

Info Capsule

COMPANIES (INDIAN ACCOUNTING STANDARDS) (AMENDMENT) RULES, 2017 - AMENDMENT IN INDIAN ACCOUNTING STANDARDS (IND AS) 7 AND INDIAN ACCOUNTING STANDARDS (IND AS) 102¹

MCA issued a notification [via Notification No- G.S.R. 258(E)] dated 17th March, 2017, for the amendment in the Companies (Indian Accounting Standards) Rules, 2015. The Central Government in exercise of the powers conferred by section 133 read with section 469 of the Companies Act, 2013 (18 of 2013) and sub-section (1) of section 210A of the Companies Act, 1956 (1 of 1956), and in consultation with the National Advisory Committee on Accounting Standards makes the rules to amend the Companies (Indian Accounting Standards) Rules, 2015.

RISK MANAGEMENT AND INTER-BANK DEALINGS: OPERATIONAL FLEXIBILITY FOR INDIAN SUBSIDIARIES OF NON-RESIDENT COMPANIES²

RBI has notified amendments to the Foreign Exchange Management (Foreign Exchange Derivatives Contracts) Regulations, 2000 in the Official Gazette vide Circular No. 41 dated March 21, 2017, with a view to provide operational flexibility to multinational entities and their Indian subsidiaries exposed to currency risk arising out of current account transactions emanating in India, the extant hedging guidelines have been amended.

STRICT COMPLIANCE OF 'FLAG CODE OF INDIA, 2002' AND 'THE PREVENTION OF INSULTS TO NATIONAL HONOUR ACT, 1971'³

The Ministry of Home Affairs has issued an Advisory to the Chief Secretaries/Administrators of all State Governments/UT Administrations, Secretaries of all Ministries / Departments of Government of India, reiterating to ensure strict compliance of the provisions contained in the 'Flag Code of India, 2002' and 'The Prevention of Insults to National Honour Act, 1971'. The Advisory directs that mass awareness programmes be carried out in this regard and also give wide publicity through advertisements in the electronic and print media.

¹ Available at : http://www.mca.gov.in/Ministry/pdf/CompaniesIndianAccountingStandards_21032017.pdf

² Available at : <https://rbidocs.rbi.org.in/rdocs/notification/PDFs/NT2548A0BC889089C4717A6DA42507281DF8B.PDF>

³ Available at : <http://pib.nic.in/newsite/erelease.aspx?relid=0>

The Advisory states that the National Flag represents hopes and aspirations of the people of our country and hence should occupy a position of honour. There is universal affection and respect for, and loyalty to, the National Flag. Yet, a perceptible lack of awareness is often noticed amongst the people as well as organizations/agencies of the Government, in regard to laws, practices and conventions that apply to 'display of the National Flag'.

Further, it has been brought to notice of the MHA that on important events, the National Flags made of plastic are also being used in place of paper Flags. Since, the plastic flags are not biodegradable like paper flag, these do not get decomposed for a long time and ensuring appropriate disposal of National Flags made of plastic commensurate with dignity of the flag, is a practical problem. It may also be noted that as per Section 2 of 'The Prevention of insults to National Honour Act. 1971' - Whoever in any public place or in any other place within public view burns, mutilates, defaces, defiles, disfigures, destroys, tramples upon or otherwise shows disrespect to or brings into contempt (whether by words, either spoken or written, or by acts) the Indian National Flag or any part thereof, shall be punished with imprisonment for a term which may extend to three years, or with fine, or with both.

The Advisory states that on important national, cultural and sports events, Flags made of paper only are used by public in terms of the provisions of the 'Flag Code of India, 2002' and such paper Flags are not discarded or thrown on the ground after the event. Such Flags are to be disposed of, in private, consistent with the dignity of the Flag. Wide publicity, for not using the National Flag made of plastic, should be made along with its advertisement in the electronic and print media.

A copy each of 'The Prevention of Insults to National Honour Act, 1971' and 'Flag Code of India, 2002' which governs display of National Flag, are available on the links below for strict compliance of the provisions contained in the Act and the Flag Code (copy also available on this Ministry's website www.mha.nic.in).

'Flag Code of India, 2002' : http://mha.nic.in/sites/upload_files/mha/files/flagcodeofindia_070214.pdf

'The Prevention of Insults to National Honour Act, 1971' :
http://mha.nic.in/sites/upload_files/mha/files/pdf/Prevention_Insults_National_Honour_Act1971.pdf

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