



NEWSLETTER APRIL, 2020.



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WIRC CHAIRMAN'S COMMUNICATION

Dear Students,

'The expert in anything was once a beginner'

Chartered Accountants are essentially very hard workers. We are constantly learning, applying, managing and looking to grow all the time. We see doyens of the profession managing multi-national corporations, advising the government, consulting for top business houses and are in awe of their capacity. But, at the fundamental level, you are on the same path as them, the only difference being that you are a beginner and they have come a long way since their student days. What I am telling you is that 'The expert in anything was once a beginner'. The continuous drive to be the best you can be in your field of interest is what distinguishes the successful from the average. Great input leads to great results and average input leads to average or in most cases less than average results.

That is the reason why WICASA of WIRC puts in so much effort to ensure that our students get the best input thus giving them the tools to become the best professionals. The quality and number of courses, seminars and programmes that we organize for our students are admired across the country.

Last month we organized a number of successful programmes which were beneficial for students. The One Day Seminar on Standards on Auditing was highly appreciated by students in attendance. Our crash courses are much anticipated by all and we covered topics like Advanced Auditing & Professional Ethics for CA Final Group I; Indirect Tax, and Strategic Cost Management & Performance Evaluation for CA Final Group II; Direct and Indirect Tax for CA Intermediate Group I; Financial Management & Economics, Auditing & Assurance and Advanced Accounting for CA Intermediate Group II.

WICASA organized a special Industrial Trainee Placement Program where reputed organisations were present to observe and provide relevant placement to deserving candidates. This was a win-win situation for all as the organisations were pleased with the high caliber of the students and our students would get extremely valuable real life experience which would go far in preparing them for their professional careers.

More importantly, we have been focusing on ensuring the continued education of all students during the lockdown. We have implemented new initiatives for the betterment of the students by creating relevant Webinars for students as well as Articled students. At the same time, we have made our crash courses absolutely free to enable students of all sections of society to get equal access to our education. WIRC publications will also be available free for our students thus



ensuring a stronger foundation as well as giving insights into developments for their future careers.

I am pleased to state that WIRC has taken a step towards proactively clearing doubts and clarifying any issues you may have. WIRC has created a helpdesk where you can post your all queries to be resolved at one go. Your queries would be channelized to the concerned person for necessary action / response. You can post your queries on *<https://helpdesk.wirc-icai.org>*
The current situation is one which will define who you are and where you will go in the future. Why? Because if you don't come out of this lockdown with a new skill, more knowledge, better mental and physical health, you never lacked time. You lacked discipline. Don't waste your time watching various programmes on your phone. I am absolutely sure that there are multiple things you always wanted to do but never had the time. Use this time productively. When fishermen can't go to the sea during the monsoons, they repair their nets.

Abraham Lincoln said "Give me six hours to chop down a tree and I will spend the first four sharpening the axe." He is regarded as one of the most important presidents in American history and was well known for his energy and productivity. So what did he mean? He meant that advance preparation is critical for any and every task at hand. This is probably the only time in your life when you have the luxury to sit down and plan your life. Don't waste it.

The CA course is a struggle but always remember that the struggle you are in today is developing the strength you need for tomorrow. Look at the achievers in the profession and you will see that they are men and women of iron. They have set goals and achieved them, many times in the face of tremendous difficulties whether financial or social, they have worked during the day and studied at night. They did this not once in a while but regularly, day in and day out making sacrifices till they achieved their goals.

Take inspiration from them, talk to these veterans if you get the opportunity and you will understand that they achieved greatness because they pushed themselves. Understand that because no one else is going to do it for you. You have to do it yourself. Study while others are sleeping, work while others are lazing, prepare while others are playing and dream while others are wishing.

Do this and you will be rewarded personally and professionally as you push yourself towards greater achievements.

Stay at home, be healthy and be safe.

CA. Lalit Bajaj

Chairman, WIRC.



WICASA CHAIRMAN'S COMMUNICATION



My Dear students,

“There are no shortcuts to any place worth going” Keep working towards your goals, even if you are criticized or underestimated, you must understand that

The response from the students for the webinars had been amazing, hence we are coming up with a whole new series on various mind building, personality building, topics as well as on topics like forensic audit and taxation matters, etc. Request you to derive maximum benefit out of it.

With this newsletter, we are introducing a special section for artwork and photography done by a CA Student, the best one amongst all the entries will be selected each month, this is an idea developed by one of my students council member, Ms. Dania Supariwala, by this we intend to motivate the students to be in tune with their hobbies along with shaping up their career!

With the ever rising positive cases for Covid-19, I hope you are in the pink of your health, and request each and everyone to take up the responsibility of minimising the impact of the pandemic in our country, by staying home and ensuring your families stay home too!

I sympathise with the people affected by corona virus, with the migrant workers and the poor who are struggling for their living. Let us all pray to God, so as to ease our sufferings.

As our dear WIRC Chairman is rightly quoting, “The quality and number of courses, seminars and programmes that we organize for our students are admired across the country”, we feel that we have been handed over with the responsibility of delivering quality to our students by whatsoever means possible.

Thanks & Regards,

CA Hitesh Pomal

Chairman, WICASA



UPCOMING EVENTS

Webinars for CA Students	Date	Time	Fee
Import & Analysis of Finacle Data Using EXCEL	09-04-2020	2.00 pm to 3.30 pm	Free
Data Mining and Data Analysis from Balance Sheets	10-04-2020	2.00 pm to 3.30 pm	Free
Empowering WFH _Using Tally	11-04-2020	2.00 pm to 3.30 pm	Free
Compliances for Corporates and Amnesty Scheme under MCA21	13-04-2020	2.00 pm to 3.30 pm	Free
Auditing using technology	14-04-2020	2.00 pm to 3.30 pm	Free
Drafting of Income tax Submissions	15-04-2020	2.00 pm to 3.30 pm	Free
Auditing in COVID- 19	17-04-2020	11.00 am to 2..00 pm	Free
Tricks and Tips for Audit using Tally	18-04-2020	11.00 am to 2..00 pm	Free
Practical aspects of GST Audit	19-04-2020	11.00 am to 2..00 pm	Free
Preparing reports using PPT	20-04-2020	11.00 am to 2..00 pm	Free
Understanding Tax treaties	21-04-2020	11.00 am to 2..00 pm	Free
Business Communication Etiquettes	22-04-2020	11.00 am to 2..00 pm	Free
Goal Setting and its importance in life for CA Students	23-04-2020	11.00 am to 2..00 pm	Free
Enhance your Reading speed for better efficiency and results	24-04-2020	11.00 am to 2..00 pm	Free
Macros, Formula management, Lookups for Auditing and MIS	25-04-2020	11.00 am to 2..00 pm	Free
Auditing Stock and identifying unusual entries in Tally	26-04-2020	11.00 am to 2..00 pm	Free
Train your Mind to achieve Desired Results _A CA perspective	27-04-2020	2.30 am to 5..00 pm	Free
Guide to Concurrent audit	28-04-2020	11.00 am to 2..00 pm	Free
Unlocking the CA potential during Lockdown	29-04-2020	11.00 am to 2..00 pm	Free
Introduction to Forensic Audit and reporting analysis	30-04-2020	11.00 am to 2..00 pm	Free
Options and Challenges for a budding CA-An insight	01-05-2020	11.00 am to 2..00 pm	Free

Crash Courses

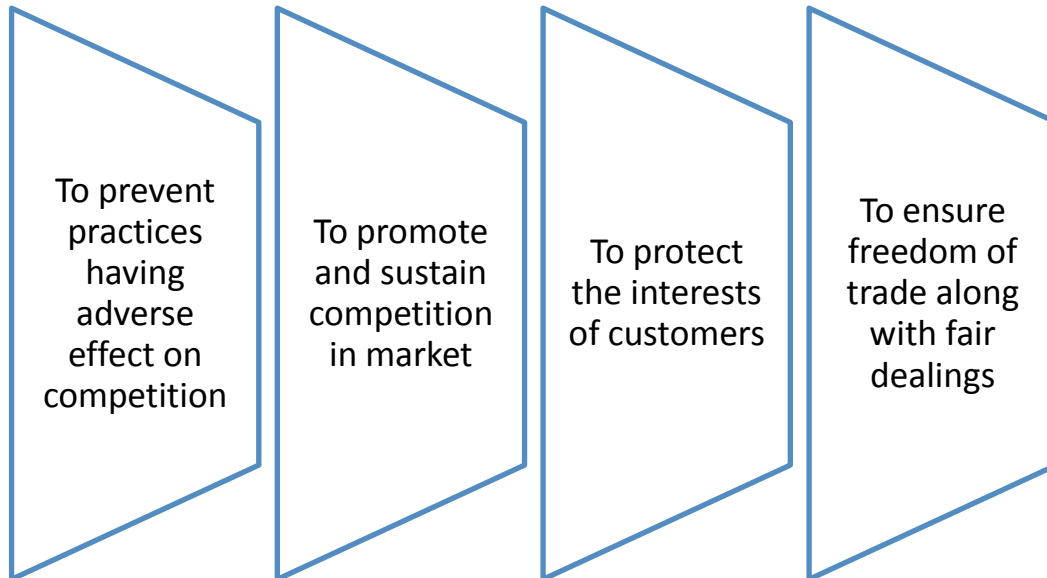
Online Crash course for CA Final, CA IPCC, CA Foundation	April and May 2020
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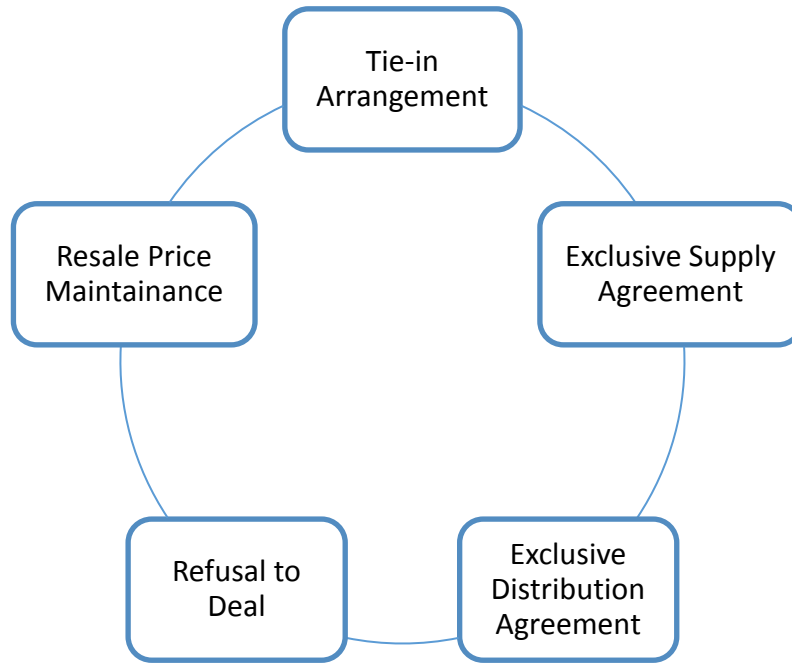
Dhruvin Talati
SRN: WRO0623269

Competition Act, 2002.

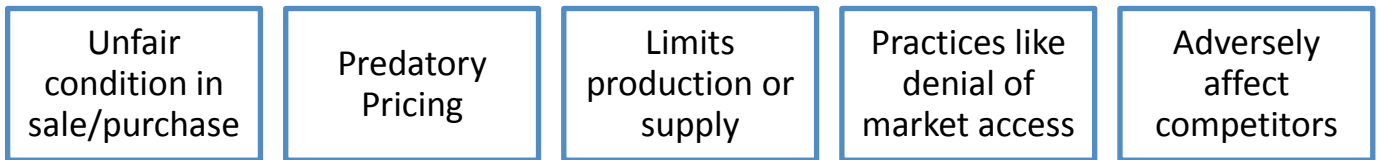
- ❖ Competition Act, 2002 deals with provisions for ensuring fair competitive environment in the market. It received assent from the President of India on 13th January, 2003.
- ❖ Following are the main objectives for enacting Competition Act, 2002 :



- ❖ The term Competition is not specifically defined in this Act, however, in general terms, Competition can be understood as “ a situation in the market where firms or sellers independently stride for Buyer’s patronage. ”
- ❖ Competition policy is regarded as **Genus**, of which, Competition Law is **Specie**.
- ❖ Main Ingredients of Competition Law :
 - 1) Prohibition of Anti-competitive agreements.
 - 2) Prohibition on abuse of Dominant position.
 - 3) Regulation of Combinations.
- ❖ Anti-Competitive Agreements : Agreements which –
 - Directly or indirectly determines purchase or sales price
 - Limits or controls production, supply, markets, investment, etc
 - Allocates the market
 - Directly or indirectly results in Bid Rigging
- ❖ Following agreements shall have adverse effects on Competition :



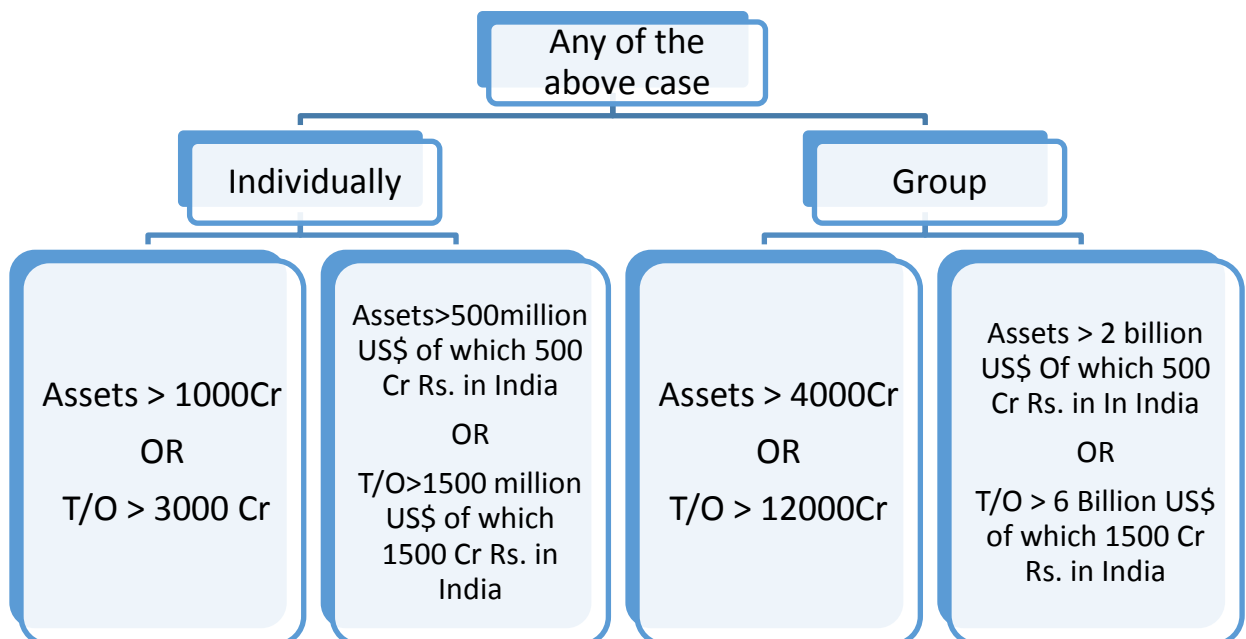
❖ Abuse Of Dominant Position :-



❖ Combinations :-

3 Cases viz.

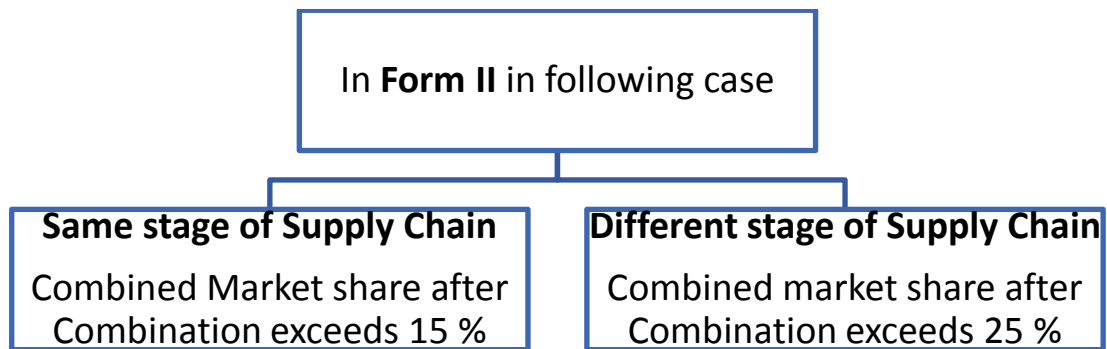
- Acquisition
- Acquiring Control
- Merger or Amalgamation





❖ Notice of Combination :-

In **Form I**



❖ **Related Important Topics :-**

- ✓ Filing of details of Acquisition
- ✓ Belated Notice
- ✓ Failure to File Notice
- ✓ Obligation to file the Notice
- ✓ Procedure for filing the Notice
- ✓ Scrutiny of Notice
- ✓ Computation of time limit
- ✓ Intimation of Change
- ✓ Termination of Proceedings
- ✓ Mode of Service of Notice
- ✓ Prima Facie opinion on Combination
- ✓ Calling for Report from Director General
- ✓ Report of Director General
- ✓ Publication of Details of Combination
- ✓ Proof of Publication
- ✓ Modification to Proposed Combination

❖ **Powers and Function of Committee :-**

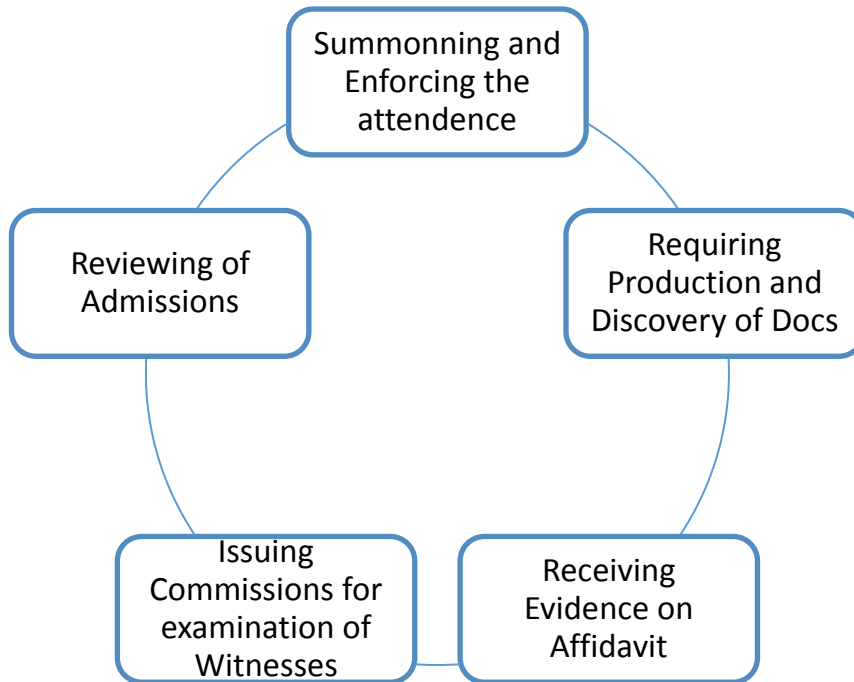
- Appreciable Adverse Effect (6 Factors)
- Dominant position of enterprise
- Relevant Geographic & Product Market



❖ **Procedure for Investigation of Combination :-**

- Notice to Parties
- Directions to parties to publish details
- Invitation to affected parties
- Additional information

❖ **Powers of Appellate Tribunal :-**





Ajay Pareek
WRO0595721

TDS Basics and Section 194J of the Income Tax Act,1961

What is TDS?

Tax deducted at source a.k.a TDS for short means collection of tax by the government at the source where income is generated . TDS in itself is not a levy of tax but rather just a deduction from a person's income in form of Income tax.

Why the concept of TDS ?

- The basic idea behind the introduction of TDS was as a tool to minimize tax evasion by collecting the tax right at the source of transaction.
- Another reason is to fund the working capital requirements of the Government. Where the assessee earns the income throughout the year, it is just for the Government to collect taxes regularly rather than collecting after the end of the year.

How TDS works ?

A person (deductor) who is liable to make payment of specified nature to another person (deductee) shall deduct from the payment, an amount as may be specified and remit it to the Government within time limit prescribed.

For instance,

Mr. A receives professional services from Mr. B for Rs. 1,00,000/-

Mr. A shall be liable to deduct a specified amount (say 10,000/- , TDS @10%) and deposit the same with the government and pay Rs. 90,000/- to Mr. B

Q. Why would Mr. B allow Mr. A to deduct any amount? Isn't that a loss to Mr. B?

A. No. It is not a loss for Mr. B. This deduction, as said earlier, is not a levy of tax. Thus, Mr. B will get credit of this amount while paying his final tax liability for the year.

Q. What if Mr. A does not deduct any amount?

A. Mr. A will have to deduct TDS. If he does not, he will not be allowed to claim deduction for the expense (to the extent of 30 % if Mr. B is resident) in his computation of Income.



It is to be noted that TDS is not deducted on all payments but only on some payments of specified nature if they exceed the monetary threshold specified at prescribed rates. The provisions relating to TDS are contained Chapter XVII of The Income Tax Act, 1961 'Collection and Recovery of Taxes'. These provisions provide for the following

- Persons liable to deduct TDS
- Nature of specified payment
- Amount of threshold
- Rate of deduction
- Time of deduction

Section 194J

One of the sections of Chapter XVII is section 194J. Businesses today uses various types of professional services including but not limited to legal advisory, auditing, recruitment services, etc. Thus, in such environment this section gains importance as it deals with these payments.

Nature of payments covered

Section 194J covers 5 types of payments

1. Professional Fees
2. Fees for technical services
3. Royalty payments
4. Non-compete fee
5. Anything payable to directors other than salary (Eg. Sitting fees)

Persons liable to deduct TDS

Any person ***other than Individual or Hindu Undivided Family (HUF)*** is liable to deduct TDS on ***payments to residents***

However, the second proviso to Sec 194J provides that, if the turnover of individual or HUF in immediately ***preceding financial year exceed*** the monetary limits specified in section ***44AB*** of the Act (covered in tax audit), he shall be liable to deduct ***TDS on fees professional services or technical services.***

Care is to be taken that Individual / HUF shall ***in no case*** deduct TDS on the following

1. Royalty
2. Non-compete fees
3. Anything payable to directors other than salary.

(Because the proviso covers only professional fees and technical services)

No deduction shall be made on any payment exclusively for personal purpose.



Amount of Threshold

- Professional Fees – Rs. 30,000/- p.a
- Fees for Technical services – 30,000/- p.a
- Royalty – Rs. 30,000/- p.a
- Non-compete fees– Rs. 30,000/- p.a
- Amount payable to directors – No threshold

This means, unless the amount of payment exceeds the prescribed limit, No TDS shall be deducted.

Points to be noted :

1. Limits are ***separately prescribed for each nature*** of payment. They shall not be cumulated.

Eg. Professional Fees - 25,000/- and Technical services – 25,000/- . No TDS required to be deducted.

2. For any amount payable to ***directors*** other than salary, ***TDS is to be always deducted*** irrespective of the amount as no threshold has been specified.
3. No TDS to be deducted on any Indirect tax charged in the invoice. TDS only on amount of service.

Rate of Deduction

In case of call centre services : 2%

In all other cases : 10%

Time of deduction (when to deduct TDS)

TDS is to be deducted on earlier of

- Payment made to the deductee or
- Credit to the account of deductee in books of accounts

ARTICLES





Hanil Mandavia

SRN: WRO0568105

I feel the need, the need to read.

I have seen people around me making efforts to read books, but somehow it doesn't work for them.

I was in 10th grade when I gave reading a try. My first book was "The Monk who Sold his Ferrari". For me, inspiration to read came from my friends, as each one of them no matter how busy their schedules were, would spare time for reading. This habit was developed by them gradually as in their school, it was compulsory to read books from grade-1, so it was now more of hobby for them.

I still remember I took one year to read that book. As it was my first book, I took time to understand the writing style of author, I would have to look for meanings of so many words. I didn't just read that book, I made sure I would imply those lessons in my real life too.

So, the first thing I want to say is, book reading isn't time bound. Take your time, savour all that's written in there. Later on you can figure out what to keep and what to unload. Recently I was reading, *Becoming* by Michelle Obama and even after being reader for good 8-9 years, I took 8 months to read that book. So, pace of reading also depends on what author are you choosing to read.

"We only have one life to live. But in books we can live one thousand lives"

Second comes the choice we make. Initially when I was new to this book reading world, I read what people I trust the most read or what was popular in market. That's where I went wrong. I felt if I didn't read what was popular in market, "Me peeche reh jaungi", what else do you expect from a teenager to think! That way I never exactly knew what is my choice of reading. But gradually I realized that's not how it works. You choose books based on your real interest and not on any other basis.

Recently I was wondering whether to go for Murakami (Famous Japanese book author) books or no, when I googled it, the mini introduction didn't attract my attention. Suddenly, me and my friends came with a plan that we would decide a book that all three of us would read together and also decided the deadline by which we would complete it, that way it would also bring sense of exuberance and we wouldn't get distracted by Netflix, prime and what not. But who knew we would end up deciding upon Murakami's book. I wasn't ready to read it unless I went through initial few pages, I could immediately form the bond with book and

its characters. You don't know what book has to offer you unless you go through its initial few pages. Our choice of books shall never be based on its ratings and reviews in market. Never ever!



The crux point is, you pick books what interests you the most. You like cooking, there are books by Chefs. You like to read funny content, we have Mrs funny bones, The diary of a Wimpy kid. You love solo travelling but fears are stopping you? There is a book called “The shooting star”. People’s life journey and experiences interests you? We have books, Humans of Bombay and Humans of New York. Autobiographies are again totally your area of interest.

“It’s sad. People buying books of what’s popular. Not because they want to be moved or changed in some way.”

Third thing, How can we have an easy access to books. Start by reading on “ANYBOOKS” app. I like this app the most because it provides easy access to books, you don’t want to spend lavishly and then realize this book isn’t what I was looking for. Right? So go through books in this application. Just for few bucks it provides life time access to all books. The best thing about this application is that, it allows you to highlight paras and phrases also by clicking on word, the application pops up the meaning of that word. Second, you can try “Audible” where books are available in audio form. It has one month free access for non prime users and 3 months free access for Amazon prime users. And for physical copies, we have many sales coming up in the city where books are available at pocket friendly rates.

Here, I would like to conclude by saying,

“When you read don’t just consider what the author thinks. Consider what you think”
- The dead poet’s society.

Some good reads for beginners,
Becoming by Michelle Obama (Book on her life)

- The Audacity of Hope by Barack Obama
- All Sudha Murthy books
- Stay Hungry Stay Foolish (Life stories of IIM-A passed outs)
- The fault in our stars
- Devdutt Pattanaik/Amish Tripathi books (MYTHOLOGY)
- The unexpected guest (detective novel)

CREATIVES



Caption: **Find happiness in little things, if you can't, create it!**

Section: **Photography**

Entry by: **Hardik Tawari, SRN: WRO0656768**

MARCH 2020 SNAPSHOTS



Strategic Cost management and Performance Evaluation for CA Final



Direct Tax for CA Intermediate



Indirect Taxation for CA Intermediate

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Address : ICAI Tower, Plot No. C-40, G Block, Opp. MCA Academy, Next to Standard Chartered Bank, Bandra Kurla Complex, Bandra East, Mumbai-400051.

WIRC Website: <https://www.wirc-icai.org>