

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

(Set up by an Act of Parliament)

BHUBANESWAR BRANCH (EIRC)



February - 2020

e-News Letter

ICAI BHAWAN, PLOT NO- A/122/1
NAYAPALLI, BHUBANESWAR – 751 012



From Chairman's Desk

Dear Professional Colleagues,

Greetings

I express my gratitude to the esteemed members of Bhubaneswar Branch and Managing Committee Members for giving an opportunity to serve as 38th Chairman of Bhubaneswar Branch of EIRC of ICAI for the year 2020-21. It also gives immense pleasure to get connected with you all through February 2020 edition of member's E-New Letter. I extend my thankfulness to my colleagues in managing committee of Bhubaneswar Branch who have supported me to release this newsletter.

One year as Chairman of the branch is a short period to set up the goal and implement them for the members and the student. As the Vice Chairman in previous year 2019-20, I got the opportunity to work with the immediate Past Chairman CA. Sugyan Kumar Sahoo which gives me ample of scope to learn the branch activities for the development of the members and the students. Last year it was a big challenge for us to make repair and maintenance of the branch premises which was affected by funny and maintenance work to prevent water seepage in the building. We have successfully completed the internal repair works of the building which was required urgently.

I am happy to share that we have more than 50 Women CA Members and more than 500 Girls Student pursuing CA Course. The strength of the Women in the profession is growing faster pace which is a positive sign. I wish Happy Women's Day and my heartiest congratulations on this great occasion. The Awareness of the girl Students about the importance of the International Women's day is equally important. On this Occasion we have planned to conduct a debate competition in the Siripur Ashram School among the ST SC under privilege girls came from different parts of Odisha.

I request all the members to be alert for the CORONA VIRUS which is now spreading in India after China and other country and kind advice to take all the preventive measures to get rid from its dangerous virus infection.

Among the programs to be conducted during this year we have planned for open an e-library for empowerment of the members to take the benefit of Self service portal, Digital Learning hub, Virtual CPE Hour, Digital Library, Centralized Distribution Portal for Publication etc. Among the other programs to be conducted during the month of March and April 2020 are

Women's Day Celebration 2020, Seminar on Spice Plus scheme, Seminar on Bank Audit, Seminar on recent amendments of CARO, Career Counseling Programme in the school and colleges and Study circle meetings to discuss the professional development in different subjects by inviting our local resource person.

We are holding a campus placement programs in 30th and 31st March for newly qualified Chartered Accountants and ECASA Election for students shall be held on 28th March 2020.

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. Bibhu Prasad Mohapatra
Chairman

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Editorial Board

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CA Bisworanjan Sutar

CA Ranjan Kumar Prusty

CA Janhabhi Deo

CA Pradip Kumar Sahoo

CA Goutam Lenka

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RELEASED BY:

CA. Bibhu Prasad Mohapatra

Chairman,

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***MANAGING COMMITTEE MEMBERS
OF BHUBANESWAR BRANCH OF EIRC OF ICAI (2020-21)***



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CA. Pradip Kumar Sahoo
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CA. Goutam Lenka
Member



CA. Sugyan Kumar Sahoo
Chairman



ICAI

Sl. No.	Date	Title	Links
1	28-02-2020	Exposure Draft of Standard on Internal Audit (SIA) 140, Governance	https://resource.cdn.icai.org/58538iasb47693sia140.pdf
2	28-02-2020	Exposure Draft of Standard on Internal Audit (SIA) 150, Compliance with Laws and Regulations	https://resource.cdn.icai.org/58539iasb47693sia150.pdf
3	28-02-2020	Exposure Draft of Standard on Internal Audit (SIA) 250, Communication with Those Charged with Governance	https://resource.cdn.icai.org/58540iasb47693sia250.pdf
4	18-02-2020	Educational Material on Indian Accounting Standards 20, Accounting for Government Grants and Disclosure of Government Assistance is issued by ICAI.	https://www.icai.org/new_post.html?post_id=16331&c_id=240

CORPORATE LAWS

Title	Notification No.	Date	Summary
Companies (Appointment and Qualification of Directors) Amendment Rules, 2020	Notification No. G.S.R. 145(E)	28/02/2020	1. Extension of Time Limit for online proficiency self-assessment test for Independent Directors to Five Months. 2. Exemption to pass online proficiency self-assessment test for being Independent Director to one who has served as director of listed public company; or unlisted public company having a paid-up share capital of rupees ten crore or more; or body corporate listed on a recognized stock exchange
Companies (Incorporation) Amendment Rules, 2020	Notification No. G.S.R. 128(E)	18/02/2020	MCA notifies the Companies (Incorporation) Amendment Rules, 2020, whereby e-Forms SPICe (INC 32) and INC 35 (AGILE) have been substituted with SPICe+ (INC 32) and INC 35 (AGILE PRO), w.e.f. 23rd February, 2020.
Companies (Registration Offices and Fees) Amendment Rules, 2020	Notification No. G.S.R. 127(E)	18/02/2020	MCA has released revised form No. GNL-2 vide Companies (Registration Offices and Fees) Amendment Rules, 2020. A Company can file certain documents with the Registrar of Companies by filing this e-Form GNL-2 and in case there is no e-Form prescribed for filing any document with Registrar, then company or liquidator can file such documents through this



			e-Form.
Companies (Issue of Global Depository Receipts) Amendment Rules, 2020	[File No. 1/21/ 2013-CL-V-part] [G.S.R. 111(E).]	13/02/2020	Notifications regarding Issue of GDR by Public offerings and remittances through International Financial Services Centre Banking Unit (IBU) and utilised in accordance with the instructions issued by the Reserve Bank of India from time to time
Companies (Auditor's Report) Order, 2020 (CARO 2020)	[F. No. 17/45/2015-CL-V Part I]	25/02/2020	Refer Highlighter Section for Detail Analysis

COMMERCIAL LAWS

Title	Notification No.	Date
Phase 3 of IBBI Valuation Examinations w.e.f. 1st June 2020	Press Release No. IBBI/PR/2020/03	28/02/2020
IP warned to be extremely careful, diligent & act strictly as per law	Order No. IBBI/DC/18/2020	27/02/2020
DC warns IP for not conducting CIRP in a transparent manner	Order No. No. IBBI/DC/17/2020	26/02/2020
Committee to study feasibility of allowing life insurers to offer indemnity-based health policies	Notification No. IRDAI/HLT/ORD/MISC/050/02/2020	25/02/2020
Draft Employees' State Insurance (General) Amendment Regulations, 2020	Notification No. N-12/13/1/2016-P&D	24/01/2020
Constitution of 22nd Law Commission of India	F. No. A-45012/1/2018-Admn. III (LA)	21/02/2020
Committee to implement proposed Cross Border Insolvency provisions	Order No. 30/27/2018	21/02/2020
AP RERA- Skill, Safety, Third Party Certification on all Projects	Circular No. A/1104/2019	20/02/2020
Employees Pension (Amendment) Scheme, 2020	Notification No. G.S.R.132 (E).	20/02/2020
Disruption of supply chain due to spread of Corona Virus in China is natural calamity	No.F.18/4/2020-PPD	19/02/2020
Indian Boiler (Amendment) Regulations, 2020	Notification No. G.S.R. 123(E)	17/02/2020
Flat Transparent Sheet Glass (Quality Control) Order, 2020	Order No. S.O. 738(E)	14/02/2020
Guidelines for initiation of Section 7A inquiries under EPF Act	No.C-II/20/76/Misc./2020/CBE/TN/027	14/02/2020
IBBI (Insolvency Resolution Process for Corporate Persons) (Amendment) Regulations, 2020	Notification No. No. IBBI/2019-20/GN/REG055	12/02/2020
Banning of Unregulated Deposit Schemes Rules, 2020	Notification No. S.O. 663 (E)	12/02/2020
Guidelines on Standardization of Exclusions in Health Insurance Contracts amended	Ref. No: IRDAI/HLT/REG/CIR/046/02/2020	10/02/2020
Life Insurance Corporation (Amendment) Rules, 2020	Notification No. G.S.R. 96(E).	10/02/2020



Revised Guidelines on Stewardship Code for Insurers in India	Ref. No:IRDAI/F&A/GDL/CPM/04 5/02/2020	07/02/2020
Competition Commission of India (General) Amendment Regulations, 2020	No. L-3(2)/Regln- Gen.(Amdt.)/2020/CCI	06/02/2020
The Punjab Right to Business Act, 2020	Notification No. 1-Leg./2020 / Punjab Act No. 1 of 2020	06/02/2020
PFRDA (Pension Fund) (Second Amendment) Regulations, 2020	Notification No. PFRDA/12/RGL/139/9	04/02/2020
IRDAI allows addition of departments to surveyors & loss assessors	Ref: IRDAI/SUR/CIR/MISC/042/20 20	04/02/2020
Obligatory Cessions to Indian Re-insurers for FY 2020-21	F. No. IRDAI/RI/1/167/2020	03/02/2020

CUSTOMS

Title	Notification No.	Date
Implementation of Customs automated clearance on All-India basis	Circular No. 15/2020-Customs	28/02/2020
Tariff Notification No. 18/2020-Customs (N.T.), Dated: 28.02.2020	Notification No. 18/2020-Customs (N.T.) [S.O. 900(E)]	28/02/2020
Notification No. 17/2020-Customs (N.T.) dated 25th February, 2020	Notification No. 17/2020-Customs (N.T.) [S.O. 855(E).]	25/02/2020
Transportation of goods to and from India through a foreign Territory	Circular No. 14/2020-Customs	21/02/2020
Sunset Review of Anti-Dumping Investigation concerning imports of 'Sheet Glass'	F.No.7/10/2019-DGTR	21/02/2020
Transportation of Goods (Through Foreign Territory), Regulations, 2020	Notification No. 16/2020-Customs (N.T.) [G.S.R. 136(E)]	21/02/2020
CBIC notifies Rate of Exchange of Foreign Currencies wef 21.02.2020	Notification No.15/2020-Customs (N.T.)	20/02/2020
Customs preparing for surge in Import/Export after 'Coronavirus' Control	Instruction No. 02/2020-Customs	20/02/2020
Posting/transfer Order of Chief Accounts Officers of Customs Grade	Office Order No. 01/2020 and 02/2020	19/02/2020
RoSCTL Scheme & Incentive for export of garments & made-ups	Circular No. 13/2020-Customs	19/02/2020
Sea Cargo Manifest and Transhipment (Amendment) Regulations, 2020	Notification No. 14/2020-Customs (N.T.) [G.S.R. 121(E)]	14/02/2020
Exemption of duties of Customs against scrips issued under 2% Additional ad hoc incentive for mobile phones	Notification No. 14/2020-Customs [G.S.R. 120(E)]	14/02/2020
Tariff Notification No. 13/2020-Customs (N.T.) dated 14.02.2020	Notification No. 13/2020-Customs (N.T.)	14/02/2020
Customs duty exemption on scrips issued under RoSCTL scheme and additional ad-hoc incentive for apparel and made-ups sector	Notification No. 13/2020-Customs [G.S.R. 119(E)]	14/02/2020
Testing of imported food products at FSSAI notified laboratories-reg.	Instruction No. 1/2020-Customs	12/02/2020
Notification No. 16/2020-Customs	Notification No. 16/2020-Customs	11/02/2020



(N.T./CAA/DRI), Dated: 11.02.2020	(N.T./CAA/DRI) [S.O. 693(E)]	
Notification No. 15/2020-Customs (N.T./CAA/DRI), Dated:11.02.2020	Notification No. 15/2020-Customs (N.T./CAA/DRI) [S.O. 692(E)]	11/02/2020
Notification No. 12/2020-Customs (N.T.) dated:11th February, 2020	Notification No. 12/2020-Customs (N.T.) [G.S.R. 105(E)]	11/02/2020
CBIC-Sanction of Prosecution of Group -‘A’ Officers- Competent Authority	Circular No. 12/2020-Customs	10/02/2020
Previously issued LPCOs cannot be uploaded on eSANCHITw.e.f 28.02.2020	Circular No. 11/2020-Customs	10/02/2020
Anti-dumping duty on import of Acetone from Korea	Notification No. 04/2020-Customs (ADD)	10/02/2020
Electronic sealing-Deposit in and removal of goods from Customs Bonded Warehouses-reg	Circular No. 10/2020-Customs	07/02/2020
CBIC notifies Rate of Exchange of Foreign Currencies wef 07.02.2020	Notification No. 11/2020-Customs (N.T.)	06/02/2020
Streamlining export data to include District level details in Shipping Bills-reg	Circular No. 09/2020-Customs	05/02/2020
Reg. Transshipment of Export Cargo from Bangladesh to third countries through LCS	Circular No. 08/2020-Customs	05/02/2020
Custom procedure of inspection/appraisal of second hand machinery	Circular No. 07/2020-Customs	05/02/2020
Notification No. 14/2020-Customs (N.T./CAA/DRI) Dated 03.02.2020	Notification No. 14/2020-Customs (N.T./CAA/DRI)	03/02/2020
Notification No. 13/2020-Customs (N.T./CAA/DRI), Dated: 03.02.2020	Notification No. 13/2020-Customs (N.T./CAA/DRI) [S.O.562(E)]	03/02/2020
Notification No. 12/2020-Customs (N.T./CAA/DRI), Dated: 03.02.2020	Notification No. 12/2020-Customs (N.T./CAA/DRI)	03/02/2020
Notification No. 11/2020-Customs (N.T./CAA/Extension/DRI), Dated 03.02.2020	Notification No. 11/2020-Customs (N.T./CAA/EXTENSION/DRI)	03/02/2020
BCD rates on Solar Cells whether or not assembled into modules, including Safeguard duty	Notification No. 01/2020-Customs (SG) [G.S.R. 75(E)]	02/02/2020
Customs Tariff (Identification, Assessment and Collection of Countervailing Duty on Subsidised Articles and for Determination of Injury) Amendment Rules, 2020	Notification No.10/2020-Customs (N.T.) [G.S.R. 74(E).]	02/02/2020
Customs Tariff (Identification, Assessment and Collection of Anti-dumping Duty on Dumped Articles and for Determination of Injury) Amendment Rules, 2020	Notification No. 09/2020-Customs (N.T.) [G.S.R. 73(E)]	02/02/2020
CBIC revokes Anti-dumping duty imposed on Purified Terephthalic Acid	Notification No. 03/2020-Customs (ADD) [G.S.R. 76(E)]	02/02/2020
Notification No. 12/2020-Customs dated 2nd February, 2020	Notification No. 12/2020-Customs [G.S.R. 72(E)]	02/02/2020
Notification No. 11/2020-Customs dated 2nd February, 2020	Notification No. 11/2020-Customs [G.S.R. 71(E)]	02/02/2020
Notification No. 10/2020-Customs dated 2nd February, 2020	Notification No. 10/2020-Customs [G.S.R. 70(E)]	02/02/2020
CBIC revises levy of Social Welfare Surcharge on specified goods	Notification No. 09/2020-Customs [G.S.R. 69(E)]	02/02/2020
CBIC exempts specified goods from Health Cess imposed on medical devices	Notification No. 08/2020-Customs [G.S.R. 68(E)]	02/02/2020
CBIC excludes copper & articles thereof from	Notification No. 07/2020-Customs	02/02/2020



exemption provided to raw materials use for manufacturing of ITA	[G.S.R. 67(E)]	
CBIC exclude copper & articles thereof from exemption to raw materials use for manufacturing of ITA goods	Notification No. 06/2020–Customs [G.S.R. 66(E)]	02/02/2020
CBIC withdraw BCD exemption on Gold used in manufacture of semi-conductor devices	Notification No. 05/2020–Customs [G.S.R. 65(E)]	02/02/2020
Duty exemption on wool, woollen fabrics & apparels received as gifts by Indian Red Cross Society	Notification No. 04/2020–Customs [G.S.R. 64(E)]	02/02/2020
CBIC extends exemption from BCD &IGST on specified military equipment	Notification No. 03/2020–Customs [G.S.R. 63(E)]	02/02/2020
CBIC amends applicable BCD rate on specified parts of Cellular Mobile Phones	Notification No. 02/2020–Customs [G.S.R. 62(E)]	02/02/2020
CBIC prescribe Basic Customs Duty on various goods- Amends notification No. 50/2017	Notification No. 01/2020–Customs [G.S.R. 61(E)]	02/02/2020

DGFT

Title	Notification No.	Date
Amendment in Export Policy of Personal Protection Equipments/Masks	Notification No. 48/2015-2020-DGFT [S.O. 854(E)]	25/02/2020
TMA- Hard copy of applications for claiming assistance allowed	Trade Notice No. 51/2019-20-DGFT	21/02/2020
Kattapulli Port approved for import of metallic scarp without PSIC	Public Notice No. 64/2015-2020	19/02/2020
Recovery of export benefits given on re-import of exported goods	Public Notice No. 07/2020-DGFT-Delhi	18/02/2020
Letter of confirmation & Legal Undertaking for Export/Re-export of SCOMET items	Public Notice No. 63/2015-20-DGFT	18/02/2020
DGFT removes Pre-export condition for SION E-121 to E-124 & E-127 to E-128	Public Notices No. 62/2015-2020-DGFT	14/02/2020
MIP not applicable on Import of Cashew Kernels for SEZ/EoU units	Trade Notice No. 50/2019-2020-DGFT	14/02/2020
Amendments in Appendix 3B, Table 2 of MEIS to align with HS Codes	Public Notice No. 61/2015-2020	11/02/2020
FAQs on EU-GSP Registered Exporter System	Trade Notice No. 49/2019-20	11/02/2020
Amendment in Appendix 2E- Added Visvesvaraya Trade Promotion Centre	Public Notice No. 60/2015-2020-DGFT	10/02/2020
Extension of validity of Pre-shipment Inspection Agencies till 31.03.2020	Public Notice No. 59/2015-2020-DGFT	07/02/2020
ICDR system to stop import of mobile phones with duplicate, fake IMEI	Public Notice No. 05/2020-DGFT-Delhi	07/02/2020
Export of Krishnapuram Onions upto 10,000 MT allowed for period upto 31.03.2020	Notification No. 46/2015-2020-DGFT [S.O. 571(E)]	06/02/2020
Resubmission of applications for claiming assistance under TMA	Trade Notice 48/2019-20	04/02/2020



GST

Title	Notification No.	Date
Delegation of authority for blocking of credits in Maharashtra	No. D.C.(A&R)-2/GST/PWR/Section/2017-18/ADM-8	24/01/2020
Physical Submission of Audit Report in Form 704 for FY 2018-19	Trade Circular No. 02 T of 2020	24/02/2020
CBIC notifies rate of GST on supply of lottery	Notification No. 1/2020-Central Tax (Rate) [G.S.R. 134(E)]	21/02/2020
IGST: CBIC notifies rate of GST on supply of lottery	Notification No. 1/2020-Integrated Tax (Rate) [G.S.R. 135(E)]	21/02/2020
UTGST: CBIC notifies rate of GST on supply of lottery	Notification No. 1/2020-Union territory Tax (Rate) [G.S.R. 136(E)]	21/02/2020
GST Sikkim- Submit invoice/bill of supply at respective validation centre	Office Order No. 149/GOS/LTD/2020	17/02/2020
Recover interest which arises due to belated GSTR-3B return filing: CBIC	F. No. CBEC-20/16/07/2020- GST	10/02/2020
Extension of time limit for submitting declaration in Form GST TRAN-1	Order No. 01/2020-GST	07/02/2020
Reimbursement of SGST in case of movies – Panipat & Tanhaji	Trade Circular No. 01T of 2020	06/02/2020
Due date of GSTR-9 / GSTR-9C for UP corrected to 7th February 2020	Notification No. G.S.R. 85(E) / CORRIGENDUM to Notification No. 06/2020-Central Tax	04/02/2020
MOF declares GST Database & infrastructure installed at GSTN as protected	Notification No. G.S.R. 84(E)	04/02/2020
Transitional Credit – Technical glitches on GST Portal- Follow SOP	F.No. CBEC-20/10/16/2018-GST (Pt. I)/352	04/02/2020
CBIC notifies due date of GSTR3B for January, February & March 2020	Notification No. 07/2019–Central Tax [G.S.R. 83(E)]	03/02/2020
Extension of Extension- Due date of Form GSTR-9/GSTR-9C extended	Notification No. 06/2020-Central Tax [G.S.R. 82(E)]	03/02/2020

INCOME TAX

Title	Notification No.	Date
Govt designates Special Court for Black Money cases in Punjab & UT of Chandigarh	Notification No. 13/2020-Income Tax [S.O. 862(E)]	26/02/2020
Procedure for Selection of Best Officers in Income Tax department	F. No.275/33/2019-IT (B)	20/02/2020



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Functionality for Demand Adjustment u/s 245 by AO in ITBA	ITBA- Assessment - Demand Adjustment by AO u/s 245 Instruction No.13	19/02/2020
Authority to condone delay in filing Form 9/Form 10 by Charitable Institutions	Circular No. 06/2020-Income Tax	19/02/2020
Steps to clear pendency of processing of Income Tax Returns transferred by CPC-ITR	ITBA-ITR Processing Instruction No - 10	18/02/2020
CBDT revises definition of unauthorised colonies of NCT of Delhi	Notification No. 12/2020-Income Tax [G.S.R. 124(E)]	17/02/2020
Rule 114AAA: PAN to become inoperative on failure to furnish Aadhaar	Notification No. 11/2020-Income Tax [G.S.R. 112(E)]	13/02/2020
'Vivad Se Vishwas Scheme'- An important factor in determining future postings	NA	13/02/2020
Forms for exercise of Lower Income Tax rate option for Companies released	Notification No. 10/2020-Income Tax [G.S.R. 110(E)]	12/02/2020
CJMs of UT of J&K Designated as Special Court under Black Money law	Notification No. 09/2020-Income Tax [S.O. 664(E)]	12/02/2020
CBDT notifies 'Pr. DGIT (System)' as Income-tax authority to furnish info to SEBI	F.No. 225/297/2019/ITA.II	10/02/2020
Procedure of PAN allotment through Common Application Form	Notification 11/2020- Income Tax (DGIT Systems)	07/02/2020
Competition Commission of India (General) Amendment Regulations, 2020	No. L-3(2)/Regln-Gen.(Amdt.)/2020/CCI	06/02/2020
Direct Tax Vivad se Vishwas Bill, 2020	BILL NO. 29 of 2020	05/02/2020
No TDS by Mutual Funds on income in the nature of capital gains	NA	04/02/2020
CBDT to Compile data of taxpayer in whose case appeals are pending	D.O.No.279/Misc./M-10/2020 -ITJ	04/02/2020
Finance Bill 2020 / Union Budget 2020-21	BILL No. 26 OF 2020	01/02/2020



Title	Notification No.	Date
Govt extends term of appointment of SEBI Chairman Ajay Tyagi	Notification No. S.O. 911(E)	28/02/2020
SEBI amends SEBI (International Financial Services Centres) Guidelines, 2015	Circular No. SEBI/HO/MRD1/DSAP/CIR/P/2020/30	27/02/2020
Investors can directly directly access infrastructure of recognised stock exchanges to deal in MFs	Circular No. SEBI/HO/MRD1/DSAP/CIR/P/2020/29	26/02/2020
Implementation of Section 51A of UAPA, 1967 – Addition of two entries	Press Releases No. 12/2020-SEBI	26/02/2020
Mauritius included in FATF list of jurisdictions under increased monitoring	Press Release No. 10/2020-SEBI	25/02/2020
Changes to Margin Framework for Cash & Derivatives segments	Notification No. SEBI/HO/MRD2/DCAP/CIR/P/2020/27	24/02/2020
SEBI (Depositories And Participants) (Amendment) Regulations, 2020	Notification No. SEBI/LAD-NRO/GN/2020/04	21/02/2020
Implementation of Section 51A of UAPA, 1967- Addition of 1 entry in 1267 List	Press Releases No. 08/2020	18/02/2020
SEBI approves amendments to SEBI (Investment Advisers) Regulations, 2013	Press Releases No. 07/2020	17/02/2020
SEBI constitutes 'Municipal Bonds	Press Release No. 06/2020	14/02/2020



Development Committee'		
SEBI develops an online system for detecting misuse of clients' securities by brokers	Press Release No. 05/2020-SEBI	13/02/2020
SEBI amends regulatory framework for Portfolio Managers	Circulars No. SEBI/HO/IMD/DF1/CIR/P/2020/26	13/02/2020
SEBI (Issuing Observations On Draft Offer Documents Pending Regulatory Actions) Order, 2020	General Order No. 1 of 2020	05/02/2020
Disclosure Standards for Alternative Investment Funds (AIFs)	Circular No. SEBI/HO/IMD/DF6/CIR/P/2020/24	05/02/2020
Parameters for Performance Review of Commodity derivatives contracts	Circular No. SEBI/HO/CDMRD/DNPMP/CIR/P/2020/21	04/02/2020
Common Application Form for Foreign Portfolio Investors	IMD/FPI&C/CIR/P/2020/022	04/02/2020
Currency Future & Options Contracts (involving Indian Rupee) on Exchanges in IFSC	Circular No. SEBI/HO/MRD2/DCAP/CIR/P/2020/17	03/02/2020

Highlighter: - CARO 2020

MCA in place of existing the Companies (Auditor Report) Order, 2016 has notified **CARO 2020 after consultation with** National Financial Reporting Authority (NFRA) constituted under section 132 of the Companies Act, 2013.

Every report made by the auditor under section 143 of the Companies Act on the accounts of every company audited by him, to which this Order applies, for the Financial Years **commencing on or after the 1st April, 2019**, shall contain report on matters specified in paragraphs 3 and 4 of the CARO 2020.

This highlighter brought out clause by clause Comparative Analysis of CARO 2020 with old CARO.

CARO 2016		CARO 2020		Nature of Change
Clause No	Matter	Clause No	Matter	
i (a)	Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets	i(a)(A)	Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;	No Change
—	—	i(a)(B)	Whether the company is maintaining proper records showing full particulars of intangible assets;	New Sub Clause Added
i (b)	Whether these fixed	i(b)	Whether these Property, Plant	No Change



	assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;		and Equipment have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;	
i (c)	Whether the title deeds of immovable properties are held in the name of the company. If not, provide the details thereof;	i(c)	Whether the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the company, if not, provide the details thereof	Clarification given for Non-Disclosure of Properties taken on Lease by the Lessee
—	—	i(d)	Whether the company has revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year and, if so, whether the revaluation is based on the valuation by a Registered Valuer; specify the amount of change, if change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment or intangible assets;	New Sub Clause Added
—	—	i(e)	Whether any proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under, if so, whether the company has appropriately disclosed the details in its financial statements;	New Sub Clause Added
ii	Whether physical verification of inventory has been conducted at reasonable intervals by	ii(a)	Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether, in the opinion of the auditor, the	Auditor has to specifically comment on coverage and procedure



	the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account;		coverage and procedure of such verification by the management is appropriate; whether any discrepancies of 10% or more in the aggregate for each class of inventory were noticed and if so, whether they have been properly dealt with in the books of account;	adopted. Also Materiality has been defined as 10% or more in each class of Inventory
—	—	ii(b)	Whether during any point of time of the year, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets; whether the quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company, if not, give details;	New Sub Clause Added
iii	Whether the company has granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 . If so,	iii	Whether during the year the company has made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties, if so,-	
—	—	(a)	whether during the year the company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity [not applicable to companies whose principal business is to give loans], if so, indicate-	New Sub Clause Added
—	—	A	The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associates;	New Sub Clause Added



–	–	B	The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to parties other than subsidiaries, joint ventures and associates;	New Sub Clause Added
(a)	Whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest;	(b)	Whether the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest;	Investment, Guarantee & Security Given has been covered now
(b)	Whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;	(c)	In respect of loans and advances in the nature of loans, whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;	No Change
(c)	If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest;	(d)	If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest;	No Change
–	–	(e)	Whether any loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties, if so, specify the aggregate amount of such dues renewed or extended or settled by fresh loans and the percentage of the aggregate to the total loans or advances in the nature of loans granted during the year [not applicable to companies whose principal business is to give loans];	New Sub Clause Added
–	–	(f)	Whether the company has	New Sub Clause



			granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, if so, specify the aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013;	Added
iv	In respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provide the details thereof.	iv	In respect of loans, investments, guarantees, and security, whether provisions of sections 185 and 186 of the Companies Act have been complied with, if not, provide the details thereof;	No Change
v	In case, the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable, have been complied with? If not, the nature of such contraventions be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?	v	In respect of deposits accepted by the company or amounts which are deemed to be deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made thereunder, where applicable, have been complied with, if not, the nature of such contraventions be stated; if an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not;	Reporting on Deemed Deposits covered now
vi	Whether maintenance of cost records has been specified by the	vi	Whether maintenance of cost records has been specified by the Central Government under sub-	No Change



	Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and whether such accounts and records have been so made and maintained.		section (1) of section 148 of the Companies Act and whether such accounts and records have been so made and maintained;	
vii (a)	Whether the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated;	vii(a)	Whether the company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales- tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated;	No Change
vii (b)	Where dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned.	vii(b)	Where statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned	No Change
—	—	viii	Whether any transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, if so, whether the previously	New Clause Added



			unrecorded income has been properly recorded in the books of account during the year;	
viii	Whether the company has defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders? If yes, the period and the amount of default to be reported (in case of defaults to banks, financial institutions, and Government, lender wise details to be provided).	ix(a)	Whether the company has defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender, if yes, the period and the amount of default to be reported in the format given	Word Any Lender has been substituted in place of financial institution, bank, Government or dues to debenture holders
—	—	ix(b)	Whether the company is a declared wilful defaulter by any bank or financial institution or other lender;	New Sub Clause Added
—	—	ix(c)	Whether term loans were applied for the purpose for which the loans were obtained; if not, the amount of loan so diverted and the purpose for which it is used may be reported;	Term Loan removed from Old Clause ix and added here in form of Sub Clause
—	—	ix(d)	Whether funds raised on short term basis have been utilised for long term purposes, if yes, the nature and amount to be indicated;	New Sub Clause Added
—	—	ix(e)	Whether the company has taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures, if so, details thereof with nature of such transactions and the amount in each case;	New Sub Clause Added
—	—	ix(f)	Whether the company has raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, if so, give details thereof and also report if	New Sub Clause Added



			the company has defaulted in repayment of such loans raised;	
ix	Whether moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised. If not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported;	x(a)	Whether moneys raised by way of initial public offer or further public offer (including debt instruments) during the year were applied for the purposes for which those are raised, if not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported;	Term Loan removed from here and covered in Para ix (c)
—	—	x(b)	Whether the company has made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and if so, whether the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised, if not, provide details in respect of amount involved and nature of non-compliance;	Shifted from Clause xiv of CARO 2016 to Clause x(b) of CARO 2020
x	Whether any fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year; If yes, the nature and the amount involved is to be indicated;	xi(a)	Whether any fraud by the company or any fraud on the company has been noticed or reported during the year, if yes, the nature and the amount involved is to be indicated;	Word by its officers or employees has been removed
—	—	xi(b)	Whether any report under sub-section (12) of Section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;	New Sub Clause Added



–	–	xi(c)	Whether the auditor has considered whistle-blower complaints, if any, received during the year by the company;	New Sub Clause Added
xi	Whether managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act? If not, state the amount involved and steps taken by the company for securing refund of the same;	–	–	Clause Deleted
xii (a)	Whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability;	xii(a)	Whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability;	No Change
xii (b)	Whether the Nidhi Company is maintaining ten per cent. unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;	xii(b)	Whether the Nidhi Company is maintaining ten per cent. unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;	No Change
–	–	xii(c)	Whether there has been any default in payment of interest on deposits or repayment thereof for any period and if so, the details thereof;	New Sub Clause Added
xiii	Whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the	xiii	Whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards;	No Change



	applicable accounting standards;			
xiv	Whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance;	–	–	Shifted to Clause x(b) of CARO 2020 from Clause xiv of CARO 2016
–	–	xiv(a)	Whether the company has an internal audit system commensurate with the size and nature of its business;	New Clause Added
–	–	xiv(b)	Whether the reports of the Internal Auditors for the period under audit were considered by the statutory auditor;	New Clause Added
xv	Whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with;	xv	Whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act have been complied with;	No Change
xvi	Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act,	xvi(a)	Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and if so, whether the registration has been obtained;	No Change



	1934 and if so, whether the registration has been obtained.			
—	—	xvi(b)	Whether the company has conducted any Non-Banking Financial of Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act 1934;	New Sub Clause Added
—	—	xvi(c)	Whether the company is a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, if so, whether it continues to fulfil the criteria of a CIC, and in case the company is an exempted or unregistered CIC, whether it continues to fulfil such criteria;	New Sub Clause Added
—	—	xvi(d)	Whether the Group has more than one CIC as part of the Group, if yes, indicate the number of CICs which are part of the Group;	New Sub Clause Added
—	—	xvii	Whether the company has incurred cash losses in the financial year and in the immediately preceding financial year, if so, state the amount of cash losses;	New Clause Added
—	—	xviii	Whether there has been any resignation of the statutory auditors during the year, if so, whether the auditor has taken into consideration the issues, objections or concerns raised by the outgoing auditors;	New Clause Added
—	—	xix	On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans,	New Clause Added



			whether the auditor is of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;	
—	—	xx(a)	Whether, in respect of other than ongoing projects, the company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act;	New Clause Added
—	—	xx(b)	Whether any amount remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act;	New Clause Added
—	—	xxi	Whether there have been any qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements, if yes, indicate the details of the companies and the paragraph numbers of the CARO report containing the qualification or adverse remarks.	New Clause Added



Programme to be held during March, 2020

a. Members

- i. Debate competition at Siripur Ashram School, Bhubaneswar on 9th March, 2020.
- ii. International Women's Day Celebration on 9th March, 2020
- iii. Study Circle Meeting on Bank Audit on 18th March, 2020
- iv. Seminar on Spice Plus on 21st March, 2020
- v. Seminar on Bank Audit on 25th March, 2020

b. Students

- i. International Women's Day Celebration
- ii. EICASA Election
- iii. AICITSS- Advanced Information Technology Class
- iv. ICITSS- Orientation Course



Glimpses



Seminar on Union Budget 2020



Study Circle Meeting on Union Budget 2020



Residential Workshop on GST



MCS Class

