

Company Law



Accounting, Taxation and Company Law Updates

Monthly

1st July to 31st July 2020

Accounting, Taxation and Company Law Updates

Accounting

Importance of the Accountancy Profession in Indian Economy

July 2020. ICAI

The accounting profession and the Indian economy have evolved together and rebooted many times. The internationalization of accounting standards through IFRS converged Ind AS standards was a response to the changing needs of a business world where Indian companies wanted to crosspollinate with multiple global capital markets....[more](#)

Companies (Indian Accounting Standards) Amendment Rules, 2020

24th July 2020. Taxguru

In exercise of the powers conferred by section 133 read with section 469 of the Companies Act, 2013 (18 of 2013), the Central Government, in consultation with the National Financial Reporting Authority...[more](#)

Govt amends Indian Accounting Standards, including those relating to leases amid pandemic

26th July 2020. Economic Times

The government has amended certain Indian Accounting Standards (Ind-AS), including the standard relating to leases amid the coronavirus pandemic...[more](#)

Auditing

Pandemic issues for government financial statement preparers and auditors

15th July 2020. Journal of Accountancy

The coronavirus pandemic has presented state and local governments and their auditors with many significant changes and challenges that may need to be addressed in governments' financial statements...[more](#)

Provider Relief Funds included in audit determination, HHS says

24th July 2020. Journal of Accountancy

Provider Relief Fund payments are required to be included in the federal funding that determines whether nonfederal entities meet the \$750,000 threshold for single audit requirements and whether for-profit entities are required to meet audit requirements...[more](#)

Delayed Audit Reports, Lower Output Marked Last Two Years of CAG's Functioning

24th July 2020. The Wire

When Parliament's budget session for the year 2020 started on January 30, political and economic observers hoped to see tabling of the Comptroller and Auditor General (CAG) of India's Audit Report on Union Government (Finance Accounts)....[more](#)

Audit firms examine NFRA order in ILFS case, to plan for future implications

25th July 2020. Economic Times

National Financial Reporting Authority's(NFRA) debarment of Deloitte's Udayan Sen has sent alarm bells ringing across the audit firms currently under investigation by the regulator...[more](#)

Direct Tax

e-campaign on voluntary Income Tax compliance for FY 2018-19

21st July 2020. Taxguru

CBDT starts 11-day e-campaign on voluntary compliance of Income Tax for FY 2018-19 from 20 July 2020...[more](#)

MOU signed between MoMSME and CBDT for sharing of ITR related information

21st July 2020. CA Club India

A formal Memorandum of Understanding (MOU) was signed today between the Central Board of Direct Taxes (CBDT) and the Ministry of Micro, Small and Medium Enterprises, Government of India (MoMSME) for sharing of data by CBDT to MoMSME....[more](#)

CBDT's Sec. 234A interest relaxation for Senior citizens relating to self-assessment tax payment, simplified

30th July 2020. Tax Sutra

CBDT's Sec. 234A interest relaxation for Senior citizens relating to self-assessment tax payment, simplified...[more](#)

Indirect Tax (GST)

Government dumps new system of filing GST returns

25th July 2020. Taxguru

Government to continue with the existing and improved GST Return System, dumps new system of filing returns...[more](#)

Centre Released Rs. 1,65,302 Crore as GST Compensation

27th July 2020. Taxguru

Central Government has recently released GST Compensation of Rs. 13,806 crore to States for March'2020....[more](#)

GST E-invoicing aggregate turnover enhanced to Rs 500 crore

31st July 2020. CA Club India

G.S.R.....(E).-In exercise of the powers conferred by sub-rule (4) of rule 48 of the Central Goods and Services Tax Rules, 2017, the Government, on the recommendations of the Council...[more](#)

Indirect Tax (Custom)

Requirement of Veterinary Certificate for Import of Milk and Milk Products into India

12th July 2020. Taxguru

Requirement of Veterinary Certificate for Import of Milk and Milk Products into India-reg...[more](#)

Setting up of Turant Suvidha Kendra (TSK) for faceless assessment

14th July 2020. Taxguru

Setting up of the Turant Suvidha Kendra(TSK) for faceless assessment-reg...[more](#)

Anti-subsidy investigation concerning imports of Viscose Rayon Filament Yarn

20th July 2020. Taxguru

Initiation of anti-subsidy investigation concerning imports of Viscose Rayon Filament Yarn above 60 deniers originating in or exported from China...[more](#)

Suggestions for review of Customs duty exemption notifications/laws & procedures

21st July 2020. Taxguru

Crowd sourcing of suggestions for review of existing Customs duty exemption notifications/ Customs laws and procedures - regarding...[more](#)

Anti-dumping duty on imports of Aniline import from China extended

29th July 2020. Taxguru

CBIC imposes provisional anti-dumping duty on imports of Aniline originating in or exported from China PR for a period of six months vide...[more](#)

Safeguard duty on imports of Solar Cell extended by one Year

29th July 2020. Taxguru

CBIC continues the levy of Safeguard duty on imports of 'Solar Cells whether or not assembled in modules or panels' for a period of one year , in pursuance of final findings of review investigations issued by DGTR vide...[more](#)

2nd phase of All India roll-out of Faceless Assessment wef 03.08.2020

31st July 2020. Taxguru

2nd phase of All India roll-out of Faceless Assessment - reg...[more](#)

Company Law

ICSI requests to extend relaxation period of Company Law compliances

5th July 2020. Taxguru

Request for extension of period of relaxations of various compliances under the Companies Act, 2013...[more](#)

Private Limited Company can transfer shares without Dematerialization

5th July 2020. Taxguru

Section 29 (1) (b) of Companies Act 2013 includes Private Limited Companies also w.e.f. 14.08.2019. However, the class of companies to which it should apply is yet to be prescribed...[more](#)

Permission To Facilitate Service of Summons Through E-Means During Times of Global Pandemic!

21st July 2020. Taxguru

It's a known fact that the global pandemic of COVID-19 has brought the world and the economies on a standstill, with the number of patients on an ever-increasing rate....[more](#)

Petition In SC for Display of 'Country of Origin' on E-Commerce Sites

26th July 2020. Taxguru

Petition In Supreme Court Seeks Law on Compulsory Display of 'Country of Origin' on E-Commerce Sites Like Amazon and Flipkart...[more](#)

All about National Education Policy 2020 ((NEP 2020)

29th July 2020. Taxguru

Cabinet Approves National Education Policy 2020 (NEP, 2020) paving way for transformational reforms in school and higher education systems in the country...[more](#)

Decriminalisation of Companies Act: Decoding the COVID economic relief

29th July 2020. Economic Times

Historically, corporate India has suffered the rigours of a strict penal regime for violations and non-compliances under the erstwhile Companies Act, 1956, and at present, under the Companies Act, 2013 ("Act")....[more](#)

RBI

RBI extends FLA 2020 due date to 31st July 2020

4th July 2020. Taxguru

Submission of annual return on FLA through the web-based FLAIR portal for financial year 2019-20 has been started. Entities which are filing FLA return for the first time/ with revised UIN (Unique identification number) are required to register themselves first for generating login credentials and they can file FLA return....[more](#)

RBI Fair Practices Code for Asset Reconstruction Companies

16th July 2020. Taxguru

In exercise of the powers conferred by Section 9 of the Securitisation and Reconstruction of Financial Assets and Enforcement of Securities Interest Act, 2002, Asset Reconstruction Companies registered with the Bank are advised to adopt 'Fair Practices Code' so as to ensure transparency and fairness in their operation....[more](#)

Nabard-like agency likely for UCBs soon

17th July 2020. The New Indian Express

After bringing all Urban Co-operative Banks (UCB) under the aegis of the Reserve Bank of India (RBI), the Centre is now working on creating an 'umbrella organisation' for UCBs with an initial investment of Rs 300 crore....[more](#)

RBI to set up Rs. 500 cr payments infra development fund

25th July 2020. News on Project.com

The Reserve Bank is setting up a Rs. 500-crore payments infrastructure development fund to subsidise deployment of points of sale acceptance infrastructure with an initial corpus of Rs. 250 crore....[more](#)

RBI signs USD 400 million currency swap pact with Central Bank of Sri Lanka

27th July 2020. The New Indian Express

Under the framework for 2019-22, RBI will continue to offer swap arrangement within the overall corpus of USD 2 billion...[more](#)

NCLT

With a recession crimping loan books, banks face a perfect storm in FY21

1st July 2020. Live Mint

Anything that can go wrong will go wrong. India's bankers would do well to remember the Murphy's law this year as their past problems get amplified by a pandemic....[more](#)

ED moves SC to challenge NCLAT's power to lift attachment order against Bhushan Power

2nd July 2020. Economic Times

The Enforcement Directorate has challenged the jurisdiction of the National Company Law Appellate Tribunal (NCLAT) in directing the agency to release the assets of Bhushan Power & Steel Ltd (BPSL) it had attached....[more](#)

Govt mulls simplified insolvency scheme for Covid hit MSMEs

2nd July 2020. KNN India

The Micro Small and Medium Enterprises (MSMEs) hit by Covid pandemic may have something to cheer at last....[more](#)

ED moves SC, bats against JSW Steel takeover bid for Bhushan Power and Steel

2nd July 2020. CNBC

With JSW Steel's Rs 19,700 crore bid for Bhushan Power and Steel (BPSL) hanging in the balance, the Enforcement Directorate (ED) is understood to have moved the Supreme Court against the takeover....[more](#)

Concept Of Relinquishment Of Security Interest Under The Insolvency And Bankruptcy Code, 2016

3rd July 2020. Mondaq

The Insolvency and Bankruptcy Code, 2016 ("IBC") is an Act to consolidate and amend the laws relating to reorganization and insolvency resolution of corporate persons, partnership firms and individuals in a time bound manner for maximization of value of assets...[more](#)

IBBI proposes to limit cases with insolvency professionals

3rd July 2020. Economic Times

In what may bring about major reform and efficiency in the insolvency regime in India, the Insolvency and Bankruptcy Board of India (IBBI) has proposed to limit the number of cases an insolvency professional can handle to five as it noted that few insolvency professionals (IP) are handling too many cases...[more](#)

NCLT admits insolvency plea against V2 Retail

6th July 2020. Outlook India

The Delhi bench of the National Company Law Tribunal (NCLT) has admitted an insolvency plea against retail chain V2 Retail....[more](#)

NCLT approves Amtek Auto resolution plan

10th July 2020. Economic Times

The National Company Law Tribunal (NCLT) approved the resolution plan for bankrupt firm Amtek Auto, submitted by US-based hedge fund Deccan Value Investors LP (DVIL)...[more](#)

Special scheme to rescue bankrupt small businesses soon

12th July 2020. Live Mint

The Centre will soon roll out a special scheme for salvaging bankrupt micro, small and medium enterprises (MSMEs), the government said in a statement on Sunday after finance and corporate affairs minister Nirmala Sitharaman reviewed the measures taken so far to support the pandemic-hit economy....[more](#)

Towards sounder insolvency resolution: IBBI amending the Insolvency Professional Regulations a good move

15th July 2020. Financial Express

The Insolvency and Bankruptcy Board of India (IBBI), the regulator for all matters pertaining to insolvency and bankruptcy in India, has recently amended the Insolvency Professional Regulations where it has done away with the earlier restriction placed upon Insolvency Professional Entities (IPes) to provide support services to only their partners and directors....[more](#)

NCLAT upholds Adani group's Adani Ports & Special Economic Zone's takeover of Dighi Port

27th July 2020. Economic Times

The National Company Law Appellate Tribunal (NCLAT) has upheld the Adani Group firm - Adani Ports & Special Economic Zone's take-over plan of the debt-ridden Dighi Port...[more](#)

ReNew Power, Rajalakshmi group bid for Regen Powertech

28th July 2020. News on Project.com

ReNew Power, which is one the larger wind and solar companies in India and Rajalakshmi Wind Energy, part of the Chennai-based Rajalakshmi group, have submitted bids with the National Company Law Tribunal for Regen Powertech, a company that used to manufacture wind turbine generators...[more](#)

Ministry of corporate affairs notifies investigation rules for cases against NCLT judges

30th July 2020. Economic Times

The ministry of corporate affairs has notified rules for investigating complaints against judges of the National Company Law Tribunal (NCLT) and the National Company Law Appellate Tribunal (NCLAT)...[more](#)

Cheaper, faster and easier insolvency resolution process on cards for MSMEs: IBBI

21st July 2020. Economic Times

A cheaper, faster and easier insolvency resolution process is on the cards for micro, small and medium enterprises (MSMEs), said Insolvency and Bankruptcy Board of India (IBBI) executive director KR Saji Kumar...[more](#)

UK's insolvency reforms can show India the way

22nd July 2020. Live Mint

The United Kingdom has recently enacted the Corporate Insolvency and Governance Act 2020 (CIGA). The CIGA has introduced important reforms to the UK insolvency law, including provisions such as a 'free-standing' moratorium and a new 'restructuring plan' regime, with 'cross-class cram down'....[more](#)

NCLAT Judgment Gives Respite To companies,Eases Way To Exit Insolvency Process

24th July 2020. Live Law

The National Company Law Appellate Tribunal (NCLAT) has paved the way for companies to exit ongoing corporate insolvency resolution process (CIRP)...[more](#)

NCLT allows liquidator to sell company stressed assets attached by agencies

24th July 2020. Economic Times

In a ruling that may have profound implications on many firms undergoing corporate insolvency process, a bankruptcy court has allowed the liquidator to sell the assets of a company that were attached by investigative agencies...[more](#)

Bidder promises \$100 million investment to restart Jet Airways immediately

25th July 2020. Business Today

A consortium of Flight Simulation Technique Centre, Big Charter and Imperial Capital Investments LLC has reportedly secured \$100 million that will be pumped into Jet Airways in order to revive the grounded airline....[more](#)

Important Articles

Accounting & Auditing Updates

July 2020. KPMG

Though the COVID-19 outbreak in India occurred towards the end of March 2020 i.e. near the year-end reporting for majority of the companies in India, the impact continued during the quarter ended 30 June 2020...[more](#)

New Exemptions for taxpayers opting to be governed by New Tax Regime

7th July 2020. Taxguru

The taxpayers opting to be governed under the new tax regime have to forego various deductions and exemptions, unless specifically provided...[more](#)

Amendments to the Indian Stamp Act, 1899

9th July 2020. Dhruva Advisors

The Finance Act 2019, had introduced certain amendments to Indian Stamp Act 1899 to facilitate rationalised collection of stamp duty on securities market instruments across India...[more](#)

Incorporation of Wholly Owned subsidiary Company or Subsidiary Company of Foreign Company in India

14th July 2020. Taxguru

Incorporation of Wholly Owned subsidiary Company or Subsidiary Company of Foreign Company in India...[more](#)

An overview on different types of Income Tax Deductions in India

15th July 2020. Taxguru

Income tax can be defined as the percentage of your income which you pay to the government in order to fund infrastructural development...[more](#)

Appointment of Foreign Directors in Indian Company

15th July 2020. Taxguru

As per the Companies Act, 2013, the Act does not restrict foreign individuals to become a director in the company situated in India. The foreign individual or non-resident Indians residing out of India can become an executive or a non-executive/independent director of Indian companies whether public listed or unlisted or private....[more](#)

All about Foreign Tax Credit and its Indian Context

16th July 2020. Taxguru

Corporate India today serves global needs and brings in overseas income which is chargeable to Indian tax net as a resident of India....[more](#)

Key considerations for NRI investments in India & Indian Taxation

21st July 2020. Taxguru

India continues to be an attractive destination for the investors, including non-resident Indians (NRIs)....[more](#)

Tax Implications on Sale of Immovable Property by NRI

23rd July 2020. Taxguru

Due to vast provisions of Income Tax Act, 1961 regarding taxation of non-residents, most of the time NRI's gets confused by the provisions of law governing the taxability of their income in India...[more](#)

TDS liability on payment to non-residents which is exempt under DTAA

26th July 2020. Taxguru

The Supreme Court in its recent judgment in the case of PILCOM vs CIT in SLP (CIVIL) No.7315 of 2019 has created a controversy on the withholding tax provision on the payment to be made to Non-resident...[more](#)

Intricacies of Section 115BAA- New tax rate for domestic companies

27th July 2020. Taxguru

With the introduction of new section 115BAA, domestic companies now have the option to pay tax at a lower rate of 22% (plus surcharge and education cess) with effect from AY 2020-21...[more](#)

Taxation of Joint Venture Business

31st July 2020. Taxguru

Presently we have been witnessing a very different trend in relation to the real-estate development. Earlier, a builder would go for outright purchase of a piece of land from the land-lord and develop the same at his own cost and risk. The scenario in this regard is undergoing a change....[more](#)

Best Regards



Monal capital
Believe in values

From the desk of,

Ajay Jain

Chairman & Managing Director

Monal Capital (P) Limited

Tel.: +91-22-4976 1501 | 4976 1601 | 47081900 Mobile: +91 9820304342 |



38-39, Sumtinath Estate, Behind Inorbit Mall, Off Link Road, Malad West, Mumbai : 400 064 India.

[Investment Banking - Debt Syndication](#) | [Corporate Finance](#) | [Bonds](#) | [Equity](#) | [Infrastructure](#) | [Real Estate](#) | [M&A](#) | [Stress Asset Solutions](#) | [Startup & VC Advisory](#)

Disclaimer: Information gathered & material used in this document is believed to be from reliable sources. Monal Capital however does not warrant the accuracy, reasonableness and/or completeness of any information. Monal Capital and any of its officer's directors, personnel and employees, shall not liable for any loss, damage of any nature, including but not limited to direct, indirect, punitive, special, exemplary, consequential, as also any loss of profit in any way arising from the use of this material in any manner