

# Info Capsule

Thursday  
December 16, 2021

**President :** CS Nagendra D. Rao

**Vice President :** CS Devendra V. Deshpande

## ❖ Latest @ ICSI

### **ICSI NIRC Convocation 2021 (Second Round) at Jaipur on 28th December, 2021**

The Institute is organizing Convocation of the Northern Region for awarding the certificate of membership to its Associate and Fellow members admitted during the period from 1st April, 2021 to 30th September, 2021 and also to award prizes/medals to meritorious students (National). The list of eligible members for the Northern Region Convocation is also uploaded on the website of the Institute. Eligible members shall be admitted to the Convocation venue subject to their confirming participation by 23rd December, 2021.

*For details:*

[https://www.icsi.edu/media/web/modules/15122021\\_ICSI\\_NIRC\\_Convocation\\_2021\\_Second\\_Round\\_at\\_Jaipur\\_on\\_28th\\_December\\_2021.pdf](https://www.icsi.edu/media/web/modules/15122021_ICSI_NIRC_Convocation_2021_Second_Round_at_Jaipur_on_28th_December_2021.pdf)



**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)



## ❖ Ministry of Finance

### **Ministry of Corporate Affairs and Financial Intelligence Unit-India sign MoU for data exchange between the two organisations (PIB Dated December 15, 2021)**

A formal Memorandum of Understanding (MOU) was signed between the Ministry of Corporate Affairs (MCA) and Financial Intelligence Unit-India, Ministry of Finance for data exchange between the two organizations.

The MoU is in line with the vision of MCA and FIU-INDIA to harness data capabilities to ensure effective enforcement. The data sharing arrangement gains significance in light of development of MCA21 Version 3 and FINNET 2.0 which will utilize state of the art technology for improving their regulatory and facilitating functions. MCA is in process of rollout of MCA21 Version 3 in phases. FIU-India is in the process of upgrading existing FINnet 1.0 to FINnet 2.0.

The MoU will facilitate the sharing of data and information between MCA and FIU-INDIA on an automatic and regular basis. It will enable sharing of specific information such as information relating to suspicious transactions, KYC related details and consolidated financial statements of companies registered in the country. The MoU will ensure that both MCA and FIU-INDIA have seamless linkage for regulatory purposes. In addition to regular exchange of data, MCA and FIU-INDIA will also exchange with each other, on request, any information available in their respective databases, for the purpose of carrying out scrutiny, inspection, investigation and prosecution.

*For details:*

<https://www.pib.gov.in/PressReleasePage.aspx?PRID=1781807>

## ❖ *Ministry of Corporate Affairs*

### **More than 7 lakh companies incorporated after announcement of Make in India programme (December 14, 2021)**

'Make in India', is an initiative launched on 25th September 2014, a major national programme of the Government of India designed to facilitate investment, foster innovation, build best in class infrastructure, and make India a hub for manufacturing, design, and innovation. This was stated by Union Minister of State for Corporate Affairs Shri Rao Inderjit Singh in a written reply to a question in Rajya Sabha.

*For details:*

<https://pib.gov.in/PressReleaseDetail.aspx?PRID=1781405>

## ❖ *Securities Laws & Capital Markets*

### **SEBI News**

#### **• SEBI imposes Rs 72 crore penalty on Winsome Textile Industries, directors (December 15, 2021)**

Market regulator SEBI slapped a fine of over Rs 72 crore on Winsome Textile Industries Ltd, its directors and two other individuals in a matter pertaining to issuance of global depository receipts (GDR) by the firm. The firm made misleading corporate announcements and also failed to inform the stock exchanges about the delisting of the GDRs from the Luxemburg Stock exchange. "Winsome caused the investors in the securities market in India to believe that the full consideration for GDRs had been received by it which was not true and thereby, induced the investors in India to deal in securities, and committed fraud on the investors in India." The directors also acted as a party to the fraudulent scheme of GDR issuance.

*For details:*

[https://www.business-standard.com/article/markets/sebi-imposes-rs-72-crore-penalty-on-winsome-textile-industries-directors-121121501335\\_1.html](https://www.business-standard.com/article/markets/sebi-imposes-rs-72-crore-penalty-on-winsome-textile-industries-directors-121121501335_1.html)

## ❖ *Terminology for today*

### **Merger Arbitrage**

Merger arbitrage, often considered a hedge fund strategy, involves simultaneously purchasing and selling the respective stock of two merging companies to create "riskless" profits. Because there is uncertainty of the deal being completed, the stock price of the target company typically sells at a price below the acquisition price. A merger arbitrageur will review the probability of a merger not closing on time or at all and will then purchase the stock before the acquisition, expecting to make a profit when the merger or acquisition completes.

### ❖ **Consumer Protection**

#### **Central Consumer Protection Authority (CCPA) notified the Central Consumer Protection Authority (Submission of Inquiry or Investigation by the Investigation Wing) Regulations, 2021 (December 9, 2021)**

CCPA notified Central Consumer Protection Authority (Submission of Inquiry or Investigation by the Investigation Wing) Regulations, 2021 on December 9, 2021. These regulations inter-alia provides provisions pertaining to preliminary inquiry, investigation procedure and opinion on existence of prima facie case etc. These regulations came into force w.e.f December 9, 2021.

*For details:*

<https://egazette.nic.in/WriteReadData/2021/231869.pdf>

### ❖ **IFSCA**

#### **IFSCA granted approval to IIBEL for operating as Bullion Exchange and Bullion Clearing Corporation (December 10, 2021)**

IFSCA granted recognition to India International Bullion Exchange IFSC Limited (IIBEL), Gujarat under Regulation 4 of the International Financial Services Centres Authority (Bullion Exchange) Regulations, 2020. The recognition is granted for allowing it to operate as Bullion Exchange and Bullion Clearing Corporation for one year, commencing on the 9th day of December 2021 to 8th day of December 2022 in respect of bullion spot delivery contract and bullion depository receipt with underlying bullion.

*For details:*

<https://egazette.nic.in/WriteReadData/2021/231880.pdf>

### ❖ **Market Watch**

<b>Stock Market Indices as on 16.12.2021</b>	
S & P BSE Sensex	57901.14(+113.11)
Nifty 50	17248.40(+27.00)

<b>Foreign Exchange Rates as on 15.12.2021</b> <i>(<a href="https://www.geojit.com/currency-futures/rbi-reference-rate">https://www.geojit.com/currency-futures/rbi-reference-rate</a>)</i>			
<b>INR / 1 USD</b>	<b>INR / 1 EUR</b>	<b>INR / 1 GBP</b>	<b>INR/ 1 JPY</b>
75.85	85.56	100.28	0.67

### ❖ **Direct Tax**

#### **CBDT notifies E-Verification Scheme, 2021 for Collection of Information of Assessee by Assessing Officer (Notification No. 137 Dated December 13, 2021)**

The Central Board of Direct Taxes (CBDT) has rolled out the e-Verification Scheme, 2021 for the Collection of Information of Assessee by the AO. This Scheme will be applicable for calling for information under section 133 of the Act; collecting certain information under section 133B of the Act; calling for information by the prescribed income-tax authority under section 133C of the Act; exercise of power to inspect registers of companies under section 134 of the Act; and exercise of the power of Assessing Officer under section 135 of the Act.

Further, the Scheme shall be applicable to exercise the functions for processing or utilisation of the information which is in possession of the Principal Director General of Income-tax (Systems) or Director General of Income-tax (Systems), as the case may be; or made available to the Principal Director General of Income-tax (Systems) or Director General of Income-tax (Systems), as the case may be, by the Director-General of Income-tax (Intelligence and Criminal Investigation); the Commissioner of Income-tax in charge of the Centralised Processing Centre for processing of returns; the Commissioner of Income-tax in charge of the Centralised Processing Centre (TDS) for processing of statement of tax deducted at source; or any other authority, body or person.

*For details:*

<https://www.incometaxindia.gov.in/communications/notification/notification-137-2021.pdf>

### ❖ **International Business News**

#### **India needs to actively pursue FTAs to push apparel exports (December 15, 2021)**

India needs to actively pursue free-trade agreements (FTAs) with major export destinations like the EU (European Union) and the US to push apparel shipments amid increasing competition from Bangladesh and Cambodia that enjoy tariff concessions, an RBI article said on Wednesday, December 15, 2021.

*For details:*

<https://timesofindia.indiatimes.com/business/india-business/india-needs-to-actively-pursue-ftas-to-push-apparel-exports-suggests-rbi-article/articleshow/88306085.cms>

#### **Prepared by Directorate of Academics**

*For any suggestions, please write to [academics@icsi.edu](mailto:academics@icsi.edu), or call at 01204082116*

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Speak the truth. Abide by the law.

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"To develop high calibre professionals  
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