Forthcoming Programmes

- Forthcoming programs of NIRC-ICSI for the month of January 2010

MCA Updates

- The services of RoC Facilitation Centres (Non-Showcase RFOs) are being discontinued with effect from 17th January, 2010

RBI Updates

- RRBs - Computation of NDTL for the purpose of Maintenance of CRR/SLR

SEBI Updates

- Certification by Practising Company Secretary regarding Internal Audit for Credit Rating Agencies

Disclaimer: - CS Update contains government notifications, case laws and contributions received from the members. Due care and diligence is taken in compilation of the CS Update. The Institute does not own the responsibility for any loss or damage resulting from any action taken on the basis of the contents of the CS Update. Anyone wishing to act on the basis of the contents of the CS Update is advised to do so after seeking proper professional advice.
Forthcoming Programmes

- Forthcoming programs of NIRC-ICSI for the month of January 2010
<table>
<thead>
<tr>
<th>Day, Date &amp; Time</th>
<th>Program</th>
<th>Program Credit Hours</th>
<th>Venue</th>
</tr>
</thead>
<tbody>
<tr>
<td>Friday 22.01.2010 6.00PM</td>
<td>Study Circle Meeting on the topic 'Discussions on Corporate Governance Voluntary Guidelines as notified by MCA&quot;</td>
<td>One</td>
<td>New Delhi YMCA Conference Room, Jaisingh Road, New Delhi</td>
</tr>
<tr>
<td>Saturday 23.01.2010, 6.00 PM</td>
<td>West Zone Study Group Meeting on “Company Acquisitions and Related Issues”</td>
<td>One</td>
<td>CMC Ltd. Community Centre, C-58, 6th Floor, Behind Janak Cinema, Janak Puri, New Delhi</td>
</tr>
<tr>
<td>Saturday, 30.01.2010, 6 PM</td>
<td>East Zone Study Group Meeting on “Labour laws- Opportunities for CS”</td>
<td>One</td>
<td>Mother Teresa Public School, C-Block, Preet Vihar, Delhi</td>
</tr>
<tr>
<td>Sunday, 31.01.2010, 5 PM</td>
<td>North Zone Study Group Meeting (Topic to be informed through e-mail)</td>
<td>One</td>
<td>NGPA College, 3rd Floor, FD-4, Pitampura (Near Metro Station/Bajaj Capital), Delhi</td>
</tr>
</tbody>
</table>

MEMBERS ARE CORDIALLY INVITED TO ATTEND THE ABOVE PROGRAMS
The services of RoC Facilitation Centres (Non-Showcase RFOs) are being discontinued with effect from 17th January, 2010
MINISTRY OF CORPORATE AFFAIRS
GOVERNMENT OF INDIA
NOTICE


IT IS INFORMED THAT THE MINISTRY HAS APPROVED 965 CERTIFIED FILING CENTRES (CFCs) ACROSS THE COUNTRY FOR GREATER OUTREACH AND E-FILING FACILITIES ACROSS THE COUNTRY. THE CERTIFIED FILING CENTRES ARE MANAGED BY PROFESSIONALS (CHARTERED ACCOUNTANTS, COMPANY SECRETARY & COSTS AND WORKS ACCOUNTANTS) AND THEIR LOCATION-WISE DETAILS ARE AVAILABLE AT: www.mca.gov.in/MCA21/dca/cfc/CFCCenter_New.html

FURTHER, THE MINISTRY IS SETTING UP HELP DESK FACILITY AT ROC LOCATIONS FOR PROVIDING ASSISTANCE TO STAKEHOLDERS.

IN CASE OF ANY DIFFICULTY, STAKEHOLDERS ARE REQUESTED TO CONTACT THEIR NEAREST SHOWCASE RFO/ CERTIFIED FILING CENTRES. HELP DESK TELEPHONE NUMBERS WILL BE DISPLAYED SHORTLY.
RRBs - Computation of NDTL for the purpose of Maintenance of CRR/SLR
RRBs - Computation of NDTL for the purpose of Maintenance of CRR/SLR

RBI/2009-10/289
RPCD.CO.RRB.BC.No.48 /03.05.50 /2009-10

January 18, 2010

All Regional Rural Banks

Dear Sir,

Computation of Net Demand and Time Liabilities (NDTL)
for the purpose of Maintenance of CRR/SLR

It has been observed that the Regional Rural Banks (RRBs) are not following a uniform practice in reckoning their liability in respect of arrangements with correspondent banks (mainly sponsor banks) for remittance facilities. Under the arrangements, there is a transfer of funds by accepting bank to its correspondent bank and it is an obligation of the correspondent bank to honour the instruments. However, such transfer of funds and obligation of correspondent bank to honour the instruments in no way absolve the primary liability of the accepting bank issuing drafts and interest/dividend warrants to its customers. It is, therefore, advised that all RRBs should reckon the liability in the following manner:

i) When an RRB accepts funds from a client under its remittance facility scheme, it becomes a liability (Liabilities to Others) in its books. The liability of the RRB accepting funds will extinguish only when the correspondent bank honours the drafts issued by the accepting bank to its customers. As such, the balance amount in respect of the drafts issued by the RRB on its correspondent bank under the remittance facility scheme and remaining unpaid should be reflected in the RRB’s books as an outside liability and the same should also be taken into account for computation of NDTL for CRR/SLR purpose.

ii) The amount received by correspondent banks has to be shown as 'Liabilities to the Banking System' by them and not as 'Liabilities to Others' and this liability could be netted off by the correspondent banks against their inter-bank assets. Likewise sums placed by banks issuing drafts/interest/duplicate warrants are to be treated as Assets within banking system in their books and can be netted off from their inter-bank liabilities.

2. Please acknowledge receipt to our Regional Office concerned.

Yours faithfully,

(A.K.Pandey)
General Manager
SEBI Updates

- Certification by Practising Company Secretary regarding Internal Audit for Credit Rating Agencies
Certification by Practising Company Secretary regarding Internal Audit for Credit Rating Agencies

The SEBI vide its circular MIRSD/CRA/Cir-01/2010 dated January 06, 2010 has authorised the Practising Company Secretary to carry out internal audit for Credit Rating Agencies (CRA) on a half yearly basis.

The circular states that audit envisaged under Regulation 22 of the SEBI (Credit Rating Agencies) Regulations, 1999 shall include an internal audit to be conducted on a half yearly basis by Chartered Accountants, Company Secretaries or Cost and Management Accountants who are in practice and who do not have any conflict of interest with the CRA.

The Audit shall cover all aspects of CRA operations and procedures, including investor grievance redressal mechanism, compliance with the requirements stipulated in the SEBI Act, Rules and Regulations made thereunder, and guidelines issued by SEBI from time to time.

The report shall state the methodology adopted, deficiencies observed, and consideration of response of the management on the deficiencies. It shall include a summary of operations and of the audit, covering the size of operations, number of transactions audited and the number of instances where violations / deviations were observed while making observations on the compliance of any regulatory requirement.

The report shall also comment on the adequacy of systems adopted by the CRA for compliance with the requirements of regulations and guidelines issued by SEBI and investor grievance redressal.