



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



**New Scheme of
Education
and Training
at a Glance**



Chartered Accountant

Paper 8
Indirect Tax Laws
(Final)

Paper 2
Corporate and other
Laws (Intermediate)

Paper 2A
Business Laws
(Foundation)

CONTENTS

Board of Studies (Academic) (2023-24)

Chairman

CA. Vishal Doshi

Vice Chairman

CA. Dayaniwas Sharma

Members

CA. Aniket Sunil Talati, President (Ex-officio)
CA. Ranjeet Kumar Agarwal, Vice-President (Ex-officio)
CA. (Dr.) Rajkumar Satyanarayan Adukia
CA. Chandrashekhar Vasant Chitale
CA. Dheeraj Kumar Khandelwal
CA. Durgesh Kumar Kabra
CA. Mangesh Pandurang Kinare
CA. Piyush Sohanraji Chhajed
CA. Sridhar Muppala
CA. Prasanna Kumar D
CA. Cotha S. Srinivas
CA. Sripriya Kumar
CA. Sushil Kumar Goyal
CA. (Dr.) Debashis Mitra
CA. Rohit Ruwatia
CA. (Dr.) Anuj Goyal
CA. Prakash Sharma
CA. Kemisha Soni
CA. (Dr.) Raj Chawla
CA. Hans Raj Chugh
CA. Pramod Jain
CA. Charanjot Singh Nanda
CA. (Dr.) Sanjeev Kumar Singhal
Dr. P. C. Jain
Advocate Vijay Kumar Jhalani

Co-opted Members

CA. Viral Kiran Mehta
CA. Manoj Kumar
CA. Jay Prakash Sharma
CA. Vikash Parakh
CA. Prasant Panda
CA. Palak Bhaskerbhai Pavagadhi
CA. Ankit Chotalia
CA. Ajitkumar C Shah
CA. Balakrishnan K

Special invitees

CA. (Dr.) G. S. Grewal
CA. Dhaval Thakkar
CA. Mahavir Jain
CA. (Dr.) Sangeeta Pandit
CA. Suresh Saket Bagdia
CA. Pawankumar Nanuram Swami
CA. Praful Karan Thacker
CA. Ravindra Vikram M
CA. Pankaj Kumar Trivedi
CA. Sohil Paresh Shah
CA. Yatinkumar Navinbhai Patel
CA. Abhishek Kedia

Total Circulation: 3,09,683

Check your Address: Dear Students, in case there is any change in your address, kindly log in on SSP portal and give full particulars of your address along with correct PIN Code. This would enable us to ensure regular and prompt delivery of the Journal.

Correspondence with regard to advertising and writing articles

Email: writesj@icai.in

Non-receipt of Students' Journal

Email: nosj@icai.in

Cover Image Courtesy: www.imagesbazaar.com

INSIDE

03 President's Communication

04 Vice-President's Communication

05 Chairman's Communication

06 Chairman SSEB (Board of Studies-Operations) Communication

07 CA Final: Indirect Tax Laws

16 CA Intermediate: Corporate and other Laws

27 CA Foundation: Business Laws

32 Announcement

36 Crossword

President and Editor-in-Chief

CA. Aniket Sunil Talati

Vice President

CA. Ranjeet Kumar Agarwal

Chairman

CA. Vishal Doshi

Vice Chairman

CA. Dayaniwas Sharma

Director-Board of Studies (Academic)

CA. Vandana Nagpal

Editorial Support

Dr. Ruchi Agarwal, Deputy Secretary
Jai Narayan Ram, Deputy Secretary

Office

Board of Studies, The Institute of Chartered, Accountants of India, ICAI Bhawan, A-29, Sector-62, Noida-201 309. Phone : 0120-3045907

Head Office

The Institute of Chartered Accountants of India, ICAI Bhawan, Indraprastha Marg, New Delhi-110002.

EDITOR: CA. VISHAL DOSHI

Printed and published by CA. Vandana Nagpal, on behalf of The Institute of Chartered Accountants of India, New Delhi.

PUBLISHED at the Institute's Office at Indraprastha Marg, New Delhi and printed at M/s. Printrade Issues (INDIA) Pvt. Ltd., Plot No. EL-179, TTC Industrial Area, Electronic Zone, Mahape, Dist. Thane, Pin Code - 400 710, Maharashtra.

The views and opinions expressed or implied in THE CHARTERED ACCOUNTANT STUDENT are those of the authors and do not necessarily reflect those of ICAI. Unsolicited articles and transparencies are sent at the owner's risk and the publisher accepts no liability for loss or damage. Material in this publication may not be reproduced, whether in part or in whole, without the consent of ICAI.

DISCLAIMER: The ICAI is not in any way responsible for the result of any action taken on the basis of the advertisement published in the Journal.

SWACHH BHARAT - A STEP TOWARDS CLEANLINESS

PRESIDENT'S COMMUNICATION



Dear Students,

Warmest Greetings to you all.

I extend my heartiest congratulations to all the aspiring chartered accountants on the auspicious occasion of the CA Day on 1st July. On this day, we celebrate not just the establishment of our esteemed Institute but also the commitment and dedication of our founding fathers who laid the strong foundation upon which we stand today.

As we celebrate this momentous day, take a moment to reflect on the rich legacy of our Institute and the immense responsibility that lies ahead. Let us honour the vision and values of our founding fathers by upholding the highest standards of ethical practice and professionalism while working towards and inspiring future that lies ahead.

Celebrating Significant Milestone of 75 years

It gives me immense pleasure to share this exciting news with all of you that we will mark a significant milestone in ICAI's history this year; as we will be celebrating the 75th Year of Foundation of our esteemed Institute, the celebrations for which will begin on July 1, 2023 and I encourage each one of you to be a part of many activities that have been planned.

Let me apprise you that, for the past seven and half decades, ICAI has been a beacon of excellence, providing the highest quality education and training to chartered accountancy students. During this long journey, the profession has grown exponentially to the strength of more than 3.8 lakh members and over 8 lakh students, becoming largest accounting body in the world and one of the most coveted professional qualifications. Over the years, we have nurtured countless talents, who have gone on to become leaders in the field, driving progress, and contributing to the growth of our nation's economy. This remarkable journey is a testament to the dedication and commitment of our students, faculty, staff, and the visionary leadership that has guided our Institute over the years.

As we prepare to commemorate this historic occasion, let us reminisce on the achievements, challenges, and the incredible impact we have made as an Institute. It is a time to celebrate the successes, cherish the memories, and honour the legacy of those who have contributed to our growth and development.

"Your level of integrity, ethical behaviour and sense of fairness will contribute to your success over the long term."

- Ross Wilson

Launch of New Scheme of Education and Training

I am delighted to inform you that the launch of New Scheme of Education and Training of Chartered Accountancy course would be done on 1st July 2023. The Chief Guest for the celebrations

will be the Hon'ble President of India, Smt. Droupadi Murmu Ji. Indeed, it is going to be a momentous day for all of us. I thank the Vice President, CA. Ranjeet Kumar Agarwal, Chairman, BoS (A) CA. Vishal Doshi, Vice Chairman BoS (A) CA. Dayaniwas Sharma, my Council and the entire Team ICAI to make it possible. The highlights of the New Scheme are as under:

- The present three tier structure, namely, Foundation, Intermediate and Final level is continuing in the New Scheme of Education and Training.
- In addition, four Self-Paced Online Modules have been introduced.
- In place of 4+8+8 papers, there would be 4+6+6+4 papers in the New Scheme i.e., 4, 6 and 6 papers each at the Foundation, Intermediate and Final levels, respectively, and in addition thereto, 4 Self-Paced Online Modules.
- Seamless and Focused Practical Training would be an examination-free period of two years.
- Technology enabled learning advocated by NEP, 2020 to be implemented through Self-Paced Online Modules, where both learning and assessment would be online.
- Integrated Business Solutions would be a mandatory paper at the Final level to assess the integrated application of professional knowledge in different subject areas combined with the skills acquired during practical training.
- Assessment by way of case scenario/study based MCQs for 30 marks in every subject at the Intermediate and Final levels to hone the analytical skills of aspiring chartered accountants.
- Impetus on education in Ethics and Information Technology, by blending them with select core subjects at the Final level.
- Implementation of International Curriculum.

The Gazette notification and Announcement of the New Scheme of Education and Training has been hosted on ICAI's website. The same is also printed in this edition of the Student Journal.

Student Conferences Broaden Horizons

I am delighted to share with you that the Students Skills Enrichment Board (BoS-Operations) is organising Mega/National/State Level Student Conferences at Aurangabad, Pimpri Chinchwad, Jamnagar, Jaipur and Baroda in the month of July, 2023. Further, conferences were held at Ernakulam, Indore, Mangalore, Kolkata, Guwahati, Nagpur, Amravati and Meerut last month. I encourage each and every one of you to actively participate in these conferences as it allows you to explore key skills and stay updated on the latest developments in the various areas of interest. You will get a chance to listen to experts, engage in interactive sessions, network, and gain exposure to innovative ideas in these conferences. These experiences may help broaden your horizons and inspire you to pursue new avenues of learning.

"Believe in yourself, your abilities and your own potential. Never let self-doubt hold you captive. You are worthy of all that you dream of and hope for."

- Roy Bennett

Wish you all the best for a bright future ahead. Happy CA Day to all of you!

Yours sincerely

CA. ANIKET S. TALATI
PRESIDENT, ICAI

VICE PRESIDENT 'S COMMUNICATION



My Dear Students,

*Only if we understand, comprehend and value our past,
we can build a bright progressive future.*

This month is extremely significant and dear to our heart as 1st July, 2023 marks the 75th Chartered Accountants' Day. This year also we are marking the Amrit Kaal for our beloved nation as we are celebrating the 75th year Anniversary of the Independence of India as well. It gives me immense pride to address you considering an important and joyous milestone that the Institute of Chartered Accountants of India (ICAI) is about to commemorate.

Recognition and Establishment of Concept of Accounting: Initiation of Regulation of Profession

The concept of accounting is as old as the economy itself. The necessity for financial management was realised as the human intellect evolved, and an organised economy emerged. ICAI was legally conceptualised for regulating the profession of Chartered Accountancy in the country soon after Independence, when nation's leaders were giving shape to the economic structure.

Magnitude of Members and Students ICAI since Inception till date: A Projection of wholesome Growth

In the last 75 years of its existence, ICAI has contributed immensely towards the growth and development of our country. On 1st July, 1949 when the Institute was set up the number of members were **1689** which stands to **3,82,582** till date and the number of students has grown to **8,05,167**.

Major Landmark Refinements in the Course Curriculum over the past 75 years: Consistent Upgradation of capabilities

In the last 75 years some important path-breaking changes have taken place which have enhanced the relevance of our curriculum in accordance with the dynamic needs like Common Proficiency Test (CPT) was introduced, three and a half years practical training started, elective papers were introduced at Final Level which were open book and case study based. Again, Foundation was introduced in the place of CPT in which two papers were descriptive and two papers objective. These changes took place in accordance with the changing times and requirements of the economy and country in the accounting and auditing field.

New Course Curriculum: Integrating NEP 2020 and dynamic Trends

The New Scheme of Education and Training has been notified in the Gazette of India on 22nd June, 2023 and will come into effect from 1st July, 2023. The details of the same can be viewed on www.icai.org.

International Course Curriculum: The New Age Curriculum aimed at imparting Global Competitiveness

ICAI is going to introduce International Curriculum for developing Global Competitiveness in line with the Vision 2030 of ICAI.

The Salient Features of the above are as below:

- Single common curriculum for both Indian and International students, with the exception of country specific tax and law papers.
- Practical training under an eligible member of an IFAC member body.
- Online two-level soft-skills and information technology training

I would like to urge the aspiring professionals among you to uphold the pride of this noble profession. As article trainees, you can render the best quality services by engaging in diverse assignments for various clients, thereby facilitating their progress through knowledge sharing.

As our students, you represent a prestigious profession with substantial duties to society, the nation, yourself, and the firms where you are gaining practical experience. Our profession's success is heavily dependent on your hard work.

This **1st of July**, we wish to rededicate ourselves to the virtues that we had adopted in our profession and affirm to imbibe them with renewed commitment.

With Best Wishes

CA. RANJEET KUMAR AGARWAL
VICE PRESIDENT, ICAI

CHAIRMAN'S COMMUNICATION



My Dear Students

Warm Greetings!!

At the outset, I along with my Vice-Chairman, CA. Dayaniwas Sharma, feel extremely honored to greet you all on the auspicious occasion of 75th Chartered Accountants' Day of the Institute. It is a matter of great pride for the Chartered Accountants fraternity to celebrate this day that reminds us of our duties towards our Society and Nation. We represent a highly esteemed profession sharing a pivotal responsibility as a partner in nation building. Because of our dedication and contribution towards the betterment of our profession, the Institute has been rising extensively in terms of its members and students' base. The future of the profession lies in the hands of our budding professionals and therefore it is important that our students stride through their journey with utmost sincerity, dedication, and hard work so as to uphold the pride of this noble profession.

The May 2023 examination results of Intermediate and Final levels will be declared in the month of July 2023. I wish all the examinees who appeared in just concluded examination the grand success. The BoS(A) shall announce the dates of commencement of the next level of Live Learning Classes (LLC) soon after the declaration of the results. I would advise the students to make best use of these classes to gear up themselves for their next level of examination.

Also, for the Intermediate/Final and Foundation level students preparing for their forthcoming examination in November/December 2023 examinations respectively, the LLC at all these levels is already in progress. These live sessions are nationwide attended by students with full enthusiasm and are also available through the BoS Knowledge Portal or ICAI-BoS Mobile App or ICAI CA Tube/Youtube Channel for later reference of the students.

New Scheme of Education and Training

I along with my Vice-Chairman CA. Dayaniwas Sharma take pleasure in informing that the New Scheme of Education and Training has been notified and same would be launched on 1st July, 2023. This New Scheme of Education and Training will change the pedagogy of learning. Lot of emphasis has been put on the Emerging Technologies and Ethics in alignment with the National Education Policy (NEP), 2020.

Saransh Last Mile Referencer

In addition to the subject-wise capsules that are published monthly in the Students' Journal "The Chartered Accountant Student"; the BoS(A) had released a comprehensive booklet '**Saransh - Last Mile Referencer**' for various subjects namely Accounting, Auditing, and Cost Management and Strategic Decision Making of Chartered Accountancy Course in the month of February 2023. In its continuous endeavor in assisting students for their better preparedness in the examination, another series of the Saransh booklet for the subjects of Company Law, Financial Management and Strategic Management shall now be made available to the students on 1st July. These booklets are one stop repository that facilitate the readers to develop conceptual clarity and grasp the essence of the subject as a whole by serving them as a ready reckoner. The significant concepts dealt in these subjects are presented in attractive colors in the form of tables, diagrams, and flowcharts for facilitating easy retention and quick revision of topics. All these booklets will be made readily available on the Institute's website.

Capsule Insights

This edition contains comprehensive Capsules based on Paper 8: Indirect Tax Laws for CA Final, Paper 2: Corporate and Other Laws for CA Intermediate and Paper 2A: Business Laws for CA Foundation for students to revise their concepts.

- Capsule of **Final Course Paper 8: Indirect Tax Laws** contains the select substantive provisions of the GST law, namely, **Exemptions from GST**.
- Capsule of **Intermediate Course Paper 2: Corporate and Other Laws** captures the significant provisions related to '**Prospectus and Allotment of Securities**' and Share Capital and Debentures'.
- Capsule of **Foundation Course Paper 2A: Business Laws** covers various aspects from '**Chapter 5: The Companies Act, 2013**'.

"Dream big, stay positive, work hard and enjoy the journey!"

Wishing all of you success in your future endeavors.

Stay safe, stay healthy.

CA. VISHAL DOSHI
CHAIRMAN, BOARD OF STUDIES (ACADEMIC)

CHAIRMAN SSEB (BOARD OF STUDIES-OPERATIONS) COMMUNICATION



Dear Students,

Ascending to the pinnacle demands fortitude, whether it pertains to conquering Mount Everest or reaching the zenith of your professional journey. As we anticipate the imminent release of the results for the May 2023 CA Examination, I extend my best wishes to all the students who have appeared in the exams. For those who may not have achieved the desired outcome due to various reasons, I implore you not to lose heart but rather embark on meticulous preparations for the forthcoming attempt. Failure does not signify an inability to succeed; education is an incessant process, and diligent efforts will undoubtedly yield the finest outcomes.

SSEB remains resolute in its commitment to provide aspiring Chartered Accountant students with the training of unparalleled global standards as they prepare to venture into a professional realm brimming with challenges and opportunities. While affording them the freedom to soar, ICAI-SSEB recognizes the need to establish a training and learning system that fosters the highest values and encourages students to aspire to distinguished objectives.

Introducing innovation and dexterity that truly matter, SSEB imparts comprehensive knowledge to pave the way for integrated personalities, striking a harmonious balance between modern perspectives and traditional values.

Student Activities

For the first time, the Pick Deck Contest has been conceived as a novel activity to be conducted under the auspices of the CA Students National Talent Contest, 2023. The objective is to nurture an entrepreneurial mindset, fostering creativity, resourcefulness, and adaptability in the face of uncertainty and risk. The Branch Level Contests for Elocution and Pitch Deck were held between the 3rd and 12th of June 2023, while the winners at the Branch level proceeded to compete at the Regional Level Contests, held between the 6th and 21st of June 2023. The victors of the Regional Level Elocution and Pitch Deck Competitions finally contend at the National Level (Grand Finale) of the CA Students National Talent Contest, 2023, scheduled on the 28th of June 2023 at Mumbai. SSEB is planning to organize more activities under the banner of the CA Students National Talent Contest, 2023. I hereby encourage all students to actively participate in the forthcoming activities organized as part of the CA Students National Talent Contest, 2023.

During the month of June 2023, National Conferences were held in Ernakulam, Indore, Mangalore, and Kolkata, while Mega CA Students Conferences took place in Guwahati and Nagpur. Additionally, State-Level CA Students Conferences were conducted in Amravati and Meerut. The Mega-Conference of CA Students in Guwahati was inaugurated by His Excellency Shri Gulab Chand Kataria, the Hon'ble Governor of Assam, on the 10th of June 2023, and the Mega-Conference in Nagpur was inaugurated by Shri Nitin Gadkari, the Hon'ble Minister for Road Transport and Highways, on the 16th of June 2023. In light of the remarkable response, we are planning to organize a greater number of conferences in the coming months. Further conferences are slated to be organized in Aurangabad, Pimpri Chinchwad, Jamnagar, Jaipur, and Baroda during the month of July 2023, in response to the overwhelming encouragement received from students who actively participated in these conferences.

Conferences, conventions, and elocution contests present you with a chance to grace the podium and address a large gathering. Many accomplished speakers candidly confess that they were initially nervous when they first took the stage. However, one can become a proficient orator with determination. Seek out opportunities and actively participate.

Further, the batches for the Four Weeks Residential Programme are scheduled to be conducted at the Centers of Excellence in Hyderabad and Jaipur. I strongly urge students to avail themselves of this unique opportunity.

Furthermore, it is a moment of immense pride that ICAI is entering its 75th year on the 1st of July 2023. This significant milestone is a testament to the unwavering dedication, relentless pursuit of excellence, and visionary leadership that has propelled ICAI to the forefront of the accounting profession. As we embark on this remarkable journey, let us reflect on the rich legacy of the Institute and its invaluable contributions to the realm of accountancy. It is a time for us to celebrate the countless accomplishments and milestones achieved, and to reaffirm our commitment to upholding the highest standards of professional integrity and ethics. May this momentous occasion inspire us to forge ahead with renewed vigor, embracing innovation, and driving positive change in the profession as we continue to nurture the next generation of Chartered Accountants.

Best wishes for all your future endeavours and may blessings from above be bestowed upon you.

(CA MANGESH PANDURANG KINARE)
CHAIRMAN, SSEB

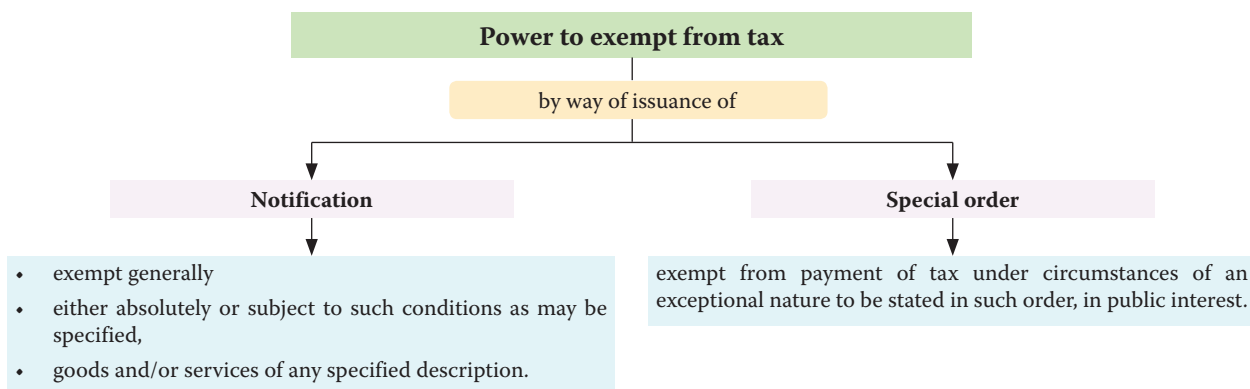
CA FINAL - PAPER-8: INDIRECT TAX LAWS

It has always been the endeavour of Board of Studies to provide quality academic inputs to the students of Chartered Accountancy Course. Keeping in mind this objective, BoS has come up with a crisp and concise capsule on significant topics of Paper 8: Indirect Tax Laws of Final Course to facilitate students in quick revision before examination. The Capsule makes use of diagrams, tables, flow charts etc. to facilitate recap of Chapter-4: Exemptions from GST of Part-I-Goods and Services Tax..

The capsule is based on the GST law as amended by the Finance Act, 2022 and significant notifications/circulars issued till 30th April, 2023 and is thus, relevant for students appearing in November, 2023 examination. Students may note that this capsule is a tool for quick revision and thus, should not be taken as a substitute for the detailed study of the subject. Students are advised to refer to the October 2021 Edition of Final Course Study Material alongwith Supplementary Study Paper-2022 and Statutory updates for November, 2023, which has been hosted on the ICAI website for comprehensive study and revision.

CHAPTER-4: EXEMPTIONS FROM GST

1. Power to exempt from tax [Section 11 of the CGST Act/ section 6 of IGST Act]



2. List of services exempt from GST

Services	Exempt Services
Services related to charitable and religious activities	Charitable activities BY an entity registered under section 12AA or 12AB of Income-tax Act.
	Services by a person by way of- (a) conduct of any religious ceremony; (b) renting of precincts of a religious place meant for general public, owned/managed by institutions/entities/trusts, registered under section 12AA/12AB/10(23C)(v) of the Income tax Act or body/authority covered under section 10(23BBA) of the said Act, except where- (i) charges for renting of rooms ≥ ₹ 1,000 per day; (ii) charges for renting of premises , community halls, kalyanmandapam, open area, etc. are ≥ ₹ 10,000 per day; (iii) charges for renting of shops/spaces for business/commerce are ≥ ₹ 10,000 per month.
	Services by a specified organisation [KMVN/Haj Committee] in respect of a religious pilgrimage [Haj and Kailash Mansarovar Yatra].
	Training/coaching in (a) recreational activities relating to arts/culture, by an individual or (b) sports by charitable entities registered under section 12AA or 12AB of the Income-tax Act.
Agriculture/Health care services	Loading, unloading, packing, storage or warehousing of rice.
	Warehousing of minor forest produce.
	Services by way of storage/ warehousing of cereals, pulses, fruits & vegetables.
	Artificial insemination of livestock (other than horses).
	Carrying out an intermediate production process as job work in relation to cultivation of plants & rearing of animals [except horses], for food, fibre, fuel, raw material or other similar products or agricultural produce.

INDIRECT TAX LAWS

Services	Exempt Services
	Services relating to cultivation of plants & rearing of animals [except horses], for food, fibre, fuel, raw material or other similar products or agricultural produce by way of – (a) agricultural operations directly related to production of any agricultural produce including cultivation, harvesting, threshing, plant protection or testing; (b) supply of farm labour; (c) processes carried out at an agricultural farm including tending, pruning, etc. and such like operations which do not alter the essential characteristics of agricultural produce but make it only marketable for the primary market; (d) renting or leasing of agro machinery or vacant land with/without a structure incidental to its use; (e) loading, unloading, packing, storage or warehousing of agricultural produce; (f) agricultural extension services; (g) services by any Agricultural Produce Marketing Committee or Board or services provided by a commission agent for sale/purchase of agricultural produce.
Education services	Services provided BY an educational institution (EI): - to its students, faculty and staff; - by way of conduct of entrance examination against consideration in form of entrance fee Services provided TO an EI, by way of,- (i) transportation of students, faculty and staff; (ii) catering, including any mid-day meals scheme sponsored by the Central Government (CG), State Government (SG) or Union Territory (UT); (iii) security/cleaning/house-keeping services performed in such EI; (iv) services relating to admission to, or conduct of examination by, such EI; (v) supply of online educational journals or periodicals. This exemption is only applicable to an institution providing services by way of education as part of a curriculum for obtaining qualification recognised by any law for time being in force. These exemptions are only applicable to an institution providing services by way of pre-school education & education up to higher secondary school or equivalent.
Health care services	Health care services BY a clinical establishment/ authorized medical practitioner/ para-medics. However, nothing in this entry shall apply to the services provided by a clinical establishment by way of providing room [other than Intensive Care Unit (ICU)/Critical Care Unit (CCU)/Intensive Cardiac Care Unit (ICCU)/Neo natal Intensive Care Unit (NICU)] having room charges exceeding ₹ 5000 per day to a person receiving health care services. Transportation of a patient in an ambulance BY any person other than specified above. Service BY a veterinary clinic in relation to Health care of animals/birds
Services provided by Government	Services by Governmental Authority (GA) by way of any activity in relation to any function entrusted to a Municipality /Panchayat under article 243W/ 243G of Constitution. Services by the CG/SG/UT/Local Authority (LA) excluding following services— (a) services by Department of Posts; (b) services in relation to an aircraft/a vessel, inside/outside precincts of a port/airport; (c) transport of goods/passengers; or (d) any service, other than 'specified services' above, provided to business entities. Services by the Department of Posts by way of post card, inland letter, book post and ordinary post (envelopes weighing less than 10 grams). Services provided by CG/SG/UT/LA to a business entity (BE) with an aggregate turnover of up to such amount in the preceding FY as makes it eligible for exemption from registration under the CGST Act, 2017. This exemption is not applicable to specified services, and renting of immovable property service. Services provided by CG/SG/UT/LA to another CG/SG/UT/LA. This exemption is not applicable to specified services. (a) to (c) hereinafter referred as 'specified services'

Services	Exempt Services
	Services provided by CG/SG/UT/LA** where consideration for such services does not exceed ₹ 5,000. This exemption is not applicable to specified services. **In case of continuous supply of service*, the exemption shall apply only where the consideration charged for such service does not exceed ₹ 5,000 in a FY. Supply of service by a Government Entity (GE) to CG/SG/UT/LA/any person specified by CG/SG/UT/LA against consideration received from CG/SG/UT/LA, in the form of grants. Services by an old age home run by CG/SG/an entity registered under section 12AA or 12AB of Income-tax Act to its residents (aged ≥60 years) against consideration upto ₹ 25,000 per month per member, provided that the consideration charged is inclusive of charges for boarding, lodging and maintenance. Services supplied by CG/SG/UT to their undertakings or PSUs by way of guaranteeing the loans taken by such undertakings or PSUs from the banking companies and financial institutions. Services provided by CG/SG/UT/LA by way of- - registration required under any law for the time being in force; - testing, calibration, safety check or certification relating to protection or safety of workers, consumers or public at large, including fire license, required under any law for the time being in force. Services provided by CG/SG/UT/LA by way of issuance of passport, visa, driving license, birth certificate or death certificate. Services provided by CG/SG/UT/LA by way of tolerating non-performance of a contract for which consideration in the form of fines or liquidated damages is payable to CG/SG/UT/LA under such contract. Services provided by CG/SG/UT/LA by way of assignment of right to use natural resources to an individual farmer for cultivation of plants & rearing of all life forms of animals [except horses], for food, fibre, fuel, raw material or other similar products. Services provided by CG/SG/UT by way of deputing officers after office hours or on holidays for inspection or container stuffing or such other duties in relation to import export cargo on payment of Merchant Overtime charges. Services supplied by a SG to Excess Royalty Collection Contractor (ERCC) by way of assigning the right to collect royalty on behalf of SG on the mineral dispatched by the mining lease holders subject to specified conditions. Services provided by rehabilitation professionals recognised under the RCI Act, 1992 by way of rehabilitation, therapy or counselling and such other activity as covered by the said Act at medical establishments, educational institutions, rehabilitation centers established by CG/SG/UT/an entity registered under section 12AA or 12AB of the Income-tax Act, 1961.
Construction services	Pure labour contracts of construction, erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation, or alteration of a civil structure or any other original works pertaining to the beneficiary-led individual house construction or enhancement under the Housing for All (Urban) Mission/ Pradhan Mantri Awas Yojana. Services supplied by Electricity Distribution Utilities by way of construction, erection, commissioning, or installation of infrastructure for extending electricity distribution network upto the tube well of the farmer/ agriculturalist for agricultural use. Pure labour contracts of construction, erection, commissioning, or installation of original works pertaining to a single residential unit otherwise than as a part of a residential complex.
Services of transport of passengers (with/ without accompanied belongings)	Such services provided by – - air in economy class, embarking from or terminating in an airport located in the state of Arunachal Pradesh, Assam, Manipur, Meghalaya, Mizoram, Nagaland, Sikkim, or Tripura or at Bagdogra located in West Bengal; non-air conditioned contract carriage other than radio taxi, for transportation of passengers, excluding tourism, conducted tour, charter or hire; or stage carriage other than air- conditioned stage carriage. However, nothing contained in items (b) and (c) above shall apply to services supplied through an ECO, and notified under Section 9(5) of the CGST Act.

INDIRECT TAX LAWS

Services	Exempt Services
	Such services provided to CG by air, embarking from or terminating at a Regional Connectivity Scheme (RCS) airport, against consideration in the form of viability gap funding. This exemption shall apply only till expiry of a period of 3 years from date of commencement of operations of the RCS airport as notified by the Ministry of Civil Aviation. Such services provided by— - railways in a class other than first class/an air-conditioned coach; - metro, monorail or tramway; - inland waterways; - public transport, other than predominantly for tourism purpose, in a vessel between places located in India; and - metered cabs or auto rickshaws (including e-rickshaws). However, nothing contained in item (e) above shall apply to services supplied through an ECO, and notified under Section 9(5) of the CGST Act.
Goods transportation services	Services by way of transportation of goods- - by road except the services of— - a goods transportation agency (GTA); - a courier agency; - by inland waterways. Exempt transportation of goods by rail/ vessel/ by GTA in a goods carriage - Agricultural produce - milk, salt and food grain including flours, pulses and rice - organic manure - newspaper or magazines registered with the Registrar of Newspapers - Defence/ military equipments - relief materials meant for victims of natural or man-made disasters, calamities, accidents or mishap Services provided by a GTA to an unregistered person, including an unregistered casual taxable person, except following recipients, namely: - - a factory registered under Factories Act, - society registered under Societies Act, - Co-operative society, - body corporate and - partnership firm including AOP; - registered casual taxable person. Services provided by a GTA, by way of transport of goods in a goods carriage, to, - - a Department or Establishment of the CG/SG/UT; or - local authority; or - Governmental agencies, which has taken registration only for the purpose of deducting tax under section 51 and not for making a taxable supply of goods or services.
Banking and financial	Services by way of— extending deposits, loans or advances in so far as the consideration is represented by way of interest or discount (other than interest involved in credit card services); - inter se sale or purchase of foreign currency amongst banks or authorised dealers of foreign exchange or amongst banks and such dealers. Services provided by a banking company to Basic Saving Bank Deposit (BSBD) account holders under Pradhan Mantri Jan Dhan Yojana (PMJDY). Services by an acquiring bank, to any person in relation to settlement of an amount upto ₹ 2,000 in a single transaction transacted through credit card, debit card, charge card or other payment card service. Services by an intermediary of financial services located in a multi services SEZ with International Financial Services Centre (IFSC) status to a customer located outside India for international financial services in currencies other than Indian rupees.

Services	Exempt Services
Services of Life insurance business	Such services by way of annuity under the National Pension System by Pension Fund Regulatory and Development Authority of India (PFRDA) under PFRDA Act, 2013.
	Such services by the Army, Naval and Air Force Group Insurance Funds to members of the Army, Navy and Air Force, respectively, under the Group Insurance Schemes of CG.
	Services of life insurance provided/agreed to be provided by the Central Armed Police Forces (under Ministry of Home Affairs) Group Insurance Funds to their members under the Group Insurance Schemes of the concerned Central Armed Police Force.
	Such services by the Naval Group Insurance Fund to the personnel of Coast Guard under the Group Insurance Schemes of CG.
	Such services under following schemes- (a) Janashree Bima Yojana; (b) Aam Aadmi Bima Yojana; (c) Life micro-insurance product** as approved by the Insurance Regulatory and Development Authority (IRDA), having maximum amount of cover of ₹ 2,00,000 ; (d) Varishtha Pension BimaYojana; (e) Pradhan Mantri Jeevan Jyoti BimaYojana; (A) (f) Pradhan Mantri Jan DhanYojana; (g) Pradhan Mantri Vaya Vandan Yojana.
General insurance business	Such services under following schemes – (a) Hut Insurance Scheme; (b) Cattle Insurance under Swarnajaynti Gram Swarozgar Yojna; (c) Scheme for Insurance of Tribals; (d) Janata Personal Accident Policy and Gramin Accident Policy; (e) Group Personal Accident Policy for Self-Employed Women; (f) Agricultural Pumpset and Failed Well Insurance; (g) premia collected on export credit insurance; (h) Restructured Weather Based Crop Insurance Scheme (RWCIS), approved by the Government of India and implemented by the Ministry of Agriculture; (i) Jan Arogya Bima Policy; (j) Pradhan Mantri Fasal Bima Yojana (PMFBY); (B) (k) Pilot Scheme on Seed Crop Insurance; (l) Central Sector Scheme on Cattle Insurance; (m) Universal Health Insurance Scheme; (n) Rashtriya Swasthya Bima Yojana; (o) Coconut Palm Insurance Scheme; (p) Pradhan Mantri Suraksha BimaYojna; (q) Niramaya Health Insurance Scheme implemented by the Trust constituted under the provisions of the National Trust for the Welfare of Persons with Autism, Cerebral Palsy, Mental Retardation and Multiple Disabilities Act, 1999; (r) Bangla Shasya Bima.
	Services provided to CG/SG/UT under any insurance scheme for which total premium is paid by CG/SG/UT. (C)
	Services by way of reinsurance of the insurance schemes specified in (A) or (B) or (C) above.
	Services by the Employees' State Insurance (ESI) Corporation to persons governed under the ESI Act, 1948.
	Services provided by the EPFO to the persons governed under the Employees Provident Funds (EPF) & Miscellaneous Provisions Act, 1952.
Services provided by specified bodies	Services by CMPFO to persons governed by Coal Mines Provident Fund and Miscellaneous Provisions Act, 1948.
	Services by NPS Trust to its members against consideration in the form of administrative fee.

INDIRECT TAX LAWS

Services	Exempt Services	
Pension schemes	Services by way of collection of contribution under: - Atal Pension Yojana - any pension scheme of SG	
Business facilitator/ correspondent	Services by the following persons in respective capacities – - business facilitator/business correspondent to a Banking Co. with respect to accounts in its rural area branch; - any person as an intermediary to a business facilitator or a business correspondent with respect to services mentioned in entry (a); or - business facilitator/business correspondent to an insurance company in rural area.	
Services provided to Government	Following services provided to the CG/SG/UT/LA by way of any activity in relation to any function entrusted to a Panchayat/Municipality under articles 243G/243W of the Constitution: ☐ Pure services ☐ Composite supply of goods and services in which the value of supply of goods constitutes not more than 25% of the value of the said composite supply.	
	Service provided by Fair Price Shops to CG/SG/UT by way of sale of food grains, kerosene, sugar, edible oil, etc. under Public Distribution System (PDS) against commission/margin.	
	Services provided to CG/SG/UT under any insurance scheme for which total premium is paid by CG/SG/UT.	
	Services provided to CG/SG/UT administration under any training programme for which 75% or more of the total expenditure is borne by CG/SG/UT administration.	
Leasing services	Upfront amount payable in respect of service by way of granting of long term lease of 30 years, or more of industrial plots/plots for development of infrastructure for financial business, provided by the State Government Industrial Development Corporations or Undertakings or by any other entity having 20% or more ownership of CG/SG/UT to the industrial units/developers in any industrial/financial business area, subject to specified conditions.	
Legal services	Service provided by	To
	☐ Arbitral tribunal	any person other than BE
	☐ Partnership firm of advocates or an individual as an advocate other than a senior advocate by way of legal services	BE with an aggregate turnover up to such amount in the preceding FY as makes it eligible for exemption from registration under the CGST Act
	☐ Senior advocate by way of legal services	CG/SG/UT/LA/GA/GE
	Legal services provided by a partnership firm of advocates/ individual as an advocate other than a senior advocate to another advocate/ partnership firm of advocates providing legal services	
Sponsorship of sports events	Sponsorship of sporting events organised - - by a national sports federation, or its affiliated federations, where the participating teams or individuals represent any district, State, zone or Country; - by Association of Indian Universities, Inter-University Sports Board, School Games Federation of India, All India Sports Council for the Deaf, Paralympic Committee of India or Special Olympics Bharat; - by the Central Civil Services Cultural and Sports Board; - as part of national games, by the Indian Olympic Association; or - under Panchayat Yuva Kreedha Aur Khel Abhiyaan Scheme.	
Skill Development services	Services provided by, _ - National Skill Development Corporation (NSDC) set up by GoI; - Sector Skill Council (SSC) approved by NSDC; - assessment agency approved by SSC/NSDC - a training partner approved by SSC/NSDC in relation to- - the National Skill Development Programme implemented by NSDC; or - a vocational skill development course under the National Skill Certification and Monetary Reward Scheme; or - any other Scheme implemented by NSDC.	

Services	Exempt Services	
	Services of assessing bodies empanelled centrally by DGT, Ministry of Skill Development and Entrepreneurship by way of assessments under the SDI Scheme.	
	Services provided by training providers (Project implementation agencies) under DDUGKY implemented by Ministry of Rural Development, GoI by way of offering skill or vocational training courses certified by the National Council for Vocational Training (NCVT).	
Performance by an artist	Services by an artist by way of a performance in folk or classical art forms of music/ dance/ theatre, if the consideration charged for such performance is not more than ₹ 1,50,000 . This exemption shall not apply to service provided by such artists as a brand ambassador.	
Right to admission to various events	Services by way of admission to: (i) museum, national park, wildlife sanctuary, tiger reserve or zoo (ii) protected monument declared under the Ancient Monuments and Archaeological Sites & Remains Act 1958/any of the State Acts, for the time being in force. (iii) following events/places where the consideration for right to admission is not more than ₹ 500 per person: (a) circus, dance, or theatrical performance including drama or ballet; (b) award function, concert, pageant, musical performance or any sporting event other than a recognised sporting event; (c) recognised sporting event; (d) planetarium.	
Services by an unincorporated body or a non-profit entity registered under any law for the time being in force	Services by unincorporated body/ non- profit entity to its own members as reimbursement/share of contribution:	
	(i) As a trade union	(ii) for providing exempt activity
	(iii) up to an amount of ₹ 7,500 per month per member for sourcing of goods/services from a third person for the common use of its members in a housing society/residential complex	
	Services provided by such entity/body engaged in-	
	(i) activities relating to the welfare of industrial/agricultural labour or farmers; or (ii) promotion of trade, commerce, industry, agriculture, art, science, literature, culture, sports, education, social welfare, charitable activities and protection of environment, to its own members against membership fee upto ₹ 1000/- per member per year .	
Other exempt services	Transfer of a going concern , as a whole or an independent part thereof.	
	Services associated with transit cargo to Nepal and Bhutan (landlocked countries).	
	Services by way of renting of residential dwelling for use as residence except where the residential dwelling is rented to a registered person. Explanation — For the purpose of exemption under this entry, this entry shall cover services by way of renting of residential dwelling to a registered person where, – (i) the registered person is proprietor of a proprietorship concern and rents the residential dwelling in his personal capacity for use as his own residence; and (ii) such renting is on his own account and not that of the proprietorship concern.	
	Services by way of transportation of goods by an aircraft from a place outside India upto the customs station of clearance in India.	
	Services by way of transportation of goods by an aircraft from customs station of clearance in India to a place outside India. This exemption is available till 30.09.2022.	
	Services by way of transportation of goods by a vessel from customs station of clearance in India to a place outside India. This exemption is available till 30.09.2022.	

INDIRECT TAX LAWS

Services	Exempt Services
	Services by way of giving on hire – (a) to a state transport undertaking (STU), a motor vehicle meant to carry more than 12 passengers; (aa) to a local authority, an Electrically operated vehicle (EOV) meant to carry more than 12 passengers; or (b) to a GTA, a means of transportation of goods. (c) motor vehicle for transport of students, faculty and staff, to a person providing services of transportation of students, faculty and staff to an educational institution providing services by way of pre-school education and education upto higher secondary school or equivalent.
	Service by way of access to a road or a bridge on payment of toll charges.
	Transmission/distribution of electricity by an electricity transmission/ distribution utility.
	Services provided by an incubatee up to a total turnover of ₹ 50 lakh in a FY provided:- (a) total turnover had not exceeded ₹ 50 lakh during the preceding FY; and (b) a period of 3 years has not elapsed from the date of entering into an agreement as an incubate.
	Taxable services, provided or to be provided, by a Technology Business Incubator/ Science and Technology Entrepreneurship Par (TBI/STEP) recognised by NSTEDB or bio- incubators recognised by BIRAC.
	Services by way of collecting or providing news by an independent journalist, PTI or United News of India.
	Services of public libraries by way of lending of books, publications or any other knowledge-enhancing content or material.
	Services by an organiser to any person in respect of a business exhibition held outside India.
	Tour operator service, which is performed partly in India and partly outside India, supplied by a tour operator to a foreign tourist, to the extent of the value of the tour operator service which is performed outside India. However, value of the tour operator service performed outside India shall be such proportion of the total consideration charged for the entire tour which is equal to the proportion which the number of days for which the tour is performed outside India has to the total number of days comprising the tour, or 50% of the total consideration charged for the entire tour, whichever is less. Further, in making the above calculations, any duration of time equal to or exceeding 12 hours shall be considered as one full day and any duration of time less than 12 hours shall be taken as half a day.
	Services by way of pre-conditioning, pre-cooling, ripening, waxing, retail packing, labelling of fruits and vegetables which do not change or alter the essential characteristics of the said fruits or vegetables.
	Services provided by the National Centre for Cold Chain Development under the Ministry of Agriculture, Cooperation and Farmer's Welfare by way of cold chain knowledge dissemination .
	Services by a foreign diplomatic mission located in India.
	Services by way of granting National Permit to a goods carriage to operate through-out India/ contiguous States
	Services by way of providing information under the RTI Act .
	Services provided to a recognised sports body (RSB) by- (a) an individual as a player, referee, umpire, coach or team manager for participation in a sporting event organised by a RSB; (b) another RSB.
	Services by way of public conveniences such as provision of facilities of bathroom, washrooms, lavatories, urinal or toilets.

Above services have been exempted from both CGST and IGST. Apart from these services, list of services exempt from IGST also include following services:

	Services received from a provider of service located in a non- taxable territory by – (a) CG/SG/UT/LA/GA/ an individual in relation to any purpose other than commerce, industry or any other business or profession; (b) an entity registered under section 12AA/12AB of the Income-tax Act, 1961 for the purposes of providing charitable activities; or
--	--

	(ba) way of supply of online educational journals or periodicals to an educational institution other than an institution providing services by way of- (i) pre-school education and education up to higher secondary school or equivalent; or (ii) education as a part of an approved vocational education course; (c) a person located in a non-taxable territory. However, the exemption shall not apply to – (i) OIDAR services received by persons specified in entry (a) or entry (b); or (ii) services by way of transportation of goods by a vessel from a place outside India up to the customs station of clearance in India received by persons specified in the entry.
	Services received by the RBI, from outside India in relation to management of foreign exchange reserves.
	Services provided by a tour operator to a foreign tourist in relation to a tour conducted wholly outside India.
	Services supplied by an establishment of a person in India to any establishment of that person outside India, which are treated as establishments of distinct persons provided the place of supply of the service is outside India.
	Import of services by UN or a specified international organisation for official use of UN or the specified international organisation.
	Import of services by Foreign diplomatic mission or consular post in India, or diplomatic agents or career consular officers posted therein subject to specified conditions.

FINANCE UPDATE

• SEBI has issued norms for transactions in corporate bonds through RFQ platform

In a bid to increase the liquidity on Request for Quote (RFQ) platform of stock exchanges and to enhance the transparency and disclosure pertaining to trading in secondary market in corporate bonds, market regulator Securities and Exchange Board of India has asked stock brokers (SBs) to undertake at least 10 per cent of their total secondary market trades by value through RFQ platforms.

<https://www.thehindubusinessline.com/markets/sebi-issues-norms-for-transactions-in-corporate-bonds-through-rfq-platform/article66924997.ece>

• Trading volumes in commodity exchanges dip on high margin cost

Trading volumes on the commodity exchanges are rapidly dropping due to the emergence of the unofficial dabba market and the levy of stiff upfront margin on trades on exchanges.

<https://www.thehindubusinessline.com/markets/trading-volumes-in-commodity-exchanges-dip-on-high-margin-cost/article66934251.ece>

• RBI launches financial inclusion dashboard

Recently Reserve Bank of India (RBI) has launched a financial inclusion dashboard named 'Antardrishti'. As the name suggests, the dashboard will provide the required insight to assess and monitor the progress of financial inclusion by capturing relevant parameters.

https://economictimes.indiatimes.com/news/economy/policy/rbi-governor-launches-financial-inclusion-dashboard-antardrishti/articleshow/100774718.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst

source=contentofinterest&utm_medium=text&utm_campaign=cppst

• HSBC India executes first NDF transaction with Reliance Industries

HSBC India executed its first Non-Deliverable Forward forex derivative transaction with Reliance Industries, a day after the RBI allowed such transactions for resident Indians. Recently the RBI issued guidelines for NDF contracts that can be issued to non-retail participants for hedging and are settled in the Indian rupee.

<https://www.financialexpress.com/market/hsbc-india-executes-first-ndf-transaction-with-reliance-industries/3117597/>

• Sebi Proposes Mandating Additional Disclosure for High-Risk FPIs

Recently SEBI has proposed new norms for high-risk foreign portfolio investors (FPIs) mandating, additional disclosures of the ownership, economic interest, and control rights of such funds.

<https://www.businessworld.in/article/Sebi-Proposes-Mandating-Additional-Disclosure-For-High-risk-FPIs/31-05-2023-478639/>

• NSE shifts Nifty Bank F&O contracts expiry day to Friday

The National Stock Exchange of India (NSE) has decided to change the Bank Nifty Futures and Options (F&O) expiry day to Friday from Thursday. The new rule will come into effect from July 14.

<https://www.livemint.com/market/stock-market-news/nse-changes-nifty-bank-f-o-expiry-day-to-friday-11686027504340.html>

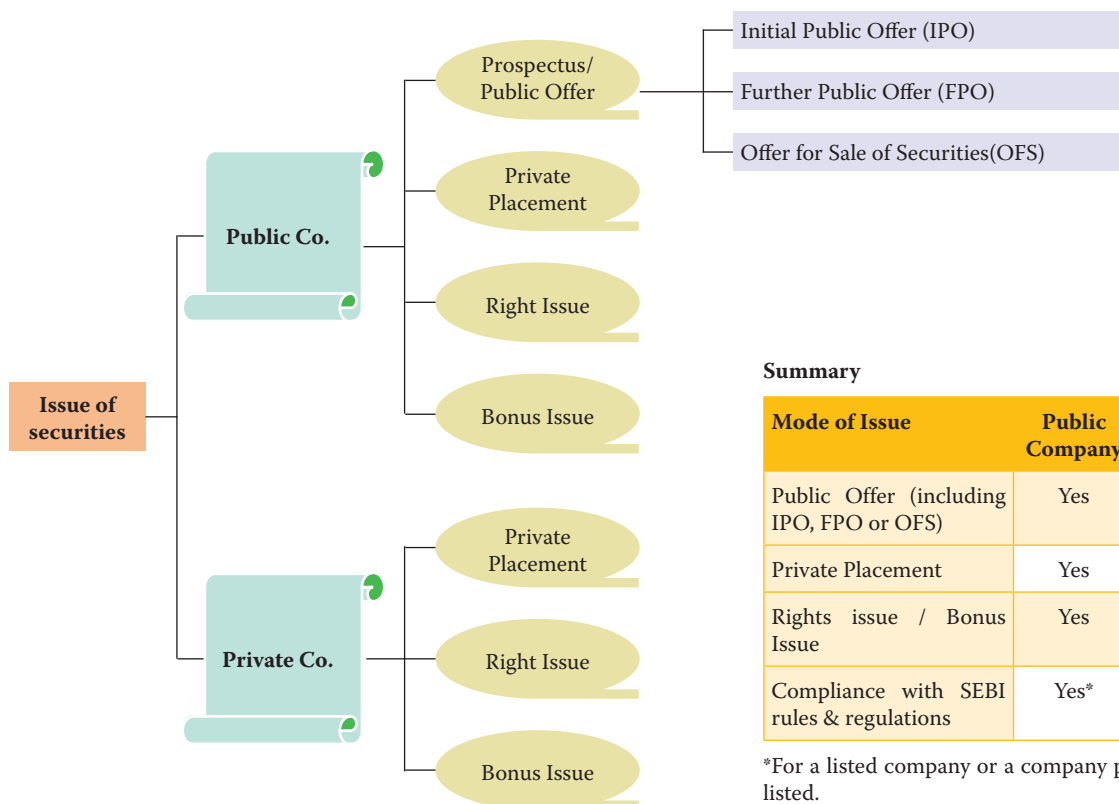
CORPORATE AND OTHER LAWS

CA INTERMEDIATE – PAPER 2: CORPORATE AND OTHER LAWS

In this capsule on Intermediate, Paper 2: Corporate and Other Laws, an attempt has been made to capture the significant provisions related to 'Chapter 3- Prospectus and Allotment of Shares' and 'Chapter 4- Share Capital and Debentures'. The students are advised to read the September 2021 edition of the Study Material and related amendments for detailed knowledge and understanding of the said topics. This capsule is intended to assist you in the process of revision of concepts discussed in the Study Material.

CHAPTER 3- PROSPECTUS AND ALLOTMENT OF SHARES

I. MODES FOR ISSUE OF SECURITIES



II. PROSPECTUS

MEANING OF PROSPECTUS?

Prospectus

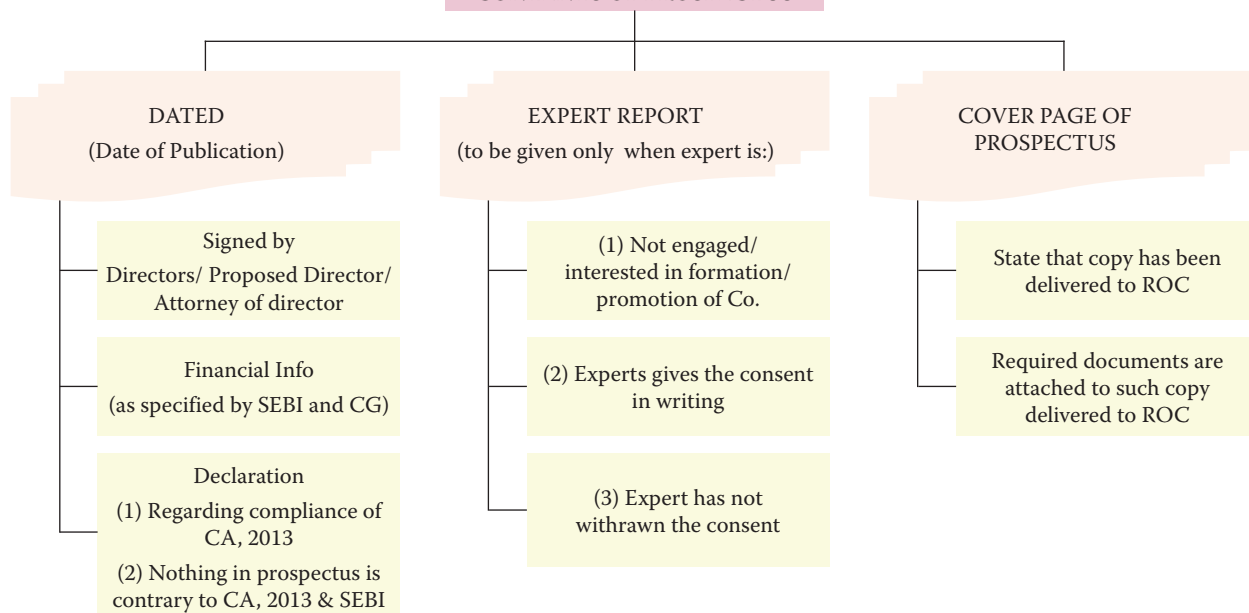
- Document described or issued as a prospectus
- for subscription of any securities of body corporate

Includes

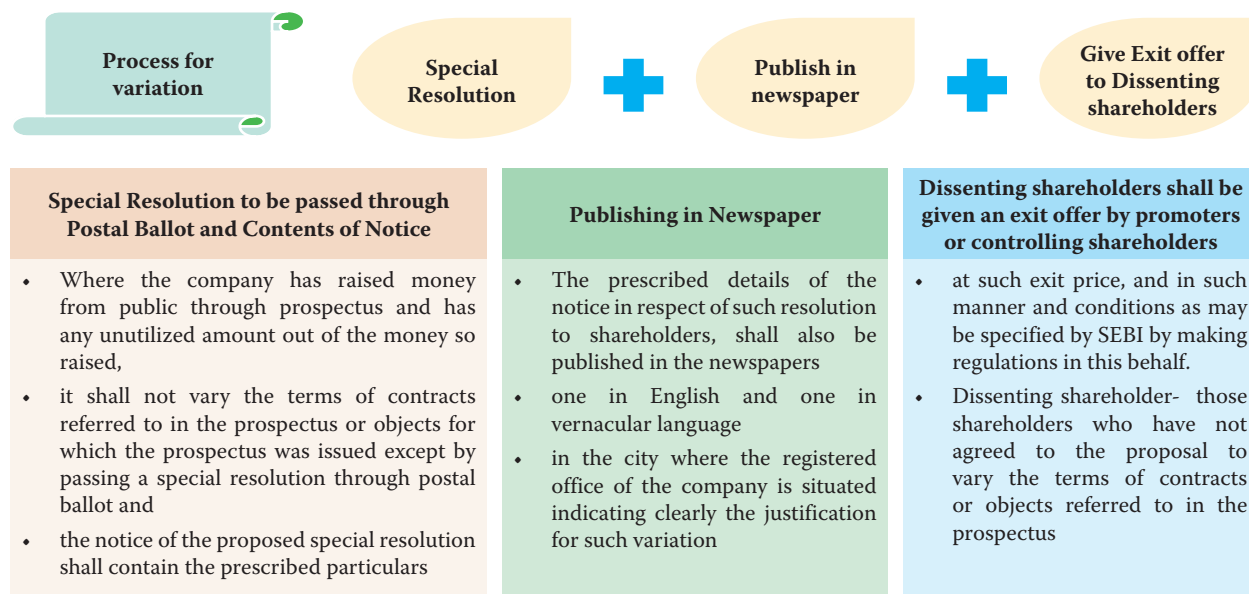
- Red herring prospectus referred to in section 32, or
- Shelf prospectus referred to in section 31, or
- any notice, circular, advertisement or other document inviting offers from the public

CORPORATE AND OTHER LAWS

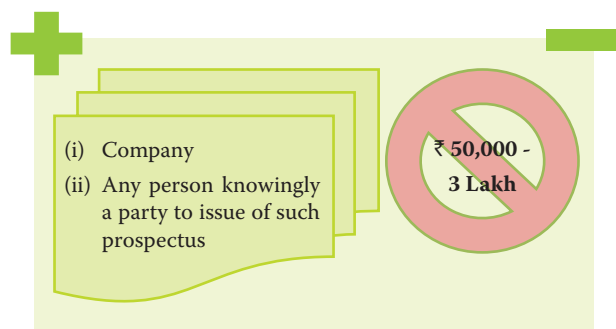
CONTENTS OF PROSPECTUS



PROCESS FOR VARIATION IN TERMS OF CONTRACT OR OBJECTS OF PROSPECTUS



PUNISHMENT FOR ISSUING PROSPECTUS IN CONTRAVENTION OF SECTION 26



ADVERTISEMENT OF PROSPECTUS

Where an advertisement of any prospectus of a company is published in any manner, it shall be necessary to specify therein the contents of its memorandum as regards the following:

- the objects,
- the liability of members and the amount of share capital of the company,
- the names of the signatories to the memorandum,
- the number of shares subscribed for by the signatories, and
- the capital structure of the company.

CORPORATE AND OTHER LAWS

III. SHELF PROSPECTUS, RED HERRING PROSPECTUS AND ABRIDGED PROSPECTUS

SHELF PROSPECTUS

Prospectus in respect of which the securities or class of securities are issued for subscription in one or more issues over a certain period without the issue of a further prospectus

RED HERRING PROSPECTUS

Prospectus which does not include complete particulars of the quantum or price of the securities included therein

ABRIDGED PROSPECTUS

a memorandum containing such salient features of a prospectus as may be specified by the SEBI by making regulations in this behalf.

IV. SECURITIES TO BE DEALT WITH IN STOCK EXCHANGES

Filing of an application with recognised stock exchange

- Every company making public offer shall, before making such offer,
- make an application to one or more recognised stock exchange or exchanges and
- obtain permission for the securities to be dealt with in such stock exchange or exchanges

Prospectus to state name of stock exchange

- state the name or names of the stock exchange in which the securities shall be dealt with

Maintaining of separate bank account

- All monies received shall be kept in a separate bank account in a scheduled bank and shall not be utilised for any purpose other than—
 - (a) for adjustment against allotment of securities where the securities have been permitted to be dealt with in the stock exchange; or
 - (b) for the repayment of monies within the time specified by SEBI, received from applicants, where the company is for any other reason unable to allot securities

Condition purporting to waive compliance shall be void

- Any condition purporting to require or bind any applicant for securities to waive compliance with any of the requirements of this section shall be **void**

PENALTY

Company

- Minimum: ₹ 5 Lakh
- Maximum: ₹ 50 Lakh

Defaulting Officer

- Minimum: ₹ 50,000
- Maximum: ₹ 3 Lakh

PAYMENT OF COMMISSION

A company may pay commission to any person in connection with the subscription to its securities subject to the prescribed conditions.

Authorisation

- The payment of such commission shall be authorized in the company's AOA

Source

- The commission may be paid out of:
 - proceeds of the issue or
 - the profit of the company or
 - both

Disclosure of particulars

- The prospectus of the company shall disclose the following particulars:
 - (i) the name of the underwriters;
 - (ii) the rate and amount of the commission payable to the underwriter; and
 - (iii) the number of securities which is to be underwritten or subscribed by the underwriter absolutely or conditionally.

When no commission is to be paid

- There shall not be paid commission to any underwriter on securities which are not offered to the public for subscription

Copy of payment of commission to be delivered to Registrar

- A copy of the contract for the payment of commission is delivered to the Registrar at the time of delivery of the prospectus for registration

Rate of commission: Following are the rates of commission—

in case of shares

- shall not exceed 5% of the price at which the shares are issued, or
- a rate authorised by the Articles,
- whichever is less

in case of debentures

- shall not exceed 2.5% of the price at which the debentures are issued, or
- as specified in the company's Articles,
- whichever is less

CORPORATE AND OTHER LAWS

V. ALLOTMENT OF SECURITIES

Allotment of securities		
Minimum amount subscribed, and	application money have been paid and received by the company	application money shall not be less than 5% or such other % or amount as specified by SEBI



Minimum amount not subscribed and application money not received	
within 30 days from date of issue of prospectus, or	Such other period as specified by SEBI



amount received shall be returned within 15 days from the closure of issue



Where company makes an allotment of securities shall file a return of allotment with the registrar
--



In case of default		
Company shall pay penalty of ₹ 1000 for each day during which such default continues, or	1 lakh	which ever is less

VI. LIABILITY IN CASE OF MIS-STATEMENTS IN PROSPECTUS

Civil Liability

- **Loss or damage** is an essential condition
- Civil Procedure Code, 1908 applicable
- Offence against the **counterparty**

Criminal Liability

- **Mens rea** (guilty mind) is an essential condition
- Criminal Procedure Code, 1973 applicable
- Offence is regarded committed against the **state**

VII. PUNISHMENT FOR FRAUDULENTLY INDUCING PERSONS TO INVEST MONEY



Any person who, either knowingly or recklessly makes any statement, promise or forecast which is false, deceptive or misleading, or deliberately conceals any material facts, to induce another person to enter into, or to offer to enter into,-



- any agreement for, or with a view to, acquiring, disposing of, subscribing for, or underwriting securities; or
- any agreement, the purpose or the pretended purpose of which is to secure a profit to any of the parties from the yield of securities or by reference to fluctuations in the value of securities; or
- any agreement for, or with a view to obtaining credit facilities from any bank or financial institution



shall be liable for action under section 447

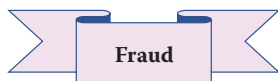
VIII. PUNISHMENT FOR FRAUD

PUNISHMENT FOR FRAUD AS GIVEN UNDER SECTION 447

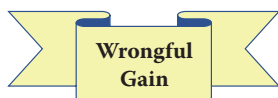
Quantum of Fraud	Fine		Imprisonment
(i) Fraud involving less than 10 lakh rupees or 1% of turnover, whichever is lower (public interest not involved)	Up to ₹ 50 lakh	or/and	Up to 5 years
(ii) Fraud involving at least 10 lakh rupees or 1% of turnover, whichever is lower (public interest not involved)	Minimum fine equal to amount of fraud; and Maximum fine 3 times of amount of fraud	and	Minimum 6 months; and Maximum 10 Years
(iii) Fraud at (ii) involves public interest	Minimum fine equal to amount of fraud; and Maximum fine 3 times of amount of fraud	and	Minimum 3 years; and Maximum 10 Years

CORPORATE AND OTHER LAWS

MEANING OF CERTAIN TERMS¹



- The term 'fraud' in relation to affairs of a company or any body corporate, includes-
 - ☐ any act,
 - ☐ omission,
 - ☐ concealment of any fact, or
 - ☐ abuse of position
- committed by any person, or any other person with the connivance in any manner, with intent to deceive, to gain undue advantage from, or to injure the interests of, the company or its shareholders or its creditors or any other person, whether or not there is any wrongful gain or wrongful loss



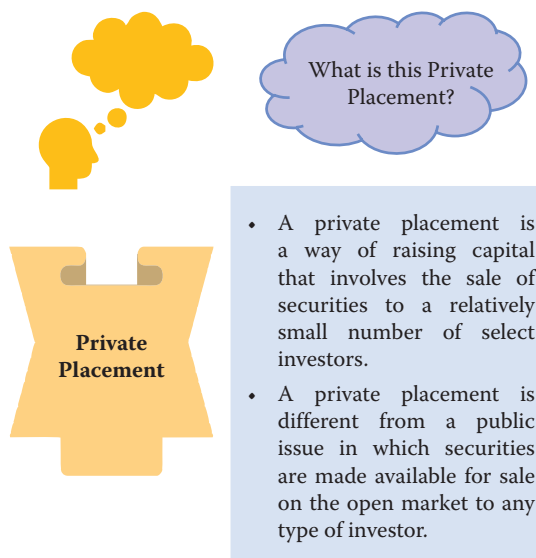
- The gain by unlawful means of property to which the person gaining is not legally entitled



- The loss by unlawful means of property to which the person losing is legally entitled

¹As per Explanation to Section 447.

IX. PRIVATE PLACEMENT



PRIVATE PLACEMENT [Section 42]

- any offer or invitation to subscribe or issue of securities
- to a select group of persons by a company (other than by way of public offer)
- through private placement offer-cum-application

To whom can the private placement be made?

- only to a select group of persons
- identified by the Board ("identified persons")

Maximum No. of persons to whom offer can be made

- not more than 200 in the aggregate in a financial year

Exclusions from the list of 200 members

- qualified institutional buyers, or
- employees of the company under a scheme of employees stock option [Sec 62(1)(b)]

Application for Private Placement

- Identified person may subscribe to the private placement issue shall apply in the private placement
- application issued to such person alongwith subscription money paid either by cheque or demand draft or other banking channel and not by cash

Utilisation of Money received in private placement

- Co. shall **not utilise** monies raised through private placement unless allotment is made and the return of allotment is filed with the Registrar

Return of allotment

- Co. shall file with the Registrar a return of allotment within **15 days** from the date of the allotment

Co. shall issue private placement offer cum application letter only after the relevant special resolution or Board resolution has been filed in the Registry

- Private companies shall file with the Registry copy of the Board resolution or special resolution with respect to approval under 179(3)(c)

Any private placement issue not made in compliance of the provisions shall be deemed to be a public offer

ALLOTMENT OF SECURITIES UNDER PRIVATE PLACEMENT

within **60 days** from the date of receipt of the application money

If Co. does not allot within 60 days

shall repay the application money to the subscribers within fifteen days from the expiry of sixty days

If Co. does not replay within prescribed period

Co.liable to repay that money with interest at the rate of 12% per annum from the expiry of the sixtieth day

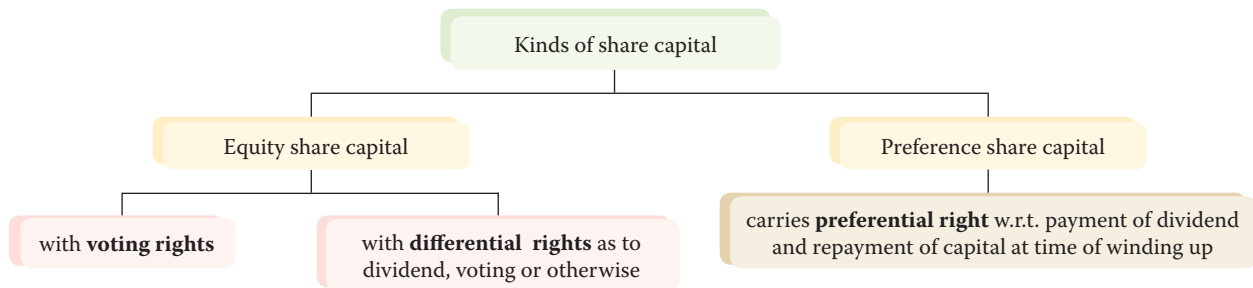
CORPORATE AND OTHER LAWS

CHAPTER 4- SHARE CAPITAL AND DEBENTURES

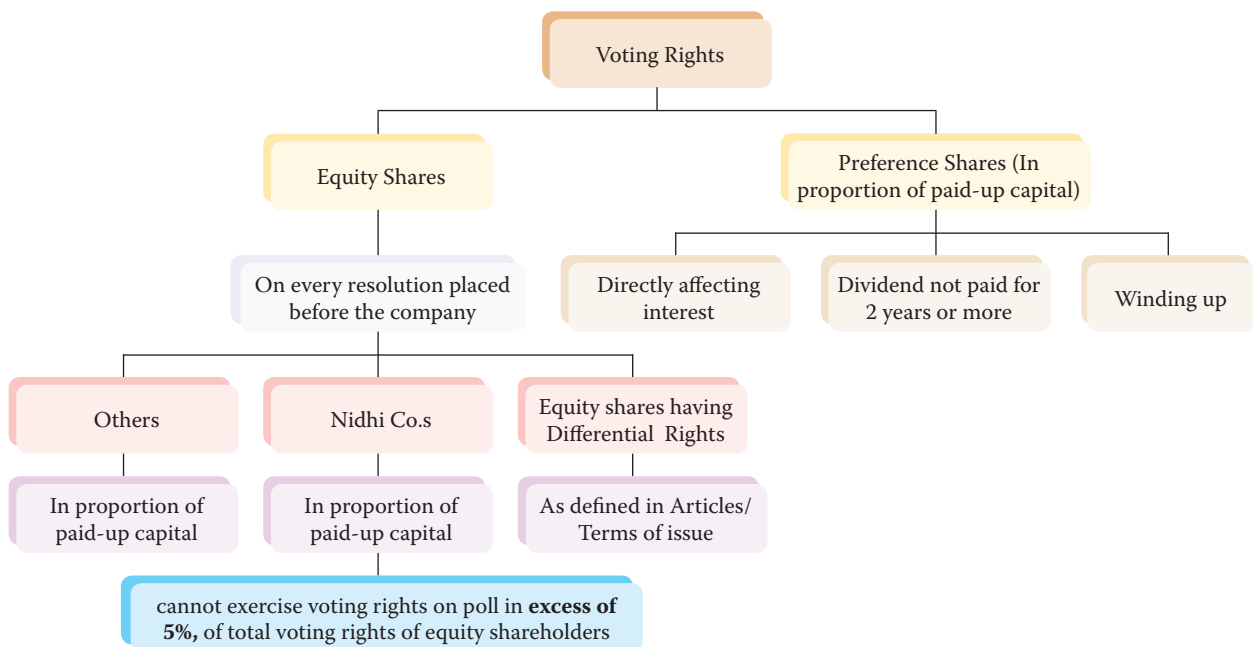
I. SHARE – DEFINITION & DESCRIPTION

Section 2(84)- **Share** means a **share in the share capital** of a company and **includes stock**.

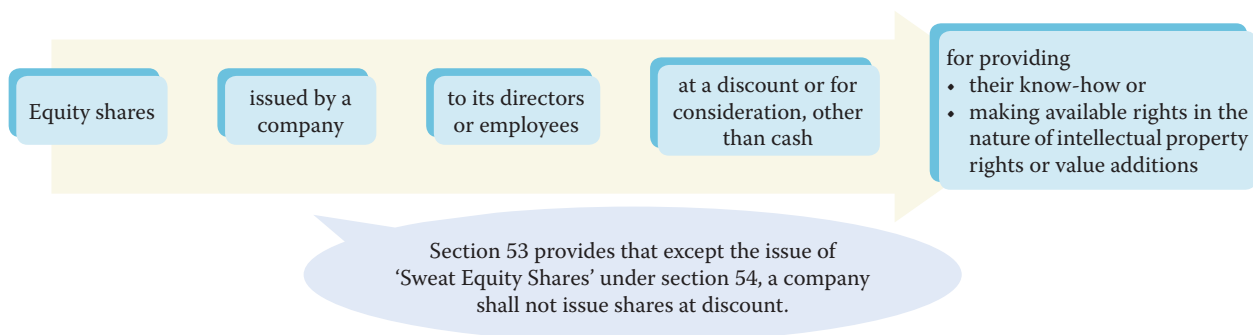
Capital of a company is termed as share capital, which is divided into units; having a certain face value. Each such unit is termed as **share**.



II. VOTING RIGHTS



III. ISSUE OF SWEAT EQUITY SHARES AND MEANING OF 'SWEAT EQUITY SHARES'



CORPORATE AND OTHER LAWS

CONDITIONS FOR ISSUE OF SWEAT EQUITY SHARES

Company may issue Sweat Equity shares of that class

which are already issued

Issue is authorised by a special resolution passed by the company

- In case of co. whose shares are not listed- SR authorising the issue is valid for making the allotment within a period of not more than twelve months from the date of passing

Resolution to specify the details regarding:

- No. of shares,
- current market price,
- consideration, if any, and
- class or classes of directors or employees to whom such equity shares are to be issued

Issue of sweat equity shares must be in accordance with regulations/rules

- When shares are Listed on Recognised Stock Exchange- by SEBI
- Other than above- Rule 8

Rule-8

Applicability	Limit on issue of Sweat Equity Shares	Lock-in Period	Disclosure in the Directors' Report	Valuation of Sweat Equity Shares
A company other than a listed company, which is not required to comply with the SEBI Regulations on sweat equity	During a year, the maximum amount/limit for which sweat equity shares can be issued is higher of: 15% of existing paid up equity share capital or - Shares of the issue value of ₹ 5 crore. The issuance of sweat equity shares (cumulative, including all previous issues, if any) shall not exceed 25%, of the paid-up equity capital. For Startup companies- 50% of paid up capital upto ten years from the date of its incorporation or registration.	Locked in/non-transferable for a period of 3 years from the date of allotment	The Board of Directors shall, <i>inter alia</i> , disclose in the Directors' Report for the year in which such shares are issued, the specified details of issue of sweat equity shares.	Sweat equity shares to be issued shall be valued at a price determined by a registered valuer , as the fair price giving justification for such valuation

IV. PUNISHMENT FOR PERSONATION OF SHAREHOLDER

If any person **deceitfully** personates

- as an owner of any security or
- interest in a company, or
- as an owner of any share warrant or coupon issued in pursuance of this Act

And, thereby obtains or attempts to obtain any such security or interest or any such share warrant or coupon, or receives or attempts to receive any money due to any such owner

- Such person shall be **punishable** with
- Imprisonment: 1 year - 3 years, AND
 - Fine: ₹ 1 Lakh - ₹ 5 Lakh

CORPORATE AND OTHER LAWS

V. REFUSAL OF REGISTRATION AND APPEAL AGAINST REFUSAL

It contains the procedure which needs to be followed by a company while refusing to register the transfer of securities. It also contains process of filing appeal against such refusal.

Refusal to transfer of shares/transmission of the right to any securities or interest of a member

Private Company

- Send notice of refusal with reasons
- Within **30 days** from the date the instrument of transfer/ the intimation of such transmission, delivered to the company
- Appeal to Tribunal:
 - Notice served- in 30 days
 - No notice-in 60 days

Public Company

- Can't refuse without sufficient cause
- may refuse to register the transfer **within 30 days** from the date the instrument of transfer/ the intimation of transmission, delivered to the company
- Appeal to Tribunal:
 - in 60 days-of such refusal
 - in 90 days-of the delivery of the instrument of transfer/ intimation of transmission

Tribunal will either dismiss appeal or order the following:

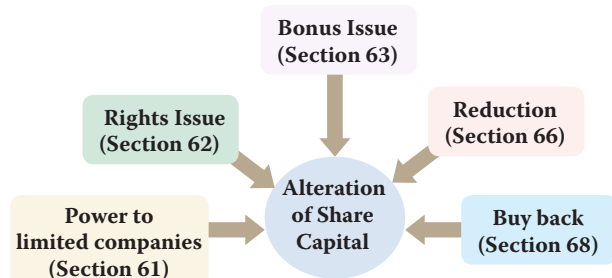
- Transfer/transmission to be registered by company within 10 days of the receipt of order
- Rectification of Register and also direct the company to **pay damages**, if any

In case of contravention of order:

- Fine and Imprisonment

Section 59 entrust right to appeal with aggrieved person, apart from vesting power in tribunal to order for rectification of register of members.

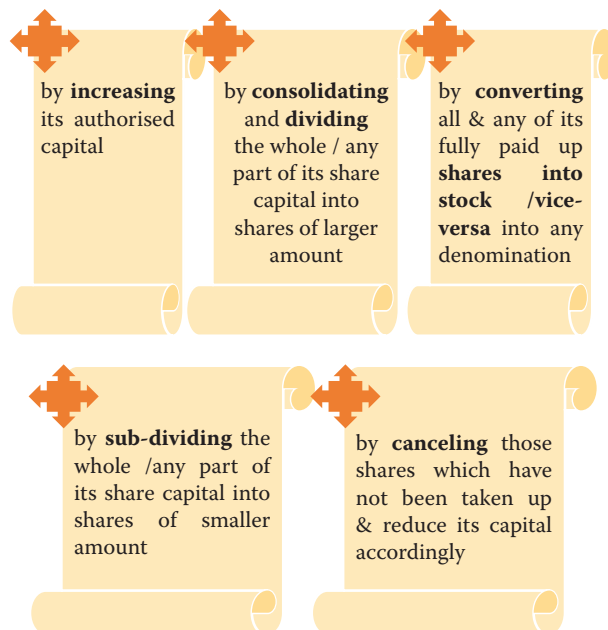
VI. ALTERATION OF SHARE CAPITAL



POWER OF LIMITED COMPANY TO ALTER ITS SHARE CAPITAL

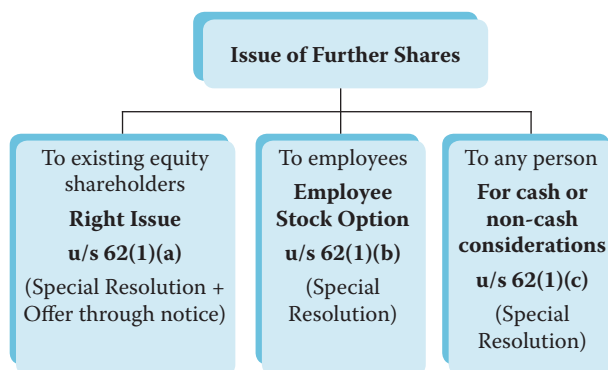
A limited company with a share capital can alter the capital clause of its memorandum of association

Ltd. company with a share capital can alter the capital clause, provided authority to alter is given by the Articles, in the following ways-



FURTHER ISSUE OF SHARE CAPITAL – RIGHTS ISSUE; PREFERENTIAL ALLOTMENT

A rights issue involves pre-emptive subscription rights to buy additional securities in a company offered to the company's existing security holders.

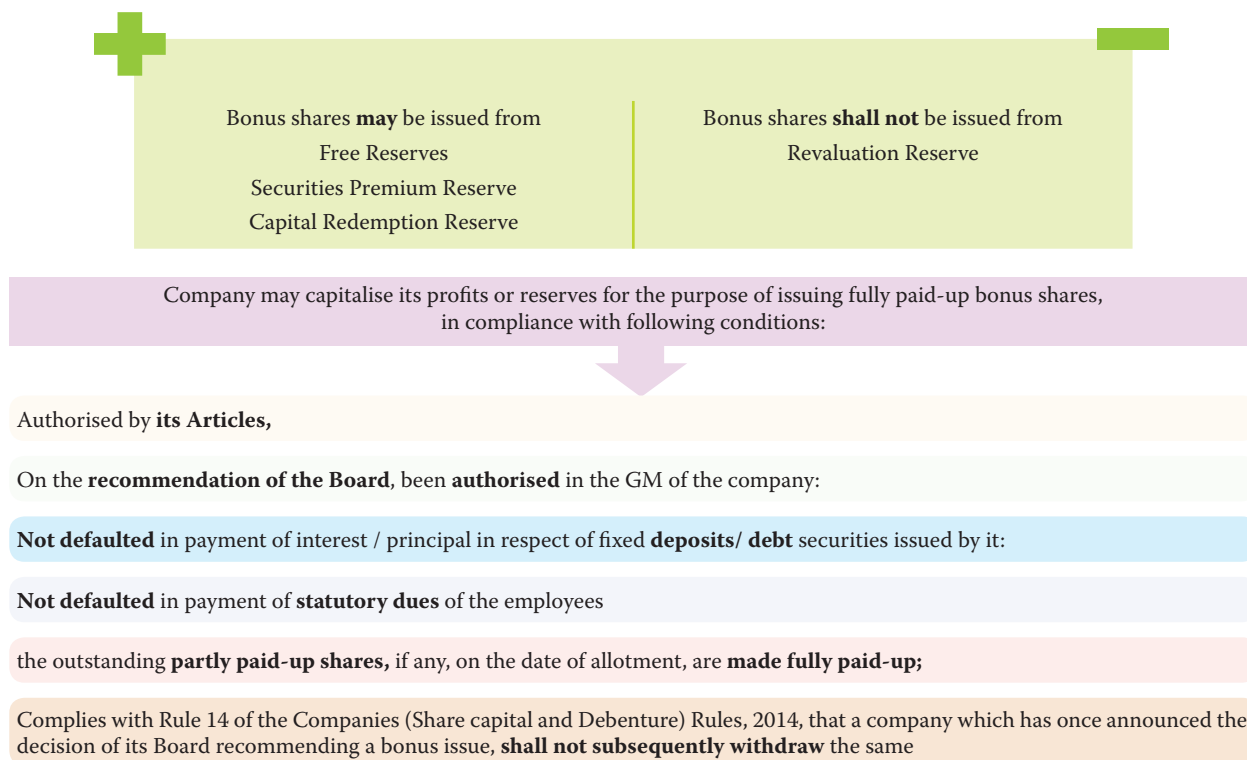


Notice shall be dispatched to all the existing shareholders at **least 3 days before the opening of the issue**

In case of a **Private Company** shorter notice (less than 3 days) shall be served, on **90% consent** of the members in writing/ in electronic mode.

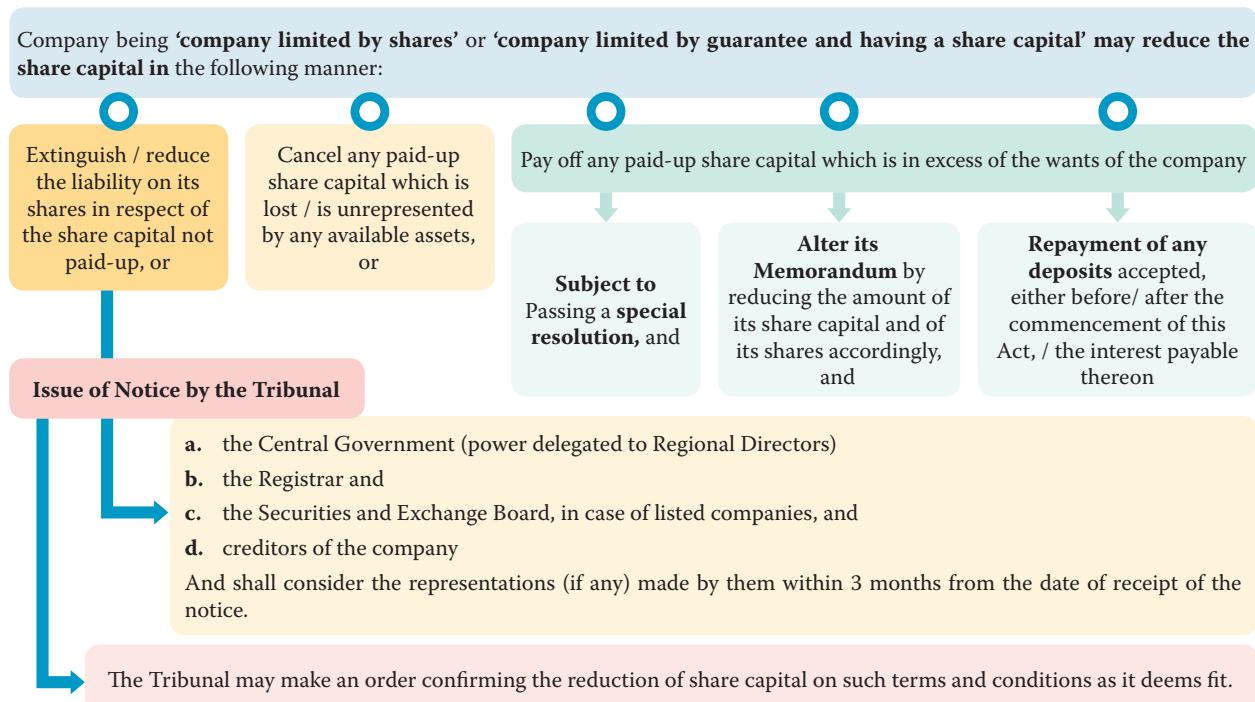
CORPORATE AND OTHER LAWS

ISSUE OF BONUS SHARES



REDUCTION OF SHARE CAPITAL

Maintenance of capital is one of the main principles of company law, because any reduction of capital diminishes the fund, out of which creditor and other debt holders are to be paid, therefore adversely impacting them. But sometimes it may become necessary for the company to bring about a reduction in its capital.



CORPORATE AND OTHER LAWS

RESTRICTION ON PURCHASE BY COMPANY OR GIVING OF LOANS BY IT FOR PURCHASE OF ITS SHARES

A company cannot buy its own shares because reduction of capital, results in diminishing the fund out of which creditor are to be paid; hence adversely affect the creditors. However, this restriction is not absolute.

1

Reduction according to the applicable Provisions

- Company limited by shares/company by guarantee that having a share capital **shall not** buy its own shares **unless** the consequent **reduction of share capital is effected** under the provisions of this Act

2

Restriction on giving Loan, Guarantee or provision of Security, etc.

- Public company** shall not give any financial assistance;
 - Whether directly or indirectly and whether by means of a loan, guarantee, the provision of security or otherwise
 - For the purpose of, or in connection with, a purchase or subscription made or to be made, by any person of or for any shares in the company or in its holding company.

3

Exceptions

- Company may provide the financial assistance, in following case:
 - Lending of money by a banking company in the **ordinary course of its business**;
 - The provision of money for the purchase of fully paid shares in the company/ its holding company by trustees for and on behalf of the company's employees in accordance with Employee share schemes approved by company through special resolution as per Rule 16 of the Companies (Share Capital and Debentures) Rules, 2014,
 - Lending** money by a company **to its employees, not exceeding six month salary** of the employees to enable them to buy or subscribe **fully paid shares** in the **company/ its holding** company and to hold them by way of **beneficial ownership**

Non-Applicability

- Private companies** (if not defaulted in filing its financial statements under Section 137 and Annual Return under Section 92) in whose case all of following 3 condition are fulfilled;
 - in whose share capital no other body corporate has invested any money;
 - if the borrowings of such a company from banks or financial institutions or any body corporate is less than twice its paid-up share capital or fifty crore rupees, whichever is lower; and
 - such a company is not in default in repayment of such borrowings subsisting at the time of making transactions under this section.
- Nidhi Companies**, when shares are purchased by the company from a member on his ceasing to be a depositor / borrower, shall not be considered as reduction of capital under Section 66 of the Companies Act, 2013.

POWER OF COMPANY TO PURCHASE ITS OWN SECURITIES - BUY BACK OF SECURITIES

Buy back is the re-acquisition by a company of its own securities. It is a way of returning money to its investors. Section 68 contains provisions which describe the power a company to purchase its own securities subject to the applicable conditions.

Sources of Funds-
purchase should
be made out of its:

- Free reserves; or
- Securities premium account; or
- Proceeds of the issue of any shares/ other specified securities.

Conditions for buy
back

- authorised by its Articles**;
- SR** authorising buy-back passed in GM of the company;
- The amount involved **should not be more than 25%** of the **aggregate of paid-up capital + free reserves** of the company;
- In case of **buyback of equity shares**, the maximum limit is **25% of its total paid-up equity capital in any FY**
- After the buyback, the ratio between the **debts** (secured and unsecured) owed by the company should **not be more than twice the paid-up capital and free reserves** of the company (CG may prescribe a higher ratio).
- Shares / other specified securities for buy-back shall be **fully paid-up**
- The buy-back should be as per **Rule 17** of the Companies (Share Capital and Debentures), Rules, 2014;
- In case of **listed** shares/other specified securities buy back should be as per regulations made by the SEBI in this behalf

CORPORATE AND OTHER LAWS

Procedure before Buy-Back

- The notice of the meeting at which SR is proposed to be passed shall be accompanied by an **explanatory statement** stating the particulars related to Buy-Back

Securities to be purchased under 'Buy-Back' - The buy-back may be from:

- the **existing shareholders** / security holders on a **proportionate basis**; or
- the **open market**; or
- the securities issued to **employees** of the company pursuant to a scheme of stock option / sweat equity.

Time limit for Completion of Buy-Back

- shall be completed within **12 months** from the date of passing the SR/ board resolution authorising the buy-back

Cooling Period on buy back

- 6 months** w.r.t. further issue of same kind of shares / other specified securities

PROHIBITION FOR BUY-BACK IN CERTAIN CIRCUMSTANCES

No company shall directly or indirectly purchase its own shares or other specified securities under the specified circumstances.

Prohibition for purchase of its own shares-

- Through any **subsidiary company** including its own; or
- Through any **investment company**/ group of investment companies; or
- If a default, is made by the company, in-
 - repayment of deposits/ interest thereon, or
 - redemption of debentures, or
 - redemption of preference shares or
 - payment of dividend to any shareholder or
 - repayment of any term loan/ interest thereon to FI's or banking company

Also prohibition on the company to purchase its own shares or other specified securities in case such company has not complied with provisions of:

Section 92
(Annual Report),

Section 123
(Declaration and Payment of Dividend),

Section 127
(Punishment for failure to distribute dividends), and

Section 129
(Financial Statement).

VII. DEBENTURE

Debenture Includes

Debenture stock
Bonds
Any other instrument of a company evidencing a debt
Whether constituting a charge on the assets of the company or not

Debenture Excludes

Instruments referred to in Chapter III-D of the Reserve Bank of India Act, 1934
and
Such other instrument, as may be prescribed by the Central Government

Type of Debentures

On the basis of security

Secured

Un-secured

On the basis of convertibility to shares

Convertible (mandatorily or optionally; partially or fully)

Non-convertible

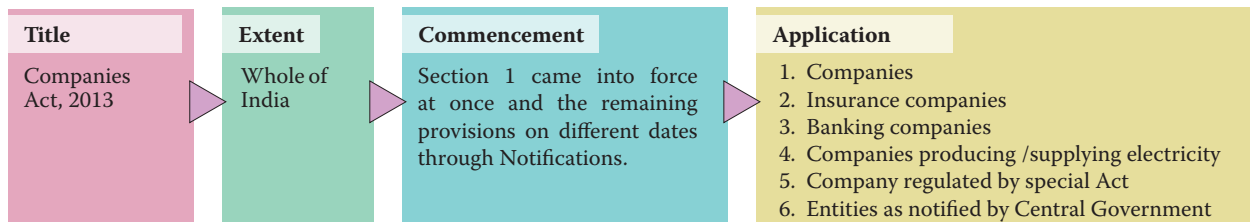
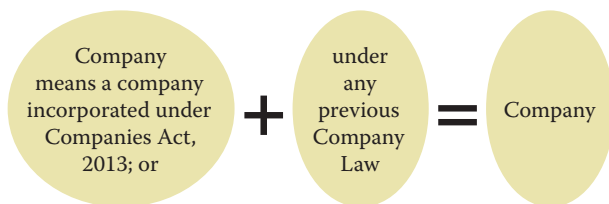
On the basis of redeemability

Redeemable

Irredeemable

CA FOUNDATION - PAPER 2A: BUSINESS LAWS**The Companies Act, 2013**

This capsule on Paper 2A: Business Laws of Foundation level covers aspects relating to the introductory part of the Companies Act, 2013 which is Chapter 5 of this paper. The concepts are explained in graspable and lucid manner for rational understanding of the provisions. This will help the student to understand and retain the important aspects of the legal provisions. This capsule is, in fact are short notes which aids to revise the subject in the examination condition and can be referred a day before examination. This is relevant for December 2023 examination.

I. APPLICABILITY**II. COMPANY****1. Definition [Section 2(20)]****2. Features**

Separate Legal Entity	• Legally separate from the members
Perpetual succession	• Change in members does not affect existence of Company
Limited Liability	• Liability of Company is different from liability of members
Artificial Juridical Person	• Company can act through human agency only • Company can contract, sue and be sued in its own name

III. TYPE OF COMPANIES**1. On the basis of liability****Company Limited by shares [Section 2(22)]**

- Liability of the members of a company is limited by its Memorandum of Association (MOA) to the amount (if any) unpaid on the shares held by them

Company Limited by Guarantee [Section 2(21)]

- Liability of its members is limited by the memorandum to such amount as the members may respectively undertake to contribute to the assets of the company in the event of its being wound up
- Members cannot be called upon to contribute beyond that stipulated sum

Unlimited Company [Section 2(92)]

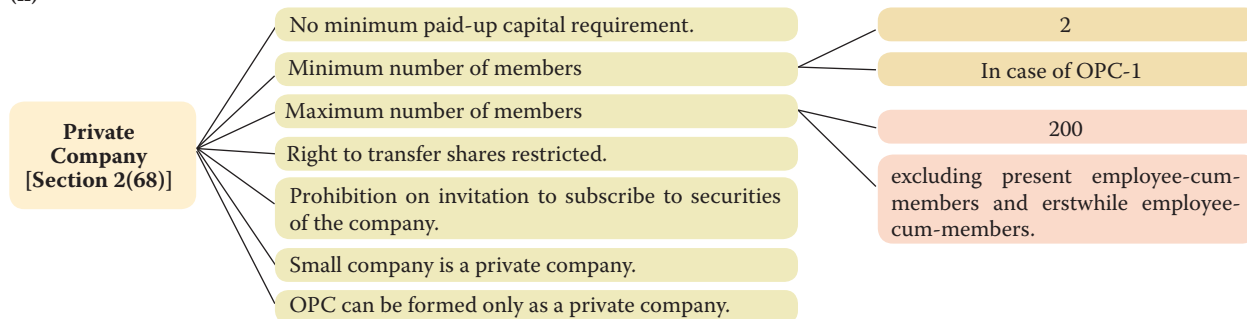
- No limit on the liability of members
- The liability ceases when he ceases to be a member

2. On the basis of members**(i) One Person company (OPC) [Section 2(62)]**

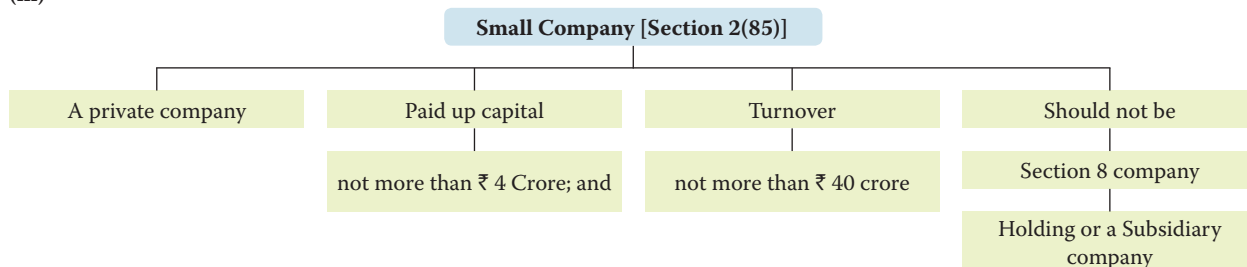
- Only one person as member.
- Minimum paid up capital – no limit prescribed
- The memorandum of OPC shall indicate the name of the other person, who shall, in the event of the subscriber's death or his incapacity to contract, become the member of the company.
- The other person whose name is given in the memorandum shall give his prior written consent in prescribed form and the same shall be filed with Registrar of companies at the time of incorporation.
- Such other person may be given the right to withdraw his consent.
- Only a natural person who is an Indian citizen whether resident in India or otherwise and has stayed in India for a period of not less than 120 days during the immediately preceding financial year shall be eligible to incorporate a OPC or shall be a nominee for the sole member of a OPC.
- No person shall be eligible to incorporate more than one OPC
- No minor shall become member of the OPC
- Such Company cannot be incorporated or converted into a company under section 8 of the Act. Though it may be converted to private or public companies in certain cases
- Such Company cannot carry out NBFC activities including investment in securities of any body corporate
- Here, the member can be the sole member and director

BUSINESS LAWS

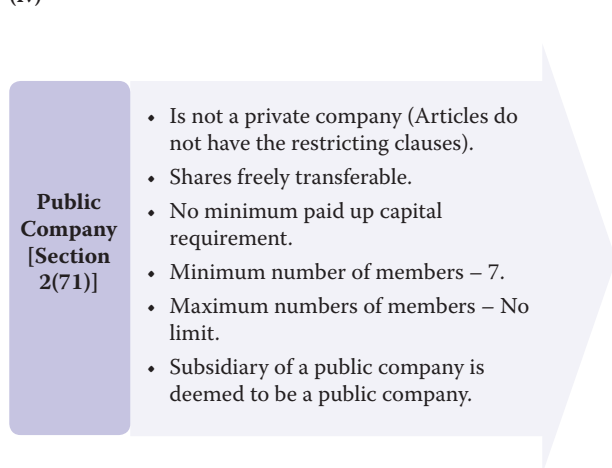
(ii)



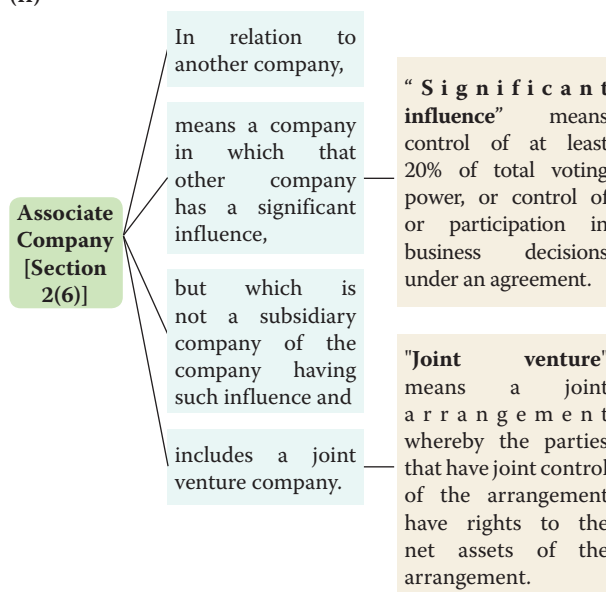
(iii)



(iv)

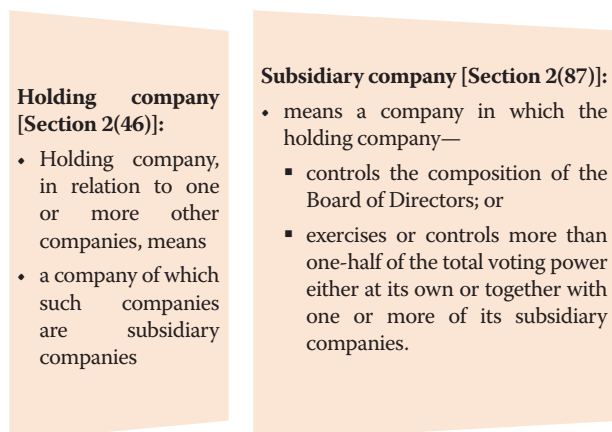


(ii)

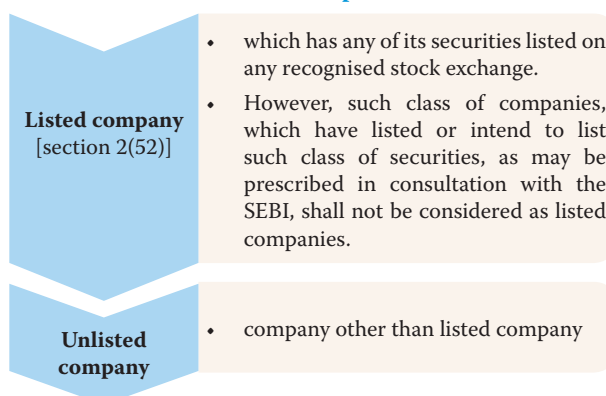


3. On the basis of control

(i) Holding and Subsidiary company

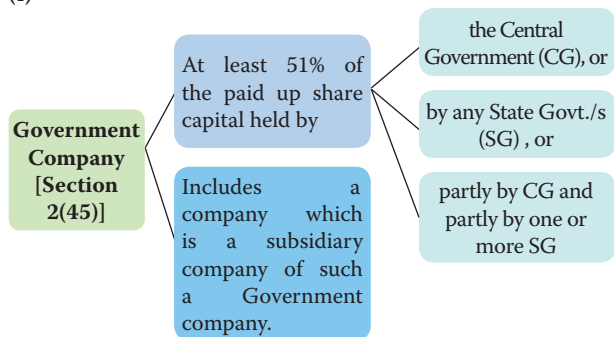


4. On the basis of access to capital



5. Other companies

(i)



(ii)

Foreign Company [Section 2(42)]

Any company or body corporate incorporated outside India which—

- has a place of business in India whether by itself or through an agent, physically or through electronic mode; and
- conducts any business activity in India in any other manner

(iii) Formation of companies with charitable objects etc. [Section 8]**Formation**

- To promote Charitable objects

Application of profits

- To promote its objects
- No payment of dividends out of profits

Type of Co.

Limited Liability

Without the addition of words "Ltd" or "Pvt Ltd."

How status is granted

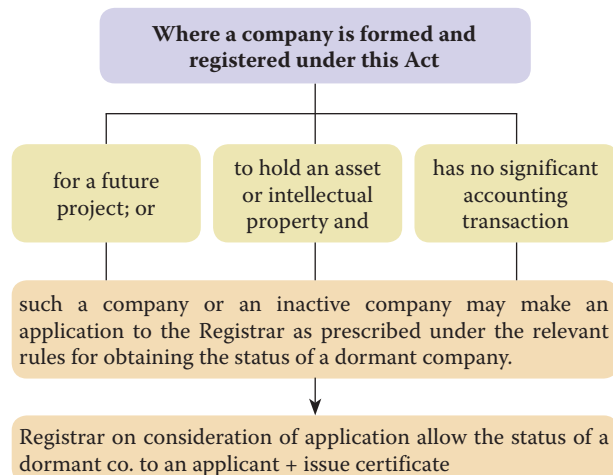
- The CG can grant such status
- However, CG has delegated the power to grant licence to ROC

Revocation of licence

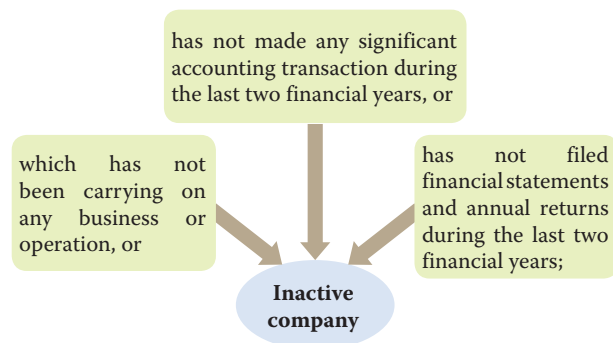
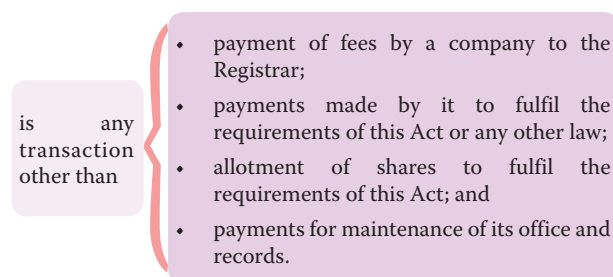
- CG may revoke licence
 - If conditions of section 8 are contravened, or
 - affairs of the company are conducted fraudulently, or prejudicial to public interest

Effect of revocation of licence

- Co has to use words "Ltd." or "Pvt Ltd."

(iv) Dormant company [Section 455]

* In case of a company which has not filed financial statements or annual returns for two financial years consecutively, the Registrar shall issue a notice to that company and enter the name of such company in the register maintained for dormant companies.

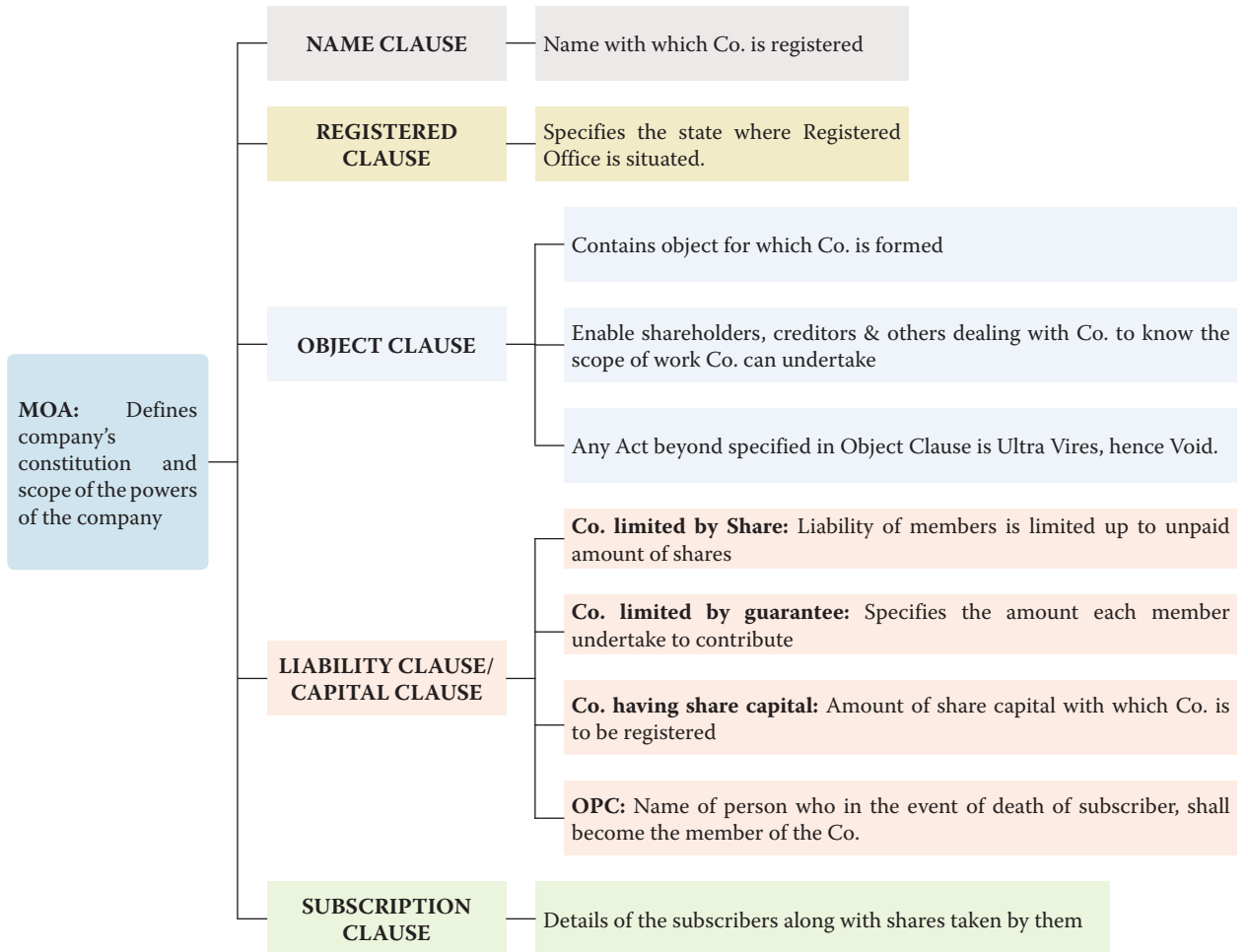
"Inactive company"**"Significant accounting transaction"****(v) Nidhi Company (Section 406)****"Nidhi" or "Mutual Benefit Society" means**

a company which the Central Government may, by notification in the Official Gazette,	declare to be a Nidhi or Mutual Benefit Society, as the case may be.
--	--

BUSINESS LAWS

IV. INCORPORATION OF COMPANY

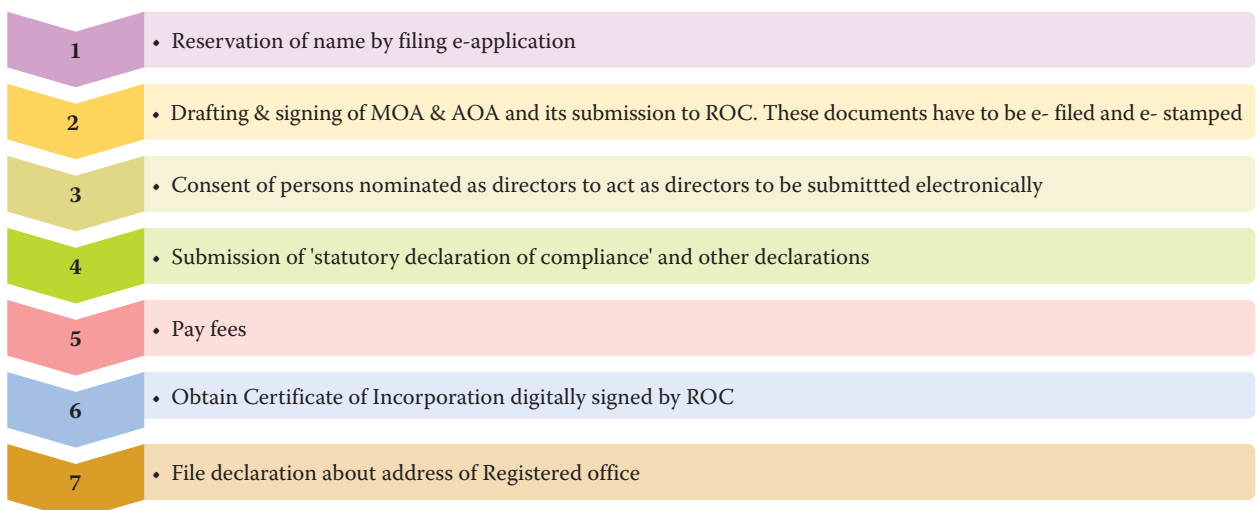
1. Memorandum of Association (MOA)



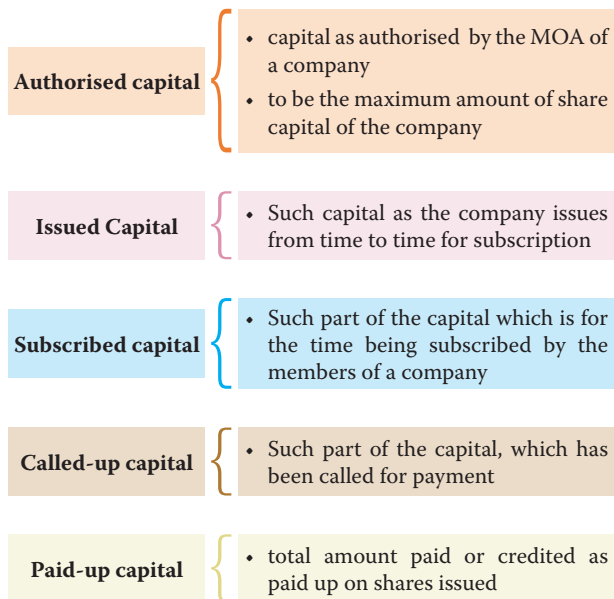
2. Articles of Association (AOA)

AOA → Contain the regulations for the management of Co.

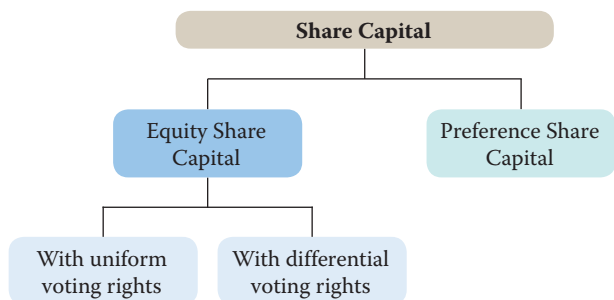
3. Steps for Incorporation of Company



4. Classification of Capital



5. Shares



6.

An act beyond object clause of MOA is ultravires the company and null and void.

Ultravires act cannot be ratified even by unanimous consent of all the shareholders.

Doctrine of Ultravires [Ultra means 'beyond', Vires means 'powers']

Act ultravires the directors, but Intravires Company, shareholders may ratify it.

Act ultravires the AOA, can be ratified by altering AOA.

7.

Any person dealing with Co. is presumed to have read MOA & AOA irrespective of whether he reads it or not.

MOA & AOA are public documents- open & accessible to all.

Not only read these documents but have also understood their proper meaning.

Doctrine of Constructive Notice

8.

Exception to doctrine of Constructive Notice

but, they need not enquire into the regularity of internal proceedings as required by MOA & AOA

Doctrine of Indoor Management

Protects outsiders against company, acted in good faith.

Persons dealing with Company are presumed to have read the registered documents and to see that the proposed dealing is not inconsistent therewith

CROSSWORD SOLUTION – JUNE 2023

¹ R	E	² C	³ E	⁴ S	S	⁵ I	⁶ O	⁷ N		⁸ D	E	⁹ B	¹⁰ T
E		¹¹ E	C	H		¹² M	A	T		T		¹³ O	R
G			¹⁴ B	O	¹⁵ N	D		¹⁶ A	¹⁷ C		¹⁸ F	O	A
¹⁹ U	²⁰ R	L		²¹ R	O				²² T	R	E	N	D
²³ L	A		²⁴ F	T	C		²⁵ I	F	C		M		E
²⁶ A	M		E			²⁷ F	M			²⁸ C	A	²⁹ A	
T		³⁰ H	E	³¹ D	³² G	E	F	³³ U	³⁴ N	D		³⁵ C	³⁶ D
³⁷ I	³⁸ O	C		³⁹ I	A	R		⁴⁰ N	I	M		⁴¹ E	I
⁴² O	N	E		⁴³ V	T	A		⁴⁴ I	O	A		⁴⁵ R	V
⁴⁶ N	G		⁴⁷ T	I	E		⁴⁸ M	T	S				I
	⁴⁹ C	C		D		⁵⁰ A						⁵¹ F	D
⁵² C			⁵³ W	E	⁵⁴ L	F	⁵⁵ A	⁵⁶ R	⁵⁷ E		⁵⁸ L	E	E
⁵⁹ V	⁶⁰ D		⁶¹ O	N	D		⁶² M	F	C		⁶³ P	M	
⁶⁴ C	R	O	W	D	F	U	N	D	I	N	G		

ANNOUNCEMENT

MEGA CONFERENCE OF CA STUDENTS AT AURANGABAD

Dates: 7th & 8th July 2023

Venue: ICAI Bhawan, Satara Parisar, Aurangabad

Organized by: SSEB, Board of Studies-Operations, ICAI

Hosted by: Aurangabad Branch of WIRC of ICAI

Theme: "NAVONMESH"

Day 1

9:00 AM to 9:45 AM	Inaugural Session
9:45 AM to 10:45 AM	Special Session I : Interaction with SSEB, Board of Studies- Operations, ICAI and BOS (Academic), ICAI
10:45 AM to 12:00 PM	Technical Session I: Forensic Audit - The rise and fall of EdTech Giant; Why the cult became culprit; Benford's Law
12:00 PM to 2:00 PM	Special Session II: Agree to Disagree
3:00 PM to 4:15 PM	Technical Session II: INDIAN ECONOMY - UPI; Project Meghdoot; The Indian Gig economy
4:30 PM to 6:00 PM	Technical Session III: Taxation - Faceless Assessment; Remote auditing; Data Analytics in Income Taxation

Day 2

9:30 AM to 11:00 AM	Technical Session IV: Artificial Intelligence
11:00 AM to 12:00 PM	Special Session II: ICAI @ 75
12:00 PM to 1:00 PM	Motivational Session III: Eminent Topic
2:00 PM to 4:00 PM	Deal Dive: The Startup Show
4:30 PM to 5:00 PM	Valedictory Session
5:00 PM to 7:00 PM	Cultural Programme

Students Eligible to attend the Students Conference: Students who have registered as Intermediate Students/ Students who are pursuing their Article ship Training/ Students who have completed their Practical Training but could not qualify their final examinations may attend the conference till next one year from the date of completion of Practical Training.(Foundation Students and Students who have completed one year beyond their Article ship training period will not be eligible to register for these Conferences)

Registration fees	Rs. 800/- per student	Payment Link	https://bosactivities.icai.org
--------------------------	------------------------------	---------------------	---

CA. Mangesh Pandurang Kinare, Conference Chairman & Chairman, SSEB, BOS (Operations), ICAI; CA. Sridhar Muppala, Conference Co-Chairman & Vice-Chairman, SSEB, BOS (Operations), ICAI; CA. Umesh R Sharma, Conference Director & Central Council Member, ICAI; CA. Ganesh Bhalerao, Conference Coordinator & Chairman, Aurangabad Branch of WIRC of ICAI; CA. Amol Godha, Conference Coordinator & Chairman, Aurangabad Branch of WICASA of ICAI.

MEGA CONFERENCE OF CA STUDENTS AT PIMPRI CHINCHWAD

Dates: 8th July & 9th July, 2023

Venue: G.D. Madgulkar Auditorium, Nigdi, Pimpri-Chinchwad

Organized by: SSEB, Board of Studies-Operations, ICAI

Hosted by: Pimpri Chinchwad Branch of WIRC of ICAI

Theme: "Jnanasamvid (Knowledge Confluence)"

Day 1

9:45 AM to 10:30 AM	Inaugural Session
10:30 AM to 11:30 AM	Special Session I: Interaction with SSEB, BOS-Operations, ICAI and BOS (Academic), ICAI
11:30 AM to 12:45 PM	Technical Session I: Taxation; Understanding the Tax Implications of Virtual Digital Assets (VDA); E-Assessment; Simplifying the Intricacies of Income from Other Sources; PGBP and House Property Taxation
1:45 PM to 2:30 PM	Motivational Session I: Too low they build Who build below the Sky
2:30 PM to 3:45 PM	Technical Session II: Accounting and Auditing Standards; Accounting Standards and Prevention of Financial Fraud; Ensuring Compliance with Accounting Standards: Best Practices for Companies; Understanding the Tax Audit Clause Key Components and Legal Implications
4:00 PM to 4:45 PM	Special Session II: How to think Big

Day 2

9:15 AM to 10:00 AM	Motivational Session II: Relevant Topic & Eminent Speaker
10:00 AM to 11:15 AM	Technical Session III: (Indirect Tax) - Simplifying GST Returns Filing; Insights into Input and Output Analysis; The Interconnected World of E-Way Bill, E-Invoice, and GST Returns; Decoding JDA under GST: Implications for Landlords, Developers, and Contractors
11:15 AM to 12:00 PM	Special Session III: Tax Technology
1:00 PM to 1:45 PM	Motivational Session III: Achieve thyself
1:45 PM to 3:00 PM	Technical Session IV: (New Generation Opportunities); Understanding RERA Compliance; An In-depth Analysis of Form 3 and Form 5; Social Audit for Sustainable Business; Leveraging BRSR and GRI Frameworks; Navigating Offshore Accounting; Best Practices and Regulatory Requirements
3:00 PM to 3:45 PM	Motivational Session IV: Relevant Topic & Eminent Speaker
3:45 PM to 4:15 PM	Valedictory Session

*Timings can be modified depending upon the Session requirements.

Students Eligible to attend the Students Conference: Students who have registered as Intermediate Students/ Students who are pursuing their Article ship Training/ Students who have completed their Practical Training but could not qualify their final examinations may attend the conference till next one year from the date of completion of Practical Training.(Foundation Students and Students who have completed one year beyond their Article ship training period will not be eligible to register for these Conferences)

Registration fees	Rs. 500/- per student	Payment Link	https://bosactivities.icai.org or http://surl.li/hlxnw
--------------------------	------------------------------	---------------------	--

CA. Mangesh Pandurang Kinare, Conference Chairman & Chairman, SSEB, BOS (Operations), ICAI; CA. Sridhar Muppala, Conference Co-Chairman & Vice-Chairman, SSEB, BOS (Operations), ICAI; CA. Piyush S Chhajed, Conference Director & Central Council Member, ICAI; CA. Sachin Bansal, Conference Coordinator & Chairman, Pimpri Chinchwad Branch of WIRC of ICAI; CA. Vaibhav Modi, Conference Coordinator & Chairman, Pimpri Chinchwad Branch of WICASA of ICAI.

NATIONAL CONFERENCE OF CA STUDENTS AT JAIPUR**Dates:** 11th & 12th July, 2023**Venue:** Birla Auditorium, Jaipur**Organized by:** SSEB, Board of Studies-(Operations), ICAI**Hosted by:** Jaipur Branch of CIRC of ICAI and Jaipur Branch of CICASA of ICAI**Theme:** “अनंत्य: A Step Towards Infinite Opportunities”

Day 1	
9:15 AM to 10:15 AM	Inaugural Session
10:15 AM to 11:15 AM	Special Session I: Interaction with SSEB, Board of Studies- Operations, ICAI and BOS (Academic), ICAI
11:15 AM to 12:45 PM	Technical Session I: Topic: Economics- How Indian economy has fared since 1947; Impact of Start-ups on Indian Economy; Impact of Digitalization on economy
12:45 PM to 1:30 PM	Special Session II: Topic: Start-up
2:30 PM to 3:30 PM	Motivational Session I: Topic: “To low they build, Who build below the Sky”
3:30 PM to 5:30 PM	Technical Session II: Topic: Auditing- A Practical Approach to Audit; Rising need of System Audit; 360° view of Auditing
5:30 PM to 7:30 PM	Cultural Programme

Day 2	
10:00 AM to 11:30 AM	Technical Session III: Topic: AI & Blockchain Technology- Impact of 5G Technology in Accounting World; Pros and Cons of ChatGPT; Rise of Block Chain & AI Technology
11:30 AM to 1:00 PM	Motivational Session II: Topic: Ranker's Talk- Beyond the Books
2:00 PM to 3:30 PM	Technical Session IV: Topic: Taxation: 75 Years of Independence- Direct v/s Indirect Taxation; Indirect Tax Reform in India 1947 to GST & Beyond; Challenges in Faceless Assessments
3:30 PM to 4:30 PM	Motivational Session III: Topic: “The Motivation Blueprint: Mapping out your path to Success”
4:30 PM to 5:00 PM	Valedictory Session

Students Eligible to attend the Students Conference: Students who have registered as Intermediate Students/ Students who are pursuing their Article ship Training/ Students who have completed their Practical Training but could not qualify their final examinations may attend the conference till next one year from the date of completion of Practical Training. (Foundation Students and Students who have completed one year beyond their Article ship training period will not be eligible to register for these Conferences)

Registration fees	Rs. 500/- per student	Payment Link	https://bosactivities.icai.org or bit.ly/ICAIEvent
--------------------------	------------------------------	---------------------	--

CA. Mangesh Pandurang Kinare, Conference Chairman & Chairman, SSEB, BOS (Operations), ICAI; CA. Sridhar Muppala, Conference Co-Chairman & Vice-Chairman, SSEB, BOS (Operations), ICAI; CA. Prakash Sharma, Conference Director & Central Council Member, ICAI; CA. Rohit Ruwatia Agarwal, Conference Coordinator & Central Council Member, ICAI; CA. Vishnu Agrawal, Chairman, Jaipur Branch of CIRC of ICAI; CA. Vikas Yadav, Chairman, Jaipur Branch of CICASA of ICAI.

NATIONAL CONFERENCE OF CA STUDENTS AT VADODARA**Dates:** 14th & 15th July, 2023**Venue:** SIR SAYAJI Nagar Gruh, Vadodara**Organized by:** SSEB, Board of Studies-Operations, ICAI**Hosted by:** Vadodara Branch of WIRC of ICAI & Vadodara Branch of WICASA of ICAI**Theme:** “अवतार” - A New Era of CA's

Day 1	
9:45 AM to 10:30 AM	Inaugural Session
10:30 AM to 11:30 AM	Special Session I: Interaction with SSEB, Board of Studies- Operations, ICAI and BOS (Academic), ICAI
11:30 AM to 01.15 PM	Technical Session I: Blazing Trails: India's Ignited Innovators- e-Rupee: The Rise of Digital Currency; Topic 2: UPI- India's Masterstroke; Fin Next: What's next for FinTech?
2:15 PM to 3:00 PM	Motivational Session I: Personality Development - Leadership is Performance not Position
3:00 PM to 4:15 PM	Technical Session II: CA: The Socio Corps- Social Audit – Emerging Role of CAs; Carbon Credits – Emergence & Exchange; The impact of ESG (Environmental, Social and Governance) factors in corporates
4:30 PM to 5:15 PM	Motivational Session II: Social media can be useful for students
5:30 PM to 7:30 PM	Cultural Programme

Day 2	
10:00 AM to 10:45 AM	Motivational Session III: Spirituality Driven Artificial Intelligence
10:45 AM to 12:00 PM	Technical Session III: Footprints in tech-world- Data Analysis in Forensic Audit; ChatGPT: The AI Chatbot; Cyber Security – Role of CA's
12:00 PM to 1:00 PM	Special Session II: Expectation of industry from “Newly Qualified Chartered Accountants”
2:00 PM to 3:00 PM	Motivational Session IV: Ethical way of life
3:00 PM to 4:15 PM	Technical Session IV: Resurgence: Back to origins- The Corporate Chanakya; Blockchain technology and its impact on the accounting profession; CSR: Evolving position of Indian Chartered Accountants in corporate social responsibility
4:30 PM to 5:15 PM	Motivational Session V: Mastering Positive Mindset
5:15 PM Onwards	Valedictory Session

Students Eligible to attend the Students Conference: Students who have registered as Intermediate Students/ Students who are pursuing their Article ship Training/ Students who have completed their Practical Training but could not qualify their final examinations may attend the conference till next one year from the date of completion of Practical Training. (Foundation Students and Students who have completed one year beyond their Article ship training period will not be eligible to register for these Conferences)

Registration fees	Rs. 999/- per student	Payment Link	https://bosactivities.icai.org
--------------------------	------------------------------	---------------------	---

CA. Mangesh Pandurang Kinare, Conference Chairman & Chairman, SSEB, BOS (Operations), ICAI; CA. Sridhar Muppala, Conference Co-Chairman & Vice-Chairman, SSEB, BOS (Operations), ICAI; CA. Vishal Doshi, Conference Director & Central Council Member, ICAI; CA. Rikin Patel, Conference Coordinator & Chairman, Vadodara Branch of WIRC of ICAI; CA. Vishal Thakkar, Conference Coordinator & Chairman, Vadodara Branch of WICASA of ICAI.

ANNOUNCEMENT

Board of Studies (Academic)
The Institute of Chartered Accountants of India
23rd June, 2023

Announcement for New Scheme of Education and Training

The Institute of Chartered Accountants of India (ICAI) has formulated the New Scheme of Education and Training in lines with International Education Standards and National Education Policy, 2020 (NEP) after considering the inputs from various stakeholders. The New Scheme of Education and Training has been notified in the Gazette of India on 22nd June, 2023 and will come into effect from 1st July, 2023. The New Scheme of Education and Training at a glance, is available at <https://resource.cdn.icai.org/74483bos-nset.pdf>

Important dates for the implementation of New Scheme of Education and Training are given as under:

S.No.	Particulars	Date/ Attempt
1	Last date for Registration in Foundation under Existing Scheme	1 st July, 2023
2	Last date for Registration in Intermediate and Final Courses under Existing Scheme	30 th June, 2023
3	Date of commencement of Registration and Conversion in Foundation Course under New Scheme	2 nd August, 2023
4	Date of commencement of Registration and Conversion in Intermediate and Final Courses under New Scheme	1 st July, 2023
5	First Foundation Examination under New Scheme	June, 2024
6	First Intermediate and Final Examination under New Scheme	May, 2024
7	Last Foundation Examination under Existing Scheme	December, 2023
8	Last Intermediate and Final Examination under Existing Scheme	November, 2023
9	Last date of commencement of three years Practical Training	30 th June, 2023
10	Date of commencement of two years uninterrupted Practical Training	1 st July, 2023

Syllabus, Transition Scheme and Frequently Asked Questions (FAQs) will be hosted on 1st July, 2023. Paper wise exemption plan will be announced in due course.

Director

ECONOMIC UPDATE

- According to The World Bank India would remain the fastest-growing economy in terms of both aggregate and per capita gross domestic product (GDP) among the largest emerging market and developing economies. It retained India's FY24 growth forecast at 6.3 per cent.

Source : https://www.business-standard.com/economy/news/india-to-remain-the-fastest-growing-economy-says-world-bank-report-123060601010_1.html

- Recent events have shown central banks and policymakers can deal with sizable financial stress without compromising their inflation-fighting stance. In times of acute financial stress and high inflation, though, policy trade-offs are more challenging.

Source : <https://www.imf.org/en/Blogs/Articles/2023/06/05/central-banks-can-fend-off-financial-turmoil-and-still-fight-inflation>

- The ₹2000 denomination banknote was introduced in November 2016 under Section 24(1) of RBI Act, 1934, primarily to meet the currency requirement of the economy

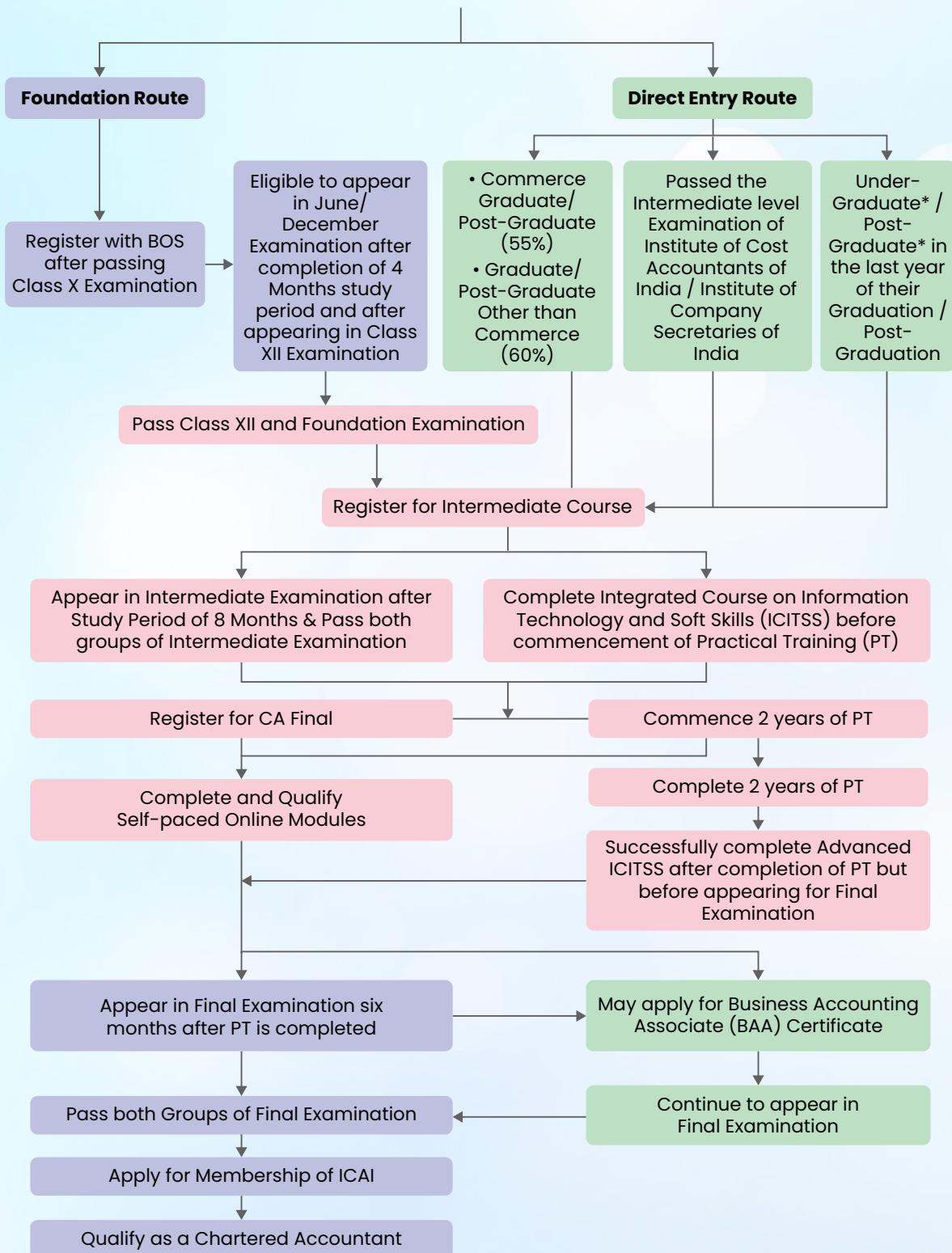
in an expeditious manner after the withdrawal of legal tender status of all ₹500 and ₹1000 banknotes in circulation at that time. The objective of introducing ₹2000 banknotes was met once banknotes in other denominations became available in adequate quantities. Therefore, printing of ₹2000 banknotes was stopped in 2018- 19.

Source : <https://rbidocs.rbi.org.in/rdocs/PressRelease/PDFs/PR257180523ALL%20BANKS64E5FDBEBAE14112A3ACE71F04AE5E2F.PDF>

- On the basis of an assessment of the current and evolving macroeconomic situation, the Monetary Policy Committee (MPC) at its meeting (June 8, 2023) decided to: Keep the policy repo rate under the liquidity adjustment facility (LAF) unchanged at 6.50 per cent. These decisions are in consonance with the objective of achieving the medium-term target for consumer price index (CPI) inflation of 4 per cent within a band of +/- 2 per cent, while supporting growth.

Source: https://rbi.org.in/Scripts/BS_PressReleaseDisplay.aspx?prid=55814

EDUCATION AND TRAINING AT A GLANCE



** On submission of final year graduation/post-graduation mark sheets, with prescribed minimum marks, the provisional registration will be confirmed.*

CROSSWORD - JULY 2023

1	2	3		4	5	6	7			8	9
10				11					12		
13						14			15		
		16			17				18		
				19				20			
	21		22				23		24		
25		26				27			28	29	
30					31					32	
33					34						
		35		36					37		38
39	40								41		
42						43					

ACROSS

- An investing strategy in which people aim to profit from varying prices for the same asset in different markets.
- The additional cost of producing one more unit of a good or service.
- A measure of the liquidity risk exposure of a financial portfolio.
- A law of government of India which manages receipt of foreign contributions or help from outside India.
- The world leader in global business intelligence & market insights.
- A measure of the prevailing direction of economic trends in manufacturing.
- ___ indicates that a company has items or financial backup for future needs.
- A chemical reaction where three or more compounds react to form a single product.
- Stands for carbon copy in Gmail.
- An attempt to change the mechanism of transferring subsidies.
- The percentage of customers' cash deposits that a commercial bank must keep with the RBI.
- The iPhone ___ is the budget phone from Apple.
- The vision of the new education system in India.
- Deals with the global rules of trade between nations.
- A currency union of 20 member states of the European Union that have adopted the euro as their primary currency.
- Abbr: New York City
- ___ enables potential customers around the world to discover the quality and benefits of U.S. agricultural products.
- It flavours food and is used as a binder and stabilizer.
- Building a better working world.

- A time standard based on Earth's rotation.
- The governing body of world tennis.
- Abbr: Relative Time of Arrival
- The Reserve Bank provides the ___ to enhance the resilience of the banking system in times of liquidity stress.
- A mandatory fee or financial charge levied by any government on an individual.
- Abbr: intradepartmental transfer.
- The official currency of Japan.
- The state of owing money

DOWNWARD

- A term used in investing to describe an investment strategy's ability to beat the market, or its "edge."
- A volatile memory that temporarily stores the files one is working on.
- An acronym for 5 emerging economies of the world.
- That cost which does not change with a change in the level of output.
- A document that proves the vehicle is registered with the Regional Transport Office.
- A public bank that supports government policies for economic development in the agriculture sector.
- Covers international trade in goods.
- A technology used primarily to identify and process checks.
- A means of exchanging commodities and services.
- Abbr: Earnest Money Contract.
- A sum of money paid into a bank or building society account.
- An area in which the business and trade laws are different from the rest of the country.
- Abbr: Monetary targeting.

- A sculpture of a person's head, shoulders, and chest.
- The ultimate negative.
- A state of content or prosperous existence.
- Used to show that something is in a position above something else and touching it,
- The value of the shares issued by a company.
- The accent traditionally regarded as the standard and most prestigious form of spoken British English.
- An alliance of countries from Europe and North America.
- The rate of return on an investment.
- A pay television channel owned by Sony Pictures Television.
- An office under the Indian Ministry of Corporate Affairs that deals with administration of the Companies Act, 2013.
- Abbr: Corporate Income Tax
- A pact between two or more nations to reduce barriers to imports and exports among them.
- The total value of all final goods and services in a country's economy.

If undelivered, please return to: The
Institute of Chartered Accountants of
India, ICAI Bhawan, Indraprastha Marg,
New Delhi-110002