

Info Capsule

Wednesday
October 12, 2022

President

CS Devendra V. Deshpande

❖ Latest @ ICSI

• Feedback on Company Forms in MCA21-V3

As you are aware, 9 Company forms (DIR3-KYC, DIR3-KYC web, CHG-1,4,6,8,9, DPT-3, DPT-4) are available in V3 portal of MCA for filing purposes.

The Institute of Company Secretaries of India, in its attempt to further facilitate the stakeholders and ensure smooth transition and implementation, is sharing your feedback to the Ministry of Corporate Affairs (MCA) on regular basis. Such feedback is constantly and closely monitored by MCA at all levels for timely resolution.

We request you to share your inputs/ issues/suggestions on filing of Company Forms in MCA V3 at the link given below:

For details:

<https://forms.gle/nJsPM1psPWuqnYtt6>



**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)



• Feedback on Form-8 LLP Modules in MCA21-V3

As you are aware, the Ministry of Corporate Affairs has made all LLP filings web-based w.e.f., 8th March, 2022 with the next stage of MCA21 V3 platform, to embrace digital transformation. The Institute of Company Secretaries of India, in its attempt to further facilitate the stakeholders and ensure smooth transition and implementation, is sharing your feedback to the MCA on regular basis. Such feedback is constantly and closely monitored by MCA at all levels for timely resolution. With the last date of filing Form-8 approaching, and keeping in view the significant impact of feedback received from our professional colleagues, we once again request you to share your inputs on Form-8 (Statement of Account & Solvency) at the link:

<https://forms.gle/n9YYpTZQVmRWXqKt8>

For details:

https://www.icsi.edu/media/webmodules/Feedback_on_LLP_Modules.pdf

• Advertisement for Consultant (on contract) at New Delhi

The Institute of Company Secretaries of India (ICSI) invites applications for Consultant on contractual basis. Interested candidates must apply only through electronic application form (Online). The link shall be active from 12.10.2022 to 18.10.2022 (18.10.2022 is the last date for applying Online).

For details:

https://www.icsi.edu/media/webmodules/11102022_Anexure_A.pdf

❖ **Banking and Insurance**

• **Review of Regulatory Framework for Asset Reconstruction Companies (ARCs) (October 11, 2022)**

ARCs play a vital role in the management of distressed financial assets of banks and financial institutions. Considering their critical role, a need was felt to review their functioning and operating framework. Accordingly, as part of the Statement on Developmental and Regulatory Policies released along with the Monetary Policy Statement. Based on the Committee's recommendations and feedback from the stakeholders, the extant regulatory framework for ARCs has been amended. According to the amendments the Chair of the Board shall be an independent director. Tenure of MD/ CEO or WTD shall not be for a period of more than five years at a time and the individual shall be eligible for re-appointment. However, the post of the MD/ CEO or WTD shall not be held by the same incumbent for more than fifteen years continuously.

For details: <https://www.rbi.org.in/Scripts/NotificationUser.aspx?Id=12399&Mode=0>

• **Reserve Bank of India (Financial Statements - Presentation and Disclosures) Directions, 2021 - Disclosure of Divergence in Asset Classification and Provisioning (October 11, 2022)**

Commercial banks (excluding Regional Rural Banks (RRBs)) are required to disclose details of divergence in asset classification and provisioning where such divergence assessed by the Reserve Bank of India (RBI) exceeds certain specified thresholds. In order to strengthen compliance with income recognition, asset classification and provisioning norms, it has now been decided to introduce similar disclosure requirements for Primary (Urban) Co-operative Banks (UCBs) and revise the specified thresholds for commercial banks.

For details: <https://www.rbi.org.in/Scripts/NotificationUser.aspx?Id=12401&Mode=0>

• **RBI issues consolidated guidelines on unhedged foreign currency exposure (October 11, 2022)**

The Reserve Bank on October 11, 2022 modified and consolidated guidelines for banks on unhedged foreign currency exposures of any entity to prevent losses due to heightened volatility in the forex market. The RBI has, from time to time, issued several guidelines, instructions and directives to the banks on Unhedged Foreign Currency Exposure (UFCE) of the entities, which have borrowed from banks. In the wake of a bank seeking clarification on various aspects related to UFCE, the RBI said a comprehensive review of the extant guidelines has been undertaken and all the existing instructions on the subject have been consolidated. These instructions shall come into force from January 1, 2023.

For details:

<https://www.financialexpress.com/industry/banking-finance/rbi-issues-consolidated-guidelines-on-unhedged-foreign-currency-exposure/2707341/>

- **Meeting targets IMF praises RBI for tightening monetary policy (October 12, 2022)**

The International Monetary Fund (IMF) on October 11, 2022 praised the Reserve bank of India (RBI) for tightening the monetary policy to curb inflation in the country. "The RBI has appropriately been tightening to fight inflation as the inflation is above target, and since May, if my memory serves me well, it sort of delivers 190 basis points rate hikes and we think further tightening is needed to bring inflation to its target," Garcia Pascual, Deputy Division Chief of the Monetary and Capital Markets Department of the IMF, told reporters at a news conference.

For details:

<https://www.thehindubusinessline.com/money-and-banking/imf-praises-rbi-for->

❖ *Terminology for today*

Ricardian Equivalence

Ricardian equivalence is an economic theory that says that financing government spending out of current taxes or future taxes (and current deficits) will have equivalent effects on the overall economy.

❖ *Market Watch*

Stock Market Indices as on 12.10.2022

S & P BSE Sensex	57625.91 (+478.59)
Nifty 50	17123.60 (+140.05)

Foreign Exchange Rates as on 11.10.2022

(<https://www.geojit.com/currency-futures>)

INR / 1 USD	INR / 1 EUR	INR / 1 GBP	INR / 1 JPY
82.45	80.08	91.22	0.57

Prepared by Directorate of Academics

For any suggestions, please write to academics@icsi.edu.

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Vision

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

Motto

सत्यं वद। धर्मं चर। *Speak the truth, abide by the law.*

Mission

"To develop high calibre professionals facilitating good corporate governance"