

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

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BHUBANESWAR BRANCH OF EIRC OF ICAI



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ICAI BHAWAN

A-122/1, Nayapalli, Bhubaneswar-751012, Ph. : 0674-2392391

Email : bhubaneswar@icai.org,



From Chairman's Desk

Dear Professional Colleagues

Greetings

It gives me immense pleasure to get connected with you all once again through this August 2017 edition of Members' e-Newsletter. I extend my thankfulness to my colleagues in Managing Committee of Bhubaneswar Branch who have always supported me and encouraged me to perform.

This month we would be celebrating the 71st year of Indian Independence. With this very thought let me wish you all; a very happy Independence Day on 15th August 2017. India being a Sovereign country for more than 7 decades, had grown leaps and bounds in the field of Literacy, Health, Infrastructure, Information Technology etc. As CAs we play a key role in the economic wellbeing of our Nation. We all should uphold the glory of our motherland by our dedicated services; strictly adhering to transparency, integrity and values and I believe that we as professionals are leaving no stone unturned to comply with our ethical standards.

Last month, we conducted Seminar on GST Return Filing & Transitional Provisions for CAs, we celebrated CA day.

We are Planning to conduct All India CA Conference, IND AS Certification Course, Seminar on GST- Transition and Carry Forward Of Input Tax Credit, S Vaidyanath Aiyar Memorial Lecture - Attitude: The Master Key to Success & Happiness, GST Outreach Programme, Seminar on Insolvency and Bankruptcy Code 2016 for our Members. Other than the above we are planning to celebrate Independent Day and Ganesh Puja at our branch premises.

I would request all our members to participate, come together and derive maximum benefit out of the programmes conducted by our branch. Any type of suggestions, grievances, participation is always welcome from all our members.

Thank you!

With Warm Regards

CA. Rashmi Ranjan Mishra,
Chairman

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RELEASED BY:

CA. Rashmi Ranjan Mishra

Chairman,
Bhubaneswar Branch of EIRC of ICAI
A-122/1, Nayapalli,
Bhubaneswar - 751012
Phone: 91-674-2392391, 2390773
e-mail: bhubaneswar@icai.org

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Shared Service - A New Hybrid Approach

CA. Barsa Acharya

A volatile global economy, complex world financial markets, changing political regimes, increasing regulations, emergence of new technologies, pressure to deliver more innovative products and services – all of these factors and more are driving companies today to want more control and better integration across their business. Leading companies are now looking for new ways to deliver more value by moving beyond the back-office, function-based service provision of earlier generations.

The 80's was the heyday of corporate decentralization. But it has its own downside due to fiefdoms, redundant resources. So in the Mid-90's, companies have set to redress the excesses of decentralization. A new hybrid approach known as "Shared Service" has been born. The consolidation of business and IT Services across enterprises into one or more shared service is an established meaning of improving operational efficiency and reducing cost as well.

Shared Services is a way of organizing administrative functions to optimize the delivery of cost-effective, flexible, reliable services to all "customers". Shared services are an operational philosophy that involves centralizing administrative functions that were once performed in separate divisions or locations. Services that can be shared among the various business units of a company include finance, purchasing, inventory, payroll, hiring, and information technology.

Companies that have implemented shared services:-

- ABB
- HP
- American Express
- IBM
- DEC
- INTEL
- GE
- METLIFE

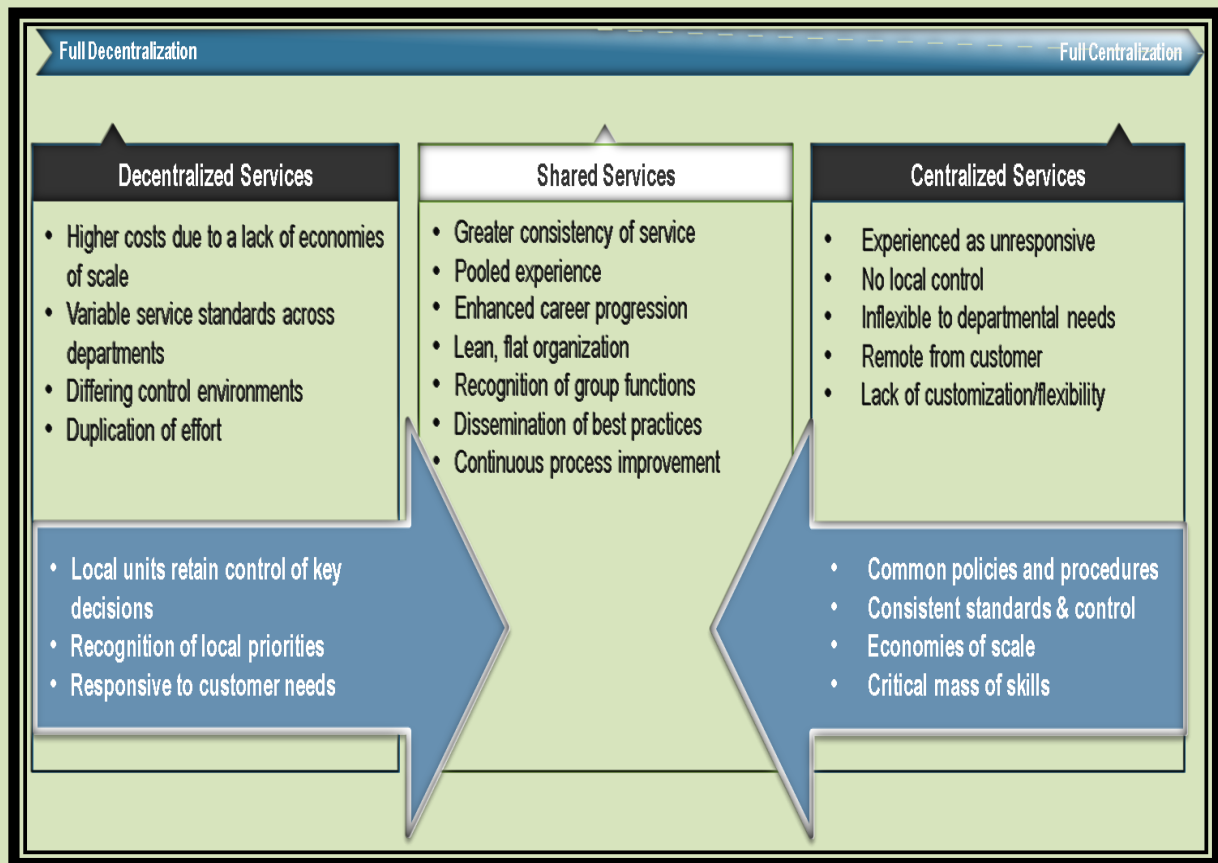
A Strategic Approach:

Ideally, companies that implement shared services enjoy significant cost savings by standardizing practices and procedures and by creating economies of scale. The typical evolution of a Shared Services organization has followed a track of:-

- ❖ Single function Shared Services for Accounting and Finance – Initially transactional services (e.g. Accounts Payable, Accounts Receivable, General Accounting).
- ❖ Multi-Functional Shared Services – With the success of single-function, Shared Services silos by function emerged replicating the initial success (e.g. Human Resources, Procurement, and Information Technology).
- ❖ Integrated Shared Services – As many of the underlying elements and enablers are similar (e.g. Service and Project Management, Service Levels, Sourcing Methodology, Technology Enablement, Business Process Management, Knowledge Management) organizations created a Shared Services Operating Unit, usually distinct from any particular functional area.



Drivers of Changes:



Shared Services has the mindset of a business and views the rest of the organization as their customers. As a service organization, their accountabilities are delivering value (balancing cost and service levels), as well as identifying ways of further leveraging their operating model. The operating model is built on three primary capability levers: People, Process, and Technology. While centralizing the services may be a component of Shared Services, the broader objective is to gain efficiencies beyond consolidation through a methodology of continuous improvement that results in more efficient and standardized processes, with much of the activity automated through enabling technology.

Big business set ups prefer shared service to address-

- Globalization & increased competition.
- Company Merger & acquisitions
- Back office poor service level
- The drive for increased shared holders value.
- Lack of standardized systems to implement changes
- Compilation of optimal cost with legislation.



Benefit of Shared service:

Shared Services is a business model that enables resources to be leveraged across an entire organization resulting in lower costs with agreed upon customer-service levels. In many instances, Shared Services is a separate business unit created within a company or agency accountable for delivering a suite of services to both the operating business units and the corporate functions. Implementing Shared Services will result in the following benefits:

- Centralization of efforts, expertise and cost, thereby eliminating their duplication.
- Enhanced ability to share best practices & knowledge.
- Increase in efficiency & effectiveness through re-engineering, decision support and controlled environment.
- Standardization of Processes
- Operating units free to focus on their operations and external customers and Corporate free to focus on strategy.
- Establish customer-market relationship through dedicated service desk.
- Reduces error rate.
- Reducing process-cycle time.
- Focus on core-competencies.
- Enhance specialized knowledge through training and skills development
- Upgrade systems to latest technology to automate and streamline manual processes
- Reduce overall risk by creating redundancy in critical support areas through shared services, providing for disaster recovery and business continuity
- Facilitate complete financial reporting through highly-integrated technology platform and databases

Biggest Issues Faced When Implementing Shared Services:

- Resistance to changes
- Inadequate team & user skill
- Shared services can lead to lower levels of control over back-of-house service.
- Shared services can result in less job diversity when organizations pool resources and streamline processes
- Sometimes sharing services can put an organization at a disadvantage if the service is critical to their competitive advantage.
- There may also be problems with the technical infrastructure and work may be required to ensure that IT systems are fit for the challenge.



Notification from different departments during July - 2017

Notification No	Notification Date	Act	Areas	Subject	For Details Please Refer
06/2017-Cus (CAA/DRI)	31-Jul-17	Customs	Non-Tariff	Appointment of Common Adjudicating Authority by DGR	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-nt2017/cscaadri06-2017.pdf
07/2017-Cus (CAA/DRI)	31-Jul-17	Customs	Non-Tariff	Appointment of Common Adjudicating Authority by DGR	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-nt2017/cscaadri07-2017.pdf
18/2017-CE	1-Jul-17	Central Excise	Tariff	Seeks to provide exemption to all goods mentioned in the seventh schedule to the finance act, 2005 from whole of the additional duties of excise leviable thereon.	http://cbec.gov.in/htdocs-cbec/excise/cx-act/notifications/notfns-2017/cx-tarr2017/ce18-2017.pdf
19/2017-CE	1-Jul-17	Central Excise	Tariff	Seeks to rescind notification no.16/2010-central excise dated 27th February 2010.	http://cbec.gov.in/htdocs-cbec/excise/cx-act/notifications/notfns-2017/cx-tarr2017/ce19-2017.pdf
20/2017-CE	3-Jul-17	Central Excise	Tariff	Seeks to amend notification no. 28/2002-central excise dated 13th may 2002.	http://cbec.gov.in/htdocs-cbec/excise/cx-act/notifications/notfns-2017/cx-tarr2017/ce20-2017.pdf
21/2017-CE	18-Jul-17	Central Excise	Tariff	Seek to rescind 6 Central Excise notifications	http://cbec.gov.in/htdocs-cbec/excise/cx-act/notifications/notfns-2017/cx-tarr2017/ce21-2017.pdf
22/2017-CENT	18-Jul-17	Central Excise	Non-Tariff	Seeks to rescind 5 Central Excise (N.T.) notifications	http://cbec.gov.in/htdocs-cbec/excise/cx-act/notifications/notfns-2017/cx-nt2017/cent22-2017.pdf
34/2017-Cus (ADD)	13-Jul-17	Customs	Anti-Dumping Duty	Seeks to extend levy of anti-dumping duty on imports of 'Grinding Media Balls' (excluding Forged Grinding media Balls), originating in, or exported from, Thailand and people's Republic of China imposed vide Notification 36/2012- Customs (ADD) ,dated 16th July, for one year i.e. up to and inclusive of the 15th July, 2018.	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-add2017/csadd34-2017.pdf



35/2017-Cus (ADD)	13-Jul-17	Customs	Anti-Dumping Duty	Seeks to Impose provisional anti-dumping duty on imports of 'O-Acid' originating in exported from China PR	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-add2017/csntf35-2017.pdf
36/2017-Cus (ADD)	28-Jul-17	Customs	Anti-Dumping Duty	Seeks to continue anti-dumping in force concerning imports of 'poly tetraflouroethylene or PTFE' originating in exported from China PR.	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-add2017/csadd36-2017.pdf
63/2017-Cus	5-Jul-17	Customs	Tariff	Amendment in Notification No. 12/2012-Cus dated 17.03.2012	http://www.cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-tarr2017/cs63-2017-revised.pdf
64/2017-Cus	5-Jul-17	Customs	Tariff	IGST exemption to SEZs on import of Goods by a unit/developer in an SEZ	http://www.cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-tarr2017/cs64-2017-revised.pdf
65/2017-Cus	8-Jul-17	Customs	Tariff	Seeks to amend Notification No. 50/2017-Customs dated 30.06.2017	http://www.cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-tarr2017/cs65e-2017.pdf
66/2017-Cus	10-Jul-17	Customs	Tariff	Seeks to increase import duty on sugar [Raw sugar, Refined or White sugar, Raw sugar if imported by bulk consumer under tariff head 1701, from the present 40% to 50% with immediate effect and without an end date	http://www.cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-tarr2017/cs66e-2017.pdf
67/2017-Cus	14-Jul-17	Customs	Tariff	Seeks to further amend notification no. 25/2005-customs dated 01.03.2005.	http://www.cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-tarr2017/cs67e-2017.pdf
68/2017-Cus	27-Jul-17	Customs	Tariff	Seeks to amend Notification No. 96/2008-Customs dated 13th August 2008 to insert S. No. 35-Republic of Niger and S. No. 36 -Republic of Guinea in the Schedule to the notification.	http://www.cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-tarr2017/cs68e-2017.pdf
69/2017-Cus	31-Jul-17	Customs	Tariff	Rescinding notification no 63/2017-customs dated 05.07.2017.	http://www.cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-tarr2017/cs69-2017.pdf;jsessionid=0858232C269D418FBABAB4280EF271B7



69/2017-Cus (NT)	1-Jul-17	Customs	Non-Tariff	Notification for further amendment in CBEC Tariff Value Notification No. 62/2017-Customs (N.T.) dated 30.06.2017	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-nt2017/csnt69-2017.pdf
70/2017-Cus	31-Jul-17	Customs	Tariff	Amendment in notification no 50/2017-cus dated 30.06.2017.	http://www.cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-tarr2017/cs70-2017.pdf
70/2017-Cus (NT)	6-Jul-17	Customs	Non-Tariff	Rate of exchange of conversion of the foreign currency with effect from 7th July, 2017	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-nt2017/csnt70-2017.pdf
71/2017-Cus (NT)	14-Jul-17	Customs	Non-Tariff	Tariff Notification in respect of Fixation of Tariff Value of Edible Oils, Brass Scrap, Poppy Seeds, Areca Nut, Gold and Silver	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-nt2017/csnt71-2017.pdf
72/2017-Cus (NT)	20-Jul-17	Customs	Non-Tariff	Rate of exchange of conversion of the foreign currency with effect from 21th July, 2017	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-nt2017/csnt72-2017.pdf
73/2017-Cus (NT)	26-Jul-17	Customs	Non-Tariff	Regarding amendment in Notification no. 131/2016-Customs (N.T.) dated 31.10.2016 relating to AIRs of duty drawback	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-nt2017/csnt73-2017.pdf
74/2017-Cus (NT)	31-Jul-17	Customs	Non-Tariff	Tariff Notification in respect of Fixation of Tariff Value of Edible Oils, Brass Scrap, Poppy Seeds, Areca Nut, Gold and Silver- Reg	http://cbec.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2017/cs-nt2017/csnt74-2017.pdf



Programmes to be held during August - 2017

a. Member

I. IND AS CERTIFICATE COURSE	2 nd - 22 nd Oct 2017
II. National CA Conference – Moving with Adaptability & Accountability	5 th & 6 th Aug 2017
III. SEMINAR ON GST- TRANSITION AND CARRY FORWARD OF INPUT TAX CREDIT	12 th Aug 2017
IV. S VAIDYANATH AIYAR MEMORIAL LECTURE - ATTITUDE:- THE MASTER KEY TO SUCCESS & HAPPINESS	13 th Aug 2017
V. GST OUTREACH PROGRAMME	24 th Aug 2017
VI. SEMINAR ON INSOLVENCY AND BANKRUPTCY CODE 2016	29 th Aug 2017

b. Students & Members

I. INDEPENDENCE DAY	15 th Aug 2017
II. GANESH PUJA	25 th Aug 2017



Glimpses





Statutory Compliance Calendar August 2017

Event Date	Act	Applicable Form	Obligation
05-Aug-17	Income Tax	Form No. ITR-1,2,3,4	Filing of I.T. Returns by Individuals , HUF (without Audit)
05-Aug-17	Income Tax	Form No ITR.-5	Filing of I.T. return by Firms, AOPs, BOIs (without audit)
05-Aug-17	Income Tax	Form No ITR.-7	Filing of I.T. Return by Trusts, Political party etc.(without audit)
07-Aug-17	Income Tax	Form No.27C (TCS)	Submission of Forms received in July to IT Commissioner
07-Aug-17	Income Tax	Challan No.ITNS-281	Payment of TDS/TCS deducted/collected in July
10-Aug-17	Goods and Services Tax	Form GSTR-7	Payment of TDS & filing of Return of TDS for July.
10-Aug-17	Goods and Services Tax	Form GSTR-8	Payment of TCS and filing of Return/Statement of TCS by e-commerce operator for July
15-Aug-17	Service Tax	Return No.ST-3	Filing of Service Tax Return for the Period of 01.04.2017 to 30.06.2017.
15-Aug-17	ESI	ESI Challan	Payment of ESI for July Applicable for Salary up to Rs. 21,000 instead of 15,000 earlier)
15-Aug-17	Income Tax	Form 16A	Issue of Quarterly TDS certificates for June quarter by ALL deductors
15-Aug-17	Provident Fund	Electronic Challan cum Return (ECR)	E-Payment of PF for July
16-Aug-17	Goods and Services Tax	FORM GST CMP-01	Intimation & opt for Composition Levy
25-Aug-17	Goods and Services Tax	GST Challan	Deposit of GST in ALL cases
25-Aug-17	Goods and Services Tax	Form GSTR-3B	GSTR-3B where TRAN-1 NOT to be filed by 28.8.17
28-Aug-17	Goods and Services Tax	Form GSTR-3B	GSTR-3B where TRAN-1 to be filed by 28.8.17