

# Info Capsule

Thursday  
July 22, 2021

President : CS Nagendra D. Rao

Vice President : CS Devendra V. Deshpande

## ❖ Latest @ ICSI

### **Webinar on Search, Seizure, Arrests, Recovery and Provisional attachment - Intricacies and Way Forward**

With an aim to provide handholding to the taxpayers, the Indirect Taxes Committee of PHD Chamber is organizing a **Webinar on Search, Seizure, Arrests, Recovery and Provisional attachment - Intricacies and Way Forward on Friday, July 23, 2021 from 02:00 pm to 5:00 pm.** Members of the ICSI will be awarded 2 credit hours. (Unstructured).

*For details:*

[https://www.icsi.edu/media/web-modules/Webinar\\_on\\_Search\\_Seizure\\_Arrests\\_Recovery\\_and\\_Provisional\\_attachment\\_Intricacies\\_and\\_Way\\_Forward.pdf](https://www.icsi.edu/media/web-modules/Webinar_on_Search_Seizure_Arrests_Recovery_and_Provisional_attachment_Intricacies_and_Way_Forward.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)

## ❖ **Securities Laws & Capital Market**

### **SEBI Circulars**

- **Relaxation in timelines for compliance with regulatory requirements by Debenture Trustees due to Covid-19 (July 20, 2021)**

SEBI extended the timelines for debenture trustees to comply with certain regulatory requirements in view of the prevailing situation due to Covid-19 pandemic and representations received from the Debenture Trustees. Under the regulatory norms, debenture trustees are required to perform periodical monitoring and disclose various reports, certificates to stock exchanges and on their websites within prescribed timelines. Debenture Trustees were required to make disclosure by July 15, 2021, but now the timeline has been extended till August 31, 2021, for certain submissions and till October 31, 2021, for other disclosures.

*For details:*

[https://www.sebi.gov.in/legal/circulars/jul-2021/relaxation-in-timelines-for-compliance-with-regulatory-requirements-by-debenture-trustees-due-to-covid-19\\_51268.html](https://www.sebi.gov.in/legal/circulars/jul-2021/relaxation-in-timelines-for-compliance-with-regulatory-requirements-by-debenture-trustees-due-to-covid-19_51268.html)

- **Segregation and Monitoring of Collateral at Client Level (July 20, 2021)**

SEBI came out with a framework for segregation and monitoring of collateral at client level amid instances of misuse of client collateral by trading members. As per the Circular, it also has put in place a reporting mechanism that will entail disaggregated information segment-wise and asset type wise break-up of each client collateral. The measures will help in further strengthening the mechanism of protection of client collateral from misuse by trading member (TM) or clearing member (CM) and default of such members and other clients.

*For details:*

[https://www.sebi.gov.in/legal/circulars/jul-2021/segregation-and-monitoring-of-collateral-at-client-level\\_51265.html](https://www.sebi.gov.in/legal/circulars/jul-2021/segregation-and-monitoring-of-collateral-at-client-level_51265.html)

## ❖ **Indirect Tax**

### • **Goods and Services Tax**

#### **Clarification regarding extension of limitation under GST Law in terms of Hon'ble Supreme Court's Order dated April 27, 2021 – Circular No. 157/13/2021- GST (July 20, 2021)**

The extension of timelines granted by Hon'ble Supreme Court vide its Order dated April 27, 2021 is applicable in respect of any appeal which is required to be filed before Joint/ Additional Commissioner (Appeals), Commissioner (Appeals), Appellate Authority for Advance Ruling, Tribunal and various courts against any quasi-judicial order or where proceeding for revision or rectification of any order is required to be undertaken, and is not applicable to any other proceedings under GST Laws.

*For details:*

<https://www.cbic.gov.in/resources//htdocs-cbec/gst/157-13-2021%20GST%20Circular.pdf>

## ❖ **Banking and Insurance**

### • **Master Direction - Reserve Bank of India [Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)] Directions – 2021 (July 20, 2021)**

The Reserve Bank of India has issued the Master Direction - Reserve Bank of India [Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)] Directions – 2021 which are applicable to all Scheduled Commercial Banks (SCBs) (including Regional Rural Banks), Small Finance Banks (SFBs), Payments Banks, Local Area Banks (LABs), Primary (Urban) Co-operative Banks (UCBs), State Co-operative Banks (StCBs) and District Central Co-operative Banks (DCCBs) unless stated to the contrary.

*For details:*

<https://www.rbi.org.in/Scripts/NotificationUser.aspx>

### • **Designating Appellate Authority under Right to Information Act, 2005 (July 20, 2021)**

Insurance Regulatory and Development Authority (IRDA) has appointed Shri Randip Singh Jagpal, Chief General Manager, as the "Appellate Authority" to discharge the functions assigned under the Right to Information Act, 2005 with immediate effect. This will be in addition to his normal duties.

*For details:*

[https://www.irdai.gov.in/ADMINCMS/cms/whatsNew\\_Layout.aspx?page=PageNo4528&flag=1](https://www.irdai.gov.in/ADMINCMS/cms/whatsNew_Layout.aspx?page=PageNo4528&flag=1)

- **District co-operative banks' bad loan ratio hits 12.6%: FM Nirmala Sitharaman (July 21, 2021)**

Finance minister Nirmala Sitharaman on July 20, 2021 told the Rajya Sabha that gross bad loans of District Central Co-Operative Banks (DCCBs) were among the highest in the banking system, at 12.6% (Rs. 35,298 crore) of their advances as of March 2020.

*For details:*

<https://www.financialexpress.com/industry/banking-finance/district-co-operative-banks-bad-loan-ratio-hits-12-6-sitharaman/2294437/>

- **RBI gives IDFC permission to exit IDFC FIRST Bank as lock-in period ends (July 22, 2021)**

IDFC said on July 21, 2021 that it had received permission from the Reserve Bank of India (RBI) to exit the IDFC FIRST Bank as promoters. IDFC is the owner of the holding company IDFC Financial Holding Company, which in turn holds 36.56 per cent stake in the bank. IDFC's exit from the bank will indicate that the holding company could reverse merge with the bank, in line with what two small finance banks recently announced.

*For details:*

[https://www.business-standard.com/article/finance/rbi-gives-idfc-permission-to-exit-idfc-first-bank-as-lock-in-period-ends-121072101381\\_1.htm](https://www.business-standard.com/article/finance/rbi-gives-idfc-permission-to-exit-idfc-first-bank-as-lock-in-period-ends-121072101381_1.htm)

### ❖ *Terminology for today*

#### **International Securities Identification Number (ISIN)**

The international standard that is used to uniquely identify securities. It consists of a two-character alphabetic country code specified in ISO 6166, followed by a nine-character alphanumeric security identifier (assigned by a national security numbering agency), and then an ISIN check-digit.

### ❖ *Market Watch*

#### **Stock Market Indices as on 22.07.2021**

S & P BSE Sensex	52837.21 (+638.7)
Nifty 50	15824.05 (+191.95)

#### **Foreign Exchange Rates as on 20.07.2021**

*(<https://www.geojit.com/currency-futures/rbi-reference-rate>)*

INR / 1 USD	INR / 1 EUR	INR / 1 GBP	INR / 1 JPY
74.76	88.17	102.48	0.68

## ❖ *Insolvency and Bankruptcy*

### **Insolvency and Bankruptcy Board of India amends the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016 (July 21, 2021)**

The Insolvency and Bankruptcy Board of India (IBBI) notified the Insolvency and Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) (Second Amendment) Regulations, 2016 on 14th July, 2021.

The amendment regulations enhance the discipline, transparency, and accountability in corporate insolvency proceedings:

- (a) A corporate debtor (CD) may have changed its name or registered office address prior to commencement of insolvency. The stakeholders may find it difficult to relate to the new name or registered office address and consequently fail to participate in the CIRP. The amendment requires an insolvency professional (IP) conducting CIRP to disclose all former names and registered office address(es) so changed in the two years preceding the commencement of insolvency along with the current name and registered office address of the CD, in all its communications and records.
- (b) The interim resolution professional (IRP) or resolution professional (RP) may appoint any professional, including registered valuers, to assist him in discharge of his duties in conduct of the CIRP. The amendment provides that the IRP/RP may appoint a professional, other than registered valuers, if he is of the opinion that the services of such professional are required and such services are not available with the CD. Such appointments shall be made on an arm's length basis following an objective and transparent process. The invoice for fee shall be raised in the name of the professional and be paid into his bank account.

*For details:*

<https://pib.gov.in/PressReleaseDetailm.aspx?PRID=1737438>

### **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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इच्छते तेन प्रवृत्तः करोते तु तेन वा।

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