

# Info Capsule

Thursday, July 23, 2020

**President : CS Ashish Garg**

**Vice President : CS Nagendra D. Rao**

## ❖ Latest @ ICSI

- International Live Webinar on Empowerment of the Company Secretary Profession - International view is scheduled to be held on July 24, 2020 @ 7.30 PM (IST) & 10 AM (EST). The live webinar can be accessed at <http://ecpl.live/icsi/24072020/>
- Extension in the period of compulsory switchover from old to New Training Structure [https://twitter.com/icsi\\_cs/status/1285976679861481472/photo/1](https://twitter.com/icsi_cs/status/1285976679861481472/photo/1)

## ❖ Restructuring & Insolvency

IBBI has Published the Panel of IPs prepared in accordance with 'Insolvency Professionals to act as Interim Resolution Professionals, Liquidators, Resolution Professionals and Bankruptcy Trustees (Recommendation) Guidelines, 2020' for the period from July 1, 2020 to November 25, 2020.

<https://www.ibbi.gov.in/uploads/w hatsnew/d01493e1629eb59927b84ab8d776f5b6.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 CIRCULAR

#### **Transaction in Corporate Bonds/Commercial Papers through Request for Quote (RFQ) platform and enhancing transparency pertaining to debt schemes (July 22, 2020)**

In order to increase the liquidity on exchange platform, SEBI, based on the recommendation of Mutual Fund Advisory Committee (MFAC), has decided that the mutual funds will undertake at least 10 per cent of their total secondary markets trades by value in the corporate bonds by placing/seeking quotes through one-to-many mode on the RFQ from October 1, 2020. This move will enhance the transparency and disclosure pertaining to debt schemes and investments by mutual funds in corporate bonds and commercial papers.

[https://www.sebi.gov.in/legal/circulars/jul-2020/circular-on-transaction-in-corporate-bonds-commercial-papers-through-rfq-platform-and-enhancing-transparency-pertaining-to-debt-schemes\\_47116.html](https://www.sebi.gov.in/legal/circulars/jul-2020/circular-on-transaction-in-corporate-bonds-commercial-papers-through-rfq-platform-and-enhancing-transparency-pertaining-to-debt-schemes_47116.html)

#### **SEBI Chairman's speech on "Atmanirbhar Bharat: Role of Capital Markets" at the FICCI Capital Market Conference - CAPAM 2020 (July 22, 2020)**

Speaking at the industry body FICCI's Annual Capital Market Conference CAPAM, Ajay Tyagi, Chairman, SEBI said, "Retail participation in the equity market in the last few months has increased. The fact that there is also a surge in opening up of demat accounts suggests that many of these retail investors are perhaps first-time investors in the stock market. Increased retail participation is a sign that investors are putting a trust in corporates and they should ensure that the trust is not broken."

[https://www.sebi.gov.in/media/speeches/jul-2020/chairman-s-speech-dated-july-22-2020-on-atmanirbhar-bharat-role-of-capital-markets-at-the-ficci-capital-market-conference-capam-2020\\_47111.html](https://www.sebi.gov.in/media/speeches/jul-2020/chairman-s-speech-dated-july-22-2020-on-atmanirbhar-bharat-role-of-capital-markets-at-the-ficci-capital-market-conference-capam-2020_47111.html)

## ❖ Banking & Insurance

The Reserve Bank of India has invited comments / suggestions on the "Report of the Committee for Analysis of QR (Quick Response) Code" from all stakeholders and members of public which may be forwarded on or before August 10, 2020.

[https://www.rbi.org.in/Scripts/BS\\_PressReleaseDisplay.aspx?prid=50115](https://www.rbi.org.in/Scripts/BS_PressReleaseDisplay.aspx?prid=50115)

❖ **Direct Tax**

- **Notification of Sovereign Wealth Fund 'SWF' under section 10(23FE) of the Income Tax Act, 1961 [Circular No. 15/2020 Dated July 22, 2020]**

In order to facilitate the process of notification of the SWF, the CBDT specifies that the SWF shall file application in the Form I with the Member (Legislation), (CBDT), during the financial year 2020-21 and thereafter to the Member, CBDT having supervision and control over the work of Foreign Tax and Tax Research Division. Further, the SWF shall be required to file return of income along with audit report and also be required to file a quarterly statement within one month from the end of the quarter electronically in Form II in respect of each investment made during the quarter.

[https://www.incometaxindia.gov.in/communications/circular/circular\\_15\\_2020.pdf](https://www.incometaxindia.gov.in/communications/circular/circular_15_2020.pdf)

- **Notification No. 50/2020 Dated July 21, 2020**

The Central Government hereby notifies for the purposes of clause (46) of section 10 of the Income-tax Act, 1961, 'Tamil Nadu e-Governance Agency' in respect of the specified income arising to that Agency subject to certain conditions.

[https://www.incometaxindia.gov.in/communications/notification/notification\\_50\\_2020.pdf](https://www.incometaxindia.gov.in/communications/notification/notification_50_2020.pdf)

❖ **Indirect Tax****Goods and Services Tax**

- **Filing Form GSTR-4 Annual Return by Composition Taxpayers on GST Portal**

Complete details of Form GSTR – 4 and its filing are shared by Goods and Services Tax Network.

<https://www.gst.gov.in/newsandupdates/read/391>

- **Tax evasion of more than Rs. 72 crore of Clandestine Clearance of Cigarettes in Kota**

Directorate General of Goods and Service Tax Intelligence (DGGI) busted a racket for tax evasion worth more than Rs. 72 crore of clandestine clearance of cigarettes through a factory in Kota. One person in this regard has been arrested on July 20, 2020 under the provisions of CGST Act, 2017.

<https://www.pib.gov.in/PressReleasePage.aspx?PRID=1640390>

- **Delay in payment of GST Compensation to states due to decline in GST Collection**

Lower GST revenues have translated into delayed and pending compensation payments to states, an issue which will be discussed in GST Council meeting to be held in July, 2020.

<https://indianexpress.com/article/explained/how-lower-mop-up-has-translated-into-delayed-gst-compensation-6518926/>

❖ **Market Watch****Capital Market**

S & P BSE Sensex	38140.47 (+268.95)
Nifty 50	11215.45 (+82.85)

**Reference Rate**

INR / 1 USD	INR / 1 GBP	INR / 1 EUR	INR / 1 JPY
74.37 (-0.04%)	94.57 (+0.04%)	85.95 (+0.68%)	0.69 (0.00%)

## ❖ Business and Economic News

- Gold prices in India rose above the psychologically important Rs 50,000 level for the first time on July 22, 2020, as expectations of more stimulus to resuscitate pandemic-hit economies lifted the metal's appeal as an inflation-hedge.**  
[http://timesofindia.indiatimes.com/articleshow/77115454.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](http://timesofindia.indiatimes.com/articleshow/77115454.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)
- India is emerging as a land of opportunities and is contributing towards a prosperous and resilient world through the clarion call of 'Atmanirbhar Bharat'.**  
[http://timesofindia.indiatimes.com/articleshow/77113396.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](http://timesofindia.indiatimes.com/articleshow/77113396.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)
- Financial Watchdog Imposes 7-Year Ban on Former Deloitte Partner Over IL&FS Unit Audit**  
<https://www.ndtv.com/business/financial-watchdog-imposes-7-year-ban-on-former-deloitte-partner-over-il-fs-unit-audit-2267322>
- U.S. banks given regulatory green light to safe keep crypto currencies**  
<https://www.firstpost.com/business/u-s-banks-given-regulatory-green-light-to-safekeep-cryptocurrencies-8629371.html>
- NSE-backed CAMS gets SEBI nod to float IPO**  
<https://m.economictimes.com/markets/ipo/fpos/nse-backed-cams-gets-sebi-nod-to-float-ipo/articleshow/77068629.cms>
- DHFL moves SAT against SEBI for action during resolution process**  
<https://www.financialexpress.com/industry/dhfl-moves-sat-against-sebi-for-action-during-resolution-process/2030164/>
- Drug approval : High-level government panel suggests single-window system for new drug approvals**  
<https://m.economictimes.com/industry/healthcare/biotech/pharmaceuticals/high-level-govt-panel-suggests-single-window-system-for-new-drug-approvals/articleshow/77073907.cms>
- Two Labour Codes finalised by Labour Ministry may be tabled in Monsoon Session**  
<https://m.economictimes.com/news/politics-and-nation/two-labour-codes-finalised-by-labour-ministry-may-be-tabled-in-monsoon-session/articleshow/77073665.cms>
- NCDEX to launch 'Options on Goods' contracts of 3 commodities from July 27, 2020**  
[https://economictimes.indiatimes.com/markets/stocks/news/ncdex-to-launch-options-on-goods-contracts-of-3-commodities-from-july-27/articleshow/77094117.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/stocks/news/ncdex-to-launch-options-on-goods-contracts-of-3-commodities-from-july-27/articleshow/77094117.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

## ❖ Pronouncement

### Time Limit for Availing Transitional Input Tax Credit under GST Mandatory: Madras HC

In the matter of *P.R. Mani Electronics vs. Union of India*, the Madras High Court held that Transitional Input Tax Credit is eligible only when claimed within time. The Court observed that the ITC is a form of concession not a property, in which right can be vested. Rule 117 specifies that the return in Form GST TRAN – 1 is required to be filed electronically on the common portal. The time limit prescribed to avail such a concession under Rule 117 must be followed in a mandatory nature.

<http://164.100.79.153/judis/chennai/index.php/casestatus/party>  
[https://www.livelaw.in/pdf\\_upload/pdf\\_upload-378528.pdf](https://www.livelaw.in/pdf_upload/pdf_upload-378528.pdf)

## Prepared by Directorate of Academics

For any suggestions, please write to [academics@icsi.edu](mailto:academics@icsi.edu), or call at 01204082269

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