per day are exempt from service tax
- Unlawful act.
- Vehicle
- Spasm
- Reward scheme under Foreign Trade Policy to compensate infrastructural inefficiencies and associated costs involved in export of goods/products

- In foreign exchange transactions the day on which the deal is settled and currency is delivered is called _____ date.
- Roman numeral for 101.
- Entice
- _____ is a computational method that optimizes a problem by iteratively trying to improve a candidate solution with regard to a given measure of quality.
- In the relational model of DBMS, a "Tuple" is equivalent to a _____.
- The operating system developed and used by Apple Inc is _____.
- _____ is a regional political party active in the Indian states of Andhra Pradesh and Telangana.
- _____ one of a breed of small, short-haired dogs.
- The _____ Supper, the famous mural painting by Leonardo Da Vinci.
- Abominable Snowman.
- Lima is the capital of _____.
- One of the main export items by India immediately after Independence.
- The cocks may crow, but it's the _____ that lays the egg.

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