

Info Capsule

Wednesday
March 31, 2021

President : CS Nagendra D. Rao

Vice President : CS Devendra V. Deshpande

❖ International Business News

Indian SMBs share a greater positive outlook than the World (March 31, 2021)

As India approaches a new financial year 2021-22, a C2FO worldwide survey of more than 6,700 leaders of small to mid-sized businesses (SMBs) found surprising alignment in terms of access to liquidity, the cost of borrowing and their outlooks for the future.

It is heartening to note that IMF has pegged India to be the fastest growing economy in the world for the forthcoming two financial years, with a projected growth of 11.5 percent in 2021 and 6.8 percent in 2022.

For details:

<https://www.aninews.in/news/business/indian-smbs-share-a-greater-positive-outlook-than-the-world20210331112949/>



THE INSTITUTE OF
Company Secretaries of India

भारतीय कम्पनी सचिव संस्थान

IN PURSUIT OF PROFESSIONAL EXCELLENCE

Statutory body under an Act of Parliament

(Under the jurisdiction of Ministry of Corporate Affairs)

❖ Securities Laws and Capital Markets

SEBI Circular

• Guidelines pertaining to Surrender of FPI Registration (March 30, 2021)

SEBI has revised the guidelines for surrendering Foreign Portfolio Investors (FPIs) Registration, in an attempt to have uniform market practice. It is provided that while making an application to SEBI for seeking No Objection Certificate (NOC) for surrender, Designated Depository Participants (DDPs) must confirm that the accounts held by the FPI have NIL balance. Besides, the Custodial Participant (CP) code of the FPI is also blocked.

Further, DDP must ensure that there are no dues pending towards the SEBI and no legal actions are pending against the FPI.

For details:

https://www.sebi.gov.in/legal/circulars/mar-2021/circular-on-guidelines-pertaining-to-surrender-of-fpi-registration_49687.html

SEBI Orders

• In the matter of ASE Capital Markets Ltd. (March 30, 2021)

SEBI has imposed a penalty of Rs. 2.5 Lakhs on ASE Capital Markets Ltd. (Noticee/ACML) for Non-Settlement of funds and securities of both active and inactive clients; client funding; failure to update data to the exchange under enhanced supervision; Non-uploading of KYC documents to KRA and therefore, violated the various SEBI provisions.

For details:

https://www.sebi.gov.in/enforcement/orders/mar-2021/adjudication-order-in-respect-of-ase-capital-markets-ltd_49691.html

- **In respect of Ozone Projects Pvt. Ltd. (March 30, 2021)**

SEBI imposed a penalty of Rs. 2 Lakh on Ozone Projects Pvt. Ltd. for delayed submission of financial results for the half year ended March 31, 2019 within the stipulated time; delayed in finalizing its results and not filing the results with the stock exchange thereby violated the provisions of Regulation 52(1), 52(4) and 52(5) of LODR Regulations.

For details:

https://www.sebi.gov.in/enforcement/orders/mar-2021/adjudication-order-in-respect-of-ozone-projects-pvt-ltd-in-the-matter-of-delayed-submission-non-submission-of-financial-results-for-financial-year-ended-march-31-2019_49692.html

SEBI in News

- **Order Based Surveillance Measure : Persistent Noise Creators (March 26, 2021)**

In order to further strengthen the order level surveillance mechanism, the SEBI and the exchanges have decided to come up an additional order based surveillance measure to deter persistent noise creators i.e. excessive order modifications/ cancellations with an intent to avoid execution. If the daily trading activity at the client/proprietary account is violated the parameters laid down, the account will be disabled for a duration between 15 minutes to two hours, depending on the extent of the violation.

The new rules come into force on April 5 and the first surveillance action on such Persistent Noise Creators shall be on May 05, 2021 based on 20 trading days window.

For details:

<https://www.bseindia.com/markets/MarketInfo/DispNewNoticesCirculars.aspx?page=20210326-55>

❖ *Terminology for today*

Confidential Information Memorandum (CIM)

A description of the business including its history, products, markets, management, facilities, competition, financial statements, product literature, and a review of its key investment considerations and growth potential. This document is used to market a business to potential buyers.

❖ *Market Watch*

Stock Market Indices as on 31.03.2021	
S & P BSE Sensex	49509.15 (-627.43)
Nifty 50	14690.70 (-154.40)

Foreign Exchange Rates as on 30.03.2021 <i>(https://www.geojit.com/currency-futures/rbi-reference-rate)</i>			
INR / 1 USD	INR / 1GBP	INR / 1 EUR	INR/ 1 JPY
72.74	100.28	85.66	0.66

❖ Indirect Taxes

Goods and Services Tax

- **CBIC notified the waiver of penalty for non-compliance of capturing dynamic QR code in GST Invoice - Notification No. 06/2021 – Central Tax (March 30, 2021)**

CBIC has further extended the waiver of penalty on non-implementation of dynamic Quick Response (QR) code by registered persons having aggregate turnover exceeding Rs. 500 crore till June 30, 2021.

For details:

<https://www.cbic.gov.in/resources//htdocs-cbec/gst/notfctn-06-central-tax-english-2021.pdf>

- **Centre releases Rs. 30,000 Crore as GST Compensation (March 30, 2021)**

The Central Government has released GST Compensation of Rs. 30,000 crore to States as part compensation admissible for FY 2020-21 on March 27, 2021. The total amount of compensation released so far for the year 2020-21 is Rs. 70,000 crore. As per the decision of GST Council, back to back loan of Rs. 1,10,208 crore has also been released in lieu of shortfall in release of GST Compensation for FY 2020-21.

For details:

<https://www.pib.gov.in/PressReleasePage.aspx?PRID=1708583>

Customs

- **Extension of BCD and IGST exemption benefit for EOUs till March 31, 2022 – Notification No. 19/2021 – Customs (March 30, 2021)**

CBIC has notified the extension of Basic Customs Duty (BCD) and IGST exemption benefit for Export Oriented Units till March 31, 2022. The Central Government, being satisfied that it is necessary for the public interest, amended notification No. 52/2003-Customs, dated March 31, 2003.

For details:

<https://www.cbic.gov.in/resources//htdocs-cbec/customs/cs-act/notifications/notfns-2021/cs-tarr2021/cs19-2021.pdf>

Prepared by Directorate of Academics

For any suggestions, please write to academics@icsi.edu, or call at 01204082116

Disclaimer : Although due care and diligence have been taken in preparation and uploading this info capsule, the Institute shall not be responsible for any loss or damage, resulting from any action taken on the basis of the contents of this info capsule. Anyone wishing to act on the basis of the material contained herein should do so after cross checking with the original source.

VISION

"To be a global leader in promoting good corporate governance"

ICSI Motto

सत्यं वद। धर्मं चर।
इष्टार्थं कुरु। अर्थं कुरु। अर्थं कुरु।

MISSION

"To develop high calibre professionals facilitating good corporate governance"

Connect with ICSI

www.icsi.edu | [f](#) [t](#) [in](#) [v](#) [ig](#) | Online Helpdesk : <http://support.icsi.edu>