

Lunawat Bulletin

Market Watch

Sensex

31.08.2018 **38645.07**

31.07.2018 **37606.58**

Nifty

31.08.2018 **11680.50**

31.07.2018 **11356.50**

Centrum set to buy L&T Finance's supply chain business



The Centrum Group, controlled by former Standard Chartered banker Jaspal Bindra, is set to acquire L&T Finance's supply chain lending business that has an outstanding loan book of Rs 800 crore.

Gold loan NBFCs may offer respite to Kerala borrowers

Gold loan NBFCs may take a "sympathetic" view towards calamity-stricken residents of Kerala, who have fallen behind on their repayments. NBFCs whose core business is lending against gold are working on several initiatives that may offer respite to Keralites trying to re-build their lives wrecked by the worst floods to have hit the state in a century.

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RBI promises to analyse liquidity management



The central bank has promised to conduct a detailed study of the liquidity issues and come up with fresh guidelines on prudential standards. "Pro-active liquidity management is the key to the effectiveness of monetary policy," RBI said in its annual report.

KKR's ex-director Kabir Mathur joins ADIA to head India investments.

Abu Dhabi Investment Authority (ADIA), the world's second largest sovereign wealth fund, has hired private equity veteran Kabir Mathur to head operations in India.

Mathur, a former director with US fund KKR & Co. L.P, has joined with ADIA's Abu Dhabi office as Head- India & South East Asia, Private Equities. Mathur, director of Private Equity at KKR, associated with the firm during 2008 -2017 and focused on KKR's investing and portfolio management activities across Southeast Asia. Prior to joining KKR, he worked with TPG Capital as Associate, focused on the investment activities in Southeast Asia.



Lunawat & Co.
Chartered Accountants

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Compliance Due Dates

Due Date	Related to	Particulars
07.09.2018 Friday	TDS/TCS (Income Tax)	<ul style="list-style-type: none"> Due date for deposit of Tax deducted/collected for the month of August, 2018.
11.09.2018 Tuesday	GST	<ul style="list-style-type: none"> File GSTR 1 for the month of August 2018 for assesses having Turnover exceeding Rs. 1.5 crores or opted to file Monthly Return. (*Other than state of Kerala and specified district of Karnataka and Puducherry)
14.09.2018 Friday)	TDS/TCS (Income Tax)	<ul style="list-style-type: none"> Issue TDS Certificate for tax deducted u/s 194-IA in the month of July, 2018. Issue TDS Certificate for tax deducted u/s 194-IB in the month of July, 2018.
15.09.2018 Saturday	TDS/TCS (Income Tax)	<ul style="list-style-type: none"> Due date for furnishing of Form 24G by an office of the Government where TDS for the month of August, 2018 has been paid without the production of a challan. Second installment of Advance Tax for the Assessment Year 2019-2020
15.09.2018 Saturday	Income Tax	<ul style="list-style-type: none"> Due Date of filing of Income Tax Return for assesses other than those assesses who are required to get their accounts audited under any statute in the state of Kerala
15.09.2018 Saturday	Provident Fund	<ul style="list-style-type: none"> Deposit PF contributions for August 2018.
15.09.2018 Saturday	ESI	<ul style="list-style-type: none"> Deposit ESIC for the month of August 2018.
20.09.2018 Thursday	GST	<ul style="list-style-type: none"> File GSTR 3B for the month of August 2018. (*Other than state of Kerala and specified district of Karnataka and Puducherry) File GSTR-5 and 5A for the month of August 2018
30.09.2018 Sunday	TDS/TCS (Income Tax)	<ul style="list-style-type: none"> Due date for furnishing of challan-cum-statement in respect of tax deducted under Section 194-IA or 194-IB for the month of August, 2018 .
30.09.2018 Sunday	Income Tax	<ul style="list-style-type: none"> Annual return of income for the assessment year 2018-19 if the assessee (not having any international or specified domestic transaction) is (a) corporate-assessee or (b) non-corporate assessee (whose books of account are required to be audited) or (c) working partner of a firm whose accounts are required to be audited) Audit report u/s 44AB for the assessment year 2018-19 in the corporate-assessee or non-corporate assessee (who is required to submit his/its return of income on September 30, 2018)

LIST OF HOLIDAYS

DATE	DAY	REGARDING
03.09.2018	Monday	Janmashtami
11.09.2018	Tuesday	Muhrram
13.09.2018	Thursday	Ganesh Chaturthi

Income Tax

CBDT Circular Clarifies Law on Immunity U/s 270AA From Levy Of Penalty

The CBDT has issued a directive dated 16th August 2018 in which it is stated that where an assessee makes an application seeking immunity under section 270AA of the Act, it shall not preclude such assessee from contesting the same issue in any earlier assessment year. Further, the Income-tax Authority, shall not take an adverse view in the proceedings for penalty under section 271(1)(c) of the Act in earlier assessment years merely on the ground that the assessee has acquiesced on the issue in any later assessment year by preferring an immunity on such issue under section 270AA of the Act.

Top Tax Professionals Slam CBDT for “Incentives” to CIT(A) to “Enhance Assessments” Legal Actions Threatened.

The Central Action Plan 2018-19 provides that CIT(A) will receive incentives if they enhance assessments, strengthen the assessment order and/or levy penalty u/s 271(1)(c). This move has been condemned by leading representatives of Industry and also by top tax professionals.

Stay on 2 clauses in Tax Audit Report till 31.3.2019

The CBDT has issued a circular dated 17th August 2018 stating that reporting requirements under the proposed clause 30C (pertaining to General Anti-Avoidance Rules (GAAR)) and proposed clause 44 (pertaining to Goods and Services Tax (GST) compliance) of the Form No. 3CD shall be kept in abeyance till 31st March, 2019. Therefore, for Tax Audit Reports to be furnished on or after 20th August, 2018 but before 1st April, 2019, the tax auditors will not be required to furnish details called for under the said clause 30C and clause 44 of the Tax Audit Report.

CBDT Amends Rule 11U & inserts Rule 11UAB

CBDT inserts Rule 11UAB for valuation of inventory on conversion to capital asset and amends Rule 11U to provide for balance sheet date for other than India Companies

CBDT Issues Guidelines for Manual Selection Of Returns For Complete Scrutiny In FY 2018-19 vide Instruction No. 04 of 2018 dated 20th August 2018.



Clarification on Total Turnover Section 10A

The CBDT has issued a directive dated 14th August 2018 vide circular no. 4/2018 in which it is stated that freight, telecommunication charges and insurance expenses are to be excluded both from "export turnover" and "total turnover", while working out deduction admissible under section 10 A of the Act to the extent they are attributable to the delivery of articles or things or computer software outside India as well as for providing the technical services outside India.

CBDT Sleuths Bust Rs. 4300 Cr Black Money & Benami Transactions Scam

The Ministry of Finance has announced that due to intensive efforts undertaken by the Income-tax Department, provisional attachment has been made in more than 1600 cases of properties under the Benami Transactions (Prohibition) Act, 1988. The value of properties under attachment is more than Rs. 4,300 crore. Details are also given of the prosecution proceedings initiated by the Income-tax Department

CBDT extends the due date of filing ITR for Kerala

The CBDT vide order u/s 119 dated 28/08/2018 has extended the 'due date' for submission of Returns of Income from 31/08/2018 to 15/09/2018 in the case of income tax assesseees in the State of Kerala ,who are liable to file their Income tax returns by 31/08/2018

Customs Act

- The Central Government, exempts all goods falling under the First Schedule to the Customs Tariff Act, 1975 (51 of 1975) when imported into India and intended for donation for the relief and rehabilitation of the people affected by the recent floods in the State of Kerala from
 - (a) The whole of the duty of customs leviable thereon under the First Schedule to the said Customs Tariff Act; and
 - (b) The whole of integrated tax leviable thereon under sub-section (7) of section 3 of the said Customs Tariff Act,
Subject to specified condition in the Notification No. 59/2018-Customs.
- Increase Ad-valorem component of BCD from 10% to 20% on 328 tariff lines of carpets, apparels and other textile products
- Prescribe effective rate of customs duty on Screw or SIM socket / other mechanical items (metal) for cellular mobile phone is 15%.
- In Serial number 14A and the second proviso to the notification 50/2017 from the 18th day of September, 2018 to delay the implementation of retaliatory duties against US till 18th September, 2018

Company Law

- MCA releases Report of the Committee to review offences under the Companies Act, 2013
- MCA also amends Rules to prescribe Rs. 5000/- fee payable on filing DIR 3KYC on or after 16th September 2018
- MCA amends Companies (Appointment and Qualification of Directors) Rules to allow filing of DIR 3KYC for FY 2018-19 till 15th September 2018
- MCA amends Companies (Prospectus & allotment of Securities) Rules & Form PAS 4 to give effect to amended s. 42 (Private Placement)
- MCA amends Companies (Accounts) Rules to provide 2 more clauses in Director's Report and smaller Director's Report for OPC and Small Company
- MCA notifies applicability of amended s. 42 as per Companies (Amendment) Act 2017 w.e.f. 7th August 2018
- MCA notifies amendment to s. 134 (Director's Report) as per Companies Amendment Act 2017 to be effective from 31st July 2018
- As per the extant rules, in respect of an individual who is in possession of Duplicate/Multiple DINs, he can retain the Oldest DIN only. DINs obtained later have to be surrendered. Further DIN once associated is NOT eligible for surrender

Goods & Service Tax



- The Central Government, on the recommendations of the Council, hereby specifies the persons who did not file the complete FORM GST REG-26 of the Central Goods and Services Tax Rules, 2017 but received only a Provisional Identification Number till the 31st December, 2017 may now apply for GSTIN by filling up the application in FORM **GST REG-01** of the Central Goods and Services Tax Rules, 2017.
- The Central Government has extended the due date for following registered persons:
 - Persons in the State of Kerala;
 - Persons whose principal place of business is in Kodagu district in the State of Karnataka; and
 - Persons whose principal place of business is in Mahe in the Union territory of Puducherry as follows:
 - FORM GSTR-1 for the quarter from July, 2018 to September, 2018 on or before the 15th November, 2018.
 - FORM GSTR-1 for the months of July, 2018 and August, 2018, on or before the 5th October, 2018 and 10th October, 2018 respectively.
 - FORM GSTR-3B for the months of July, 2018 and August, 2018 on or before the 5th October, 2018 and 10th October, 2018 respectively.
- The Commissioner, on the recommendations of the Council, extends the time limit for furnishing the details of outward supplies in FORM GSTR-1 of the Central Goods and Services Tax Rules, 2017, by such class of registered persons having aggregate turnover of more than 1.5 crore rupees in the preceding financial year or the current financial year, for each of the months from July, 2018 to March, 2019 till the 11th of the month succeeding such month.
- Central Government hereby exempts the payment of tax under supplies received from unregistered person under section 9(4) & 5(4) till 30th September 2019 from **30th September 2018**.

Presentations

During August 2018, our partner **CA. Pramod Jain** gave following presentations:

- “Changes in the Tax Audit” at various places including:
 - Nehru Place Study Circle of NIRC of ICAI
 - East Delhi Study Circle of NIRC of ICAI
 - Yamunanagar Branch of NIRC of ICAI
 - Mangalam Group & Sri Balaji CA Study Group
 - Rewari Branch of NIRC of ICAI
 - Trinagar Keshavpuram CPE Study Circle of NIRC of ICAI
 - Shastri Nagar CPE Study Circle of NIRC of ICAI
 - Shalimar Bagh CPE Study Circle of NIRC of ICAI
 - West Delhi Study Circle of NIRC of ICAI
 - Jalandhar Branch of NIRC of ICAI
 - Professional Forum
- “Finalization of Balance Sheet for FY 2017-18 & critical issues in Companies (Amendment) Act 2017” at Chandigarh Branch of NIRC of ICAI
- “Changes in Tax Audit & Critical issues in Companies (Amendment) Act 2017” at North campus Study Circle of NIRC of ICAI
- “Financial Statements from Banker's Perspective” at Indian Institute of Banking & Finance, Delhi

- “ICDS Overview” made at Direct Tax Regional Training Institute, Delhi
- “Presumptive Taxation & Changes in ITR” at Ambala Branch of NIRC of ICAI

During August 2018, our partner **CA. Rajesh Saluja** gave following presentations:

- “Finance for Non Finance” at Parasonic India Pvt. Ltd, Gurugram
- “Finance for Non Finance” at Aricent, Gurugram
- “Financial Acumen” at MISL Gurugram.
- “Financial Acumen” at MISL Vasant Kunj
- “Financial Acumen” at MISL Ranchi
- “Finance for Non Finance” at Vikas Group, Faridabad

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