

NEWSLETTER

MAY 2020

J P Chawla & Co. LLP

Chartered Accountants

Taxation | Audit | Outsourcing | Regulatory | Transaction Advisory | Business Intelligence



1. Ceo's Message	3
2. The Month That Was	4
3. Goods And Service Tax	5
4. Direct Tax	6
5. Assurance & Accounting	11
6. Regulations	14
7. Tax Calender	16
8. About Us	17

The Industrial and commercial activity has started picking up in gradual manner after certain relaxations were allowed in Covid related lockdown, but there is a still a long way to go to make it business as usual.

Things are getting normalized in terms of essential goods, but still large number of sectors such as entertainment, retail and transportation and travel remain effected.

The economy is bound to contract, and growth may become negative in first two quarters of fiscal 2020-21. The government is doing its bit, but there are instances of large lay-offs and salary cuts, due to falling or nil demand of goods and services.

The growth forecast has been cut by various agencies such as credit rating agencies and RBI. The measures to pump prime the economy is on, but the fear of Stagflation and unemployment is becoming a new reality.

The good news is that fundamentals of Indian economy vis-a-vis other economies remain strong and it is forecasted that economy will pick in last quarter in FY 2020-21 and Fiscal 2021-22 has good chance to have a double-digit growth.

Continuing with last month, various Covid related relaxations have been introduced in the area of compliances related to Income tax, Goods and service tax and corporate laws.

We sincerely hope this volume of newsletter will update you regarding new developments in the area of Business, Tax, Assurance & Accounting and regulations.

Happy Reading!!

Sincerely Yours,

Rajat Chawla

Managing Partner & CEO
New Delhi

Fitch said the biggest forecast cut was to India where they now anticipate a 5 per cent decline in the current financial year (ending March 2021) in contrast to an earlier forecast of growth of 0.8 per cent. This compares to an estimated 3.9 per cent growth in the previous fiscal. However, growth is expected to rebound to 9.5 per cent in 2021-22.

Economic highlights in May 2020:

- **World Bank approves \$1-bn loan to India amid coronavirus outbreak:** The World Bank on Friday announced \$1 billion in social sector funding for India for mitigating the economic and humanitarian crisis being faced by unorganized workers and migrant laborers impacted by the Covid-19 pandemic. Also, world bank has announced \$1-billion support last month for India's health sector.
- **PE firm Vista Equity to invest Rs 11,367 crore in Jio Platforms:** Private equity firm Vista Equity Partners will invest Rs 11,367 crore (US\$ 1.61 billion) in Jio Platforms for a 2.32 per cent stake. This is Jio Platforms' third deal after Facebook and Silver Lake's share acquisition plans over the last two weeks.
- **Philips to invest Rs 300 crore in India manufacturing, R&D:** Philips, Dutch healthtech and consumer electronics company, plans to invest Rs 250-300 crore (US\$ 35.47-42.56 million) to boost its manufacturing and R&D facilities in India.
- **REC raises US\$ 500 million through overseas bonds at 4.75 per cent:** REC Limited has raised US\$500 million through US\$-denominated bonds. This is the first overseas bond issuance for Indian issuers in the wake of COVID crisis. According to REC statement, "With the global lockdown fears receding somewhat and liquidity coming back to the Asian markets, on May 12, 2020, REC pulled the trigger and tapped the offshore debt markets, making it the first issuer from India since March 5, 2020."
- **Employees of EPFO contribute Rs 2.5 crore to PM CARES fund:** The employees of Employees Provident Fund Organization (EPFO) have also come forward to support the Government's initiative in combating national crisis of COVID-19 pandemic and voluntarily contributed one day's salary- amounting to around Rs 2.5 crore (US\$ 0.35 million) to the PM CARES Fund.
- **Defense Ministry approves Rs 400 crore Defense Testing Infrastructure Scheme:** Defense ministry has approved the launch of Defense Testing Infrastructure Scheme (DTIS) with an outlay of Rs 400 crore (US\$ 56.75 million) for creating state of the art testing infrastructure for this sector envisages to setup six to eight new test facilities in partnership with private industry in 5 years. This will facilitate indigenous defense production, consequently, reduce imports of military equipment and help make the country self-reliant.

Goods and Service Tax

Notification No. 37/2020 – Central Tax

Earlier in 2019 a regulation had been inserted to allow a registered person to transfer his cash balance from one head to another head. In order to give effect of such notification Government has introduced an electronic form PMT-09 through which such transfer can be made electronically through common portal.

Notification No. 38/2020 – Central Tax

Earlier the verification of GSTR-3B was required to be done through digital signature. A proviso has been inserted to provide that the GSTR-3B of a company which are filled during the period 21st Day of April 2020 to 30th June 2020 shall be allowed to verify through electronic verification code (EVC)

Further the NIL returns under form GSTR-3B shall be filled through SMS facility using the registered mobile number and the said and the said return shall be verified by a registered mobile number based one-time password (OTP) facility.

Notification No. 40/2020 – Central Tax

Earlier government extended the validity of e-way bill which are generated between 20th March 2020 to 15th April 2020 till 30th day of April 2020, however due to extension of lockdown period all over the country the government had further added a proviso in such notification to extend the validity of all those e-way bill which are generated before 24th March 2020 and period of validity expires during the period 20th March 2020 to 15th April 2020 till 31st day of May 2020.

Notification No. 41/2020 – Central Tax

The due date of filling annual return and reconciliation statement along with audit report under Form 9 and Form 9C for FY 2018-19 has been extended till 30th September 2020. Earlier the due date was 30th June 2020.

Notification No. 43/2020 – Central Tax

Section 128 of CGST Act 2017 has come into force from the 18th day of May 2020., which read as “The Government may, by notification, waive in part or full, any penalty referred to in section 122 or section 123 or section 125 or any late fee referred to in section 47 for such class of taxpayers and under such mitigating circumstances as may be specified there in on the recommendations of the Council”.

Direct Tax

Amid ATMANIRBHAR BHARAT package, Hon'ble Finance Minister introduced major relief from Direct tax compliance burden, ensured liquidity by reducing TDS rates and releasing refunds:

Extension in due date

- Due date of all Income-tax return for the Financial Year 2019-20 shall be extended from July 31, 2020 and October 31, 2020 to November 30, 2020.
- The due date for tax audit under section 44AB shall be extended from September 30, 2020 to October 31, 2020.
- The last date for opting Vivad se Vishwas Scheme without paying additional 10% of the disputed tax shall be extended till December 31, 2020.
- Due date of 30-09-2020 for completion of assessments shall be extended to December 31, 2020. Where assessments are getting barred on March 31, 2021, it shall be extended to September 30, 2021.

Pending Refunds

- All pending refunds to charitable trust and non-corporate businesses and professions shall be released immediately.

TDS/TCS rate reduction (vide press release May 13, 2020)

- The rates of TDS/TCS in respect of specified payments/receipts have been reduced by 25%.
- This concession in the rate is available for the tax deducted or collected between 14-05-2020 till 31-03-2021.
- This relief is not be available to a salaried persons (that is under section 192 or section 192A), non-resident taxpayer and for cases where a resident person does not furnish his PAN or Aadhaar and the tax is deductible at a higher rate.

Rates of TDS

S. No.	Section of the In-come-tax Act	Nature of Payment	Original Rate of TDS	Reduced rate from 14/05/2020 to 31/03/2021
1	193	Interest on Securities	10%	7.50%
2	194	Dividend	10%	7.50%
3	194A	Interest other than interest on securities	10%	7.50%
4	194C	Payment of Contractors and sub-contractors	1% (individual/HUF)	0.75% (individual/HUF)
			2% (others)	1.5% (others)
5	194D	Insurance Commission	5%	3.75%

6	194DA	Payment in respect of life insurance policy	5%	3.75%
7	194EE	Payments in respect of deposits under National Savings Scheme	10%	7.5%
8	194F	Payments on account of re-purchase of Units by Mutual Funds or UTI	20%	15%
9	194G	Commission, prize etc., on sale of lottery tickets	5%	3.75%
10	194H	Commission or brokerage	5%	3.75%
11	194-I(a)	Rent for plant and machinery	2%	1.5%
12	194-I(b)	Rent for immovable property	10%	7.5%
13	194-IA	Payment for acquisition of immovable property	1%	0.75%
14	194-IB	Payment of rent by individual or HUF	5%	3.75%
15	194-IC	Payment for Joint Development Agreements	10%	7.5%
16	194J	Fee for Professional or Technical Services (FTS), Royalty, etc.	2% (FTS, certain royalties, call centre) 10% (others)	1.5% (FTS, certain royalties, call centre) 7.5% (others)
17	194K	Payment of dividend by Mutual Funds	10%	7.5%
18	194LA	Payment of Compensation on acquisition of immovable property	10%	7.5%
19	194LBA(1)	Payment of income by Business trust	10%	7.5%
20	194LBB(i)	Payment of income by Investment fund	10%	7.5%
21	194LBC(1)	Income by securitisation trust	25% (Individual/HUF) 30% (Others)	18.75% (Individual/HUF) 22.5% (Others)
22	194M	Payment to commission, brokerage etc. by Individual and HUF	5%	3.75%
23	194-O	TDS on e-commerce participants	1% (w.e.f. 1.10.2020)	0.75%

Rates of TCS

S. No.	Section of the Income-tax Act	Nature of Receipts	Original Rate of TCS	Reduced rate from 14/05/2020 to 31/03/2021
1	206C(1)	Sale of		
		(a) Tendu Leaves	5%	3.75%
		(b) Timber obtained under a forest lease	2.5%	1.875%
		(c) timber obtained by any other mode	2.5%	1.875%
		(d) Any other forest produce not being timber/tendu leaves	2.5%	1.875%
		(e) scrap	1%	0.75%
		(f) Minerals, being coal or lignite or iron ore	1%	0.75%
2	206C(1C)	Grant of license, lease, etc. of	2%	1.5%
		(a) Parking lot		
		(b) Toll Plaza	2%	1.5%
		(c) Mining and quarrying	2%	1.5%
3	206C(1F)	Sale of motor vehicle above 10 lakhs	1%	0.75%
4	206C(1H)	Sale of any other goods	0.1% (w.e.f 01.10.2020)	0.075%

CBDT gave relief to persons stuck in lockdown for testing residential status under section 6

Individuals came to India on a visit during to PY 2019-20 for a particular duration and intended to leave India before the end of PY for maintaining their status of NR of NOR, were forced to prolong their stay in India due to declaration of lockdown and suspension of inter-national flights owing to outbreak of Covid 19 pandemic. It has been clarified that for the purpose of determining residential status under section 6 of the Act for PY 2019-20 following period shall not be included for individuals who:

- Has been unable to leave India on or before 31st March, 2020, period of stay from 22nd March to 31st March, 2020 shall not be taken into account.
- Has been quarantined in India on account of Covid 19 on or after 1st March, 2020 and has departed on evacuation flight on or before 31st March, 2020, his period of stay from the period of the beginning of quarantine and to his date of departure or 31st March, 2020, as the case may be, shall not be taken into account.
- Has departed on evacuation flight on or before 31st March, 2020, his period of stay in India from 22nd March, 2020 to his date of departure shall not be taken into account. (Circular No. 11/2020, dt May 8, 2020)

Selected class of persons carrying on Business not required to comply with section 269SU of the Income Tax Act

Section 269SU require a person (specified person), carrying on business, having total sales, turnover or gross receipts in business exceeding INR 50Crore during the immediately preceding PY, to provide facility for accepting payment through prescribed electronic modes of payment which includes (i) Debit Card powered by RuPay; (ii) BHIM-UPI and (iii) UPI QR Code, BHIM-UPI QR Code (notified vide notification no. 105/2019 dated 30.12.20 19)

It has been clarified that section 269SU shall not be applicable to specified persons having only B2B transactions (i.e. no transaction with retail customer/consumer) if at least 95% of aggregate of all amounts received during the previous year, including amount received for sales, turnover or gross receipts, are by any mode other than cash. (Circular No. 12/2020, dt May 20, 2020)

CBDT defers implementation of new procedure for approval/registration of certain entities

CBDT announces that implementation of new procedure for approval/ registration/notification of certain entities shall be deferred to Oct 1. Accordingly, entities approved/ registered/ notified under section 10(23C), 12AA, 35 and 80G of the Income-tax Act, 1961 would be required to file intimation within three months, i.e by December 31, 2020; CBDT further states that the amended procedure for approval/ registration/ notification of new entities shall also apply from Oct 1, 2020.

Transfer Pricing

CBDT notifies changes to Rule 10TD and 10TE relating to Safe Harbour Rules- States that rates applicable from AY 2017-18 to 2019-20 will continue to apply for AY 2020-21. (Notification No. 25/2020/ F. No. 370142/14/2020-TPL)

Mutual Agreement Procedure

CBDT amends Rule 44G dealing with application & procedure for giving effect to MAP agreement, also revises Form 34F with respect to making application to Competent Authority for invoking MAP. Amended Rule specifies that the Competent Authority in India shall endeavour to arrive at a mutually agreeable resolution of the tax disputes, in accordance with the agreement between India and the other country or specified territory within an average time period of 24 months. (Notification No. 23/2020/F.No. 370142/31/2019-TPL)

Delhi HC Allows assessee to raise 'jurisdictional' grounds orally under Rule 27

HC sets aside ITAT order and allows assessee to urge jurisdictional grounds on validity of Sec. 153C proceedings by way of an oral application under Rule 27 of ITAT Rules, even though it had not filed cross objections. HC holds that in absence of any defined structure for making an application in a particular manner, the ITAT ought not to have deprived the Appellant of an opportunity to raise a fundamental question of jurisdiction. SANJAY SAWHNEY versus Principal CIT [TS-239-HC-2020(DEL)]

ESOP is not taxable as perquisite in the hands of the employees at the time of vesting of stock options as the value of benefit was 'unascertainable'

Bangalore ITAT deletes disallowance u/s. 40(a)(ia) for non-deduction of TDS on provision made for stock compensation cost recognized during subject AY 2012-13, holds that ESOP is not taxable as perquisite in the hands of the employees at the time of vesting of stock options as the value of benefit was 'unascertainable'.

Relies on SC decision in Infosys and rules that "the element of shares to employees under ESOP could not be treated as perquisite as there was no benefit and value of benefit, if any, was unascertainable..." **NXP India Pvt. Ltd [TS-221-ITAT-2020(Bang)]**

ITAT: Extends stay of demand citing HC directive, lauds CBDT's 'pragmatism' during extraordinary situation

Assessee was engaged in the business of software application development, maintenance and provision of IT enabled services. Delhi ITAT extends stay order in a case involving Rs.15cr TP-adjustment demand, cites catena of factors including extraordinary COVID-19 pandemic, Delhi HC's order extending the time period of interim orders as also CBDT's directive to field formations to refrain from issuing adversarial communications to assessees, ITAT places on record "the pragmatism displayed by the CBDT" through its Central Action Plan for Q1 of F.Y. 2020-21, that states "...no communication with the assessee having adverse effect on him/her is to be done during this period till fresh guidelines in this regard are issued by the Board". Steria (India) Limited [TS-280-ITAT-2020(DEL)-TP]

'Digital Content' developed by animation Company not computer software, depreciation restricted to 25%

Chennai ITAT rejects 60% depreciation claim on 'digital content' for assessee engaged in animation & special effects, restricts depreciation to 25% as applicable to intangible assets. Held, that once the definition is given in the statute itself, then there is no need to refer to other statute and thus, restrictive definition as given in the 1961 Act read with 1962 Rules shall apply. **Pentamedia Graphics Ltd [TS-235-ITAT-2020(CHNY)].**

Assurance and Accounting

International Public Sector Accounting Standards

Exposure Drafts (ED) on International Public Sector Accounting Standards (IPSAS)

International Public Sector Accounting Standard Board (IPSASB) has recently issued the following three Exposure Drafts:

ED of IPSAS	Scope of IPSAS
ED 70, Revenue with Performance Obligations	Accounting for revenue arising from binding arrangements with a purchaser that include performance obligations as defined in this Standard to transfer promised goods or services to the purchaser or third-party beneficiary.
ED 71, Revenue without Performance Obligations	Accounting for revenue from transactions without performance obligations.
ED 72, Transfer Expenses	Accounting for transfer expenses as defined in this Standard, including transfer expenses incurred for capital transfers and accounting for the subsequent measurement of other non-contractual payables, except where the subsequent measurement of the payable is within the scope of another Standard.

These documents (exposure drafts) are published by IPSASB for public comments February 2020 and comments can be offered on such documents by 15th September 2020.

However, Committee on Public and Government Financial Management (CP&GFM) of ICAI is formulating Accounting Standards for Local Bodies (ASLBs), also sought public comments on these documents and these comments can be offered by 29th May 2020 on link: <https://www.icaai.org/comments/caslbb/>

Documents Links:

ED 70: <http://caslbcomment.icaai.org/documents/c8202585254f625c5c37f73e63633bc9.pdf>

ED 71: <http://caslbcomment.icaai.org/documents/6d90e9f1049e575f818d18bee740b7a4.pdf>

ED 72: <http://caslbcomment.icaai.org/documents/f473cf7f59f79c1283f1a3dc1dacd664.pdf>

Guidance Note on Accounting

Exposure Draft of Guidance Note on Accounting by E-commerce and Cloud Computing Companies

The Research Committee of the Institute of Chartered Accountants of India is one of the technical committees set up in 1955 with a view to undertake research activities to improve the quality of services rendered by the profession. The primary objective of Research Committee is to undertake research in the field of accounting and other affiliated areas with a view to enhance the value of services rendered by the profession. To formulate Guidance Notes on accounting aspects to be issued under the authority of the Council of the Institute.

Research Committee has invited comments from the stakeholders on recently hosted Exposure Draft of '**Guidance Note on Accounting by E-commerce and Cloud Computing Companies**' issued by Research Committee.

The complete text of the exposure draft is available at <https://resource.cdn.icai.org/59300research48308ecc.pdf>, the last date for comments is May 31, 2020. Comments may be submitted over email at research@icai.in

Exposure Draft of Guidance Note on Applicability of AS 25 and Measurement of Income Tax Expense for Interim Financial Results

Research Committee has also invited comments on Exposure Draft of Guidance Note on Applicability of AS 25 and Measurement of Income Tax Expense for Interim Financial Results. This Guidance Note deals with the following issues:

- Whether Accounting Standard (AS) 25, Interim Financial Reporting, is applicable to interim financial results presented by an enterprise pursuant to the requirements of a statute/ regulator, for example, quarterly financial results presented under SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 entered into between Stock Exchanges and the listed enterprises; and
- The measurement of income tax expense for the purpose of inclusion in the interim financial reports.

The complete text of the exposure draft is available at <https://resource.cdn.icai.org/59301research48308as25.pdf>.

The last date for comments is **May 31, 2020**.

Exposure Draft of Guidance Note on Accounting for Share-based Payments

Research Committee has also invited comments on Exposure Draft of Guidance Note on Accounting for Share-based Payments.

This Guidance Note establishes financial accounting and reporting principles for share-based payment plans, including, ESOPs, ESPPs and stock appreciation rights as well as share-based payment arrangement with non-employees. For the purposes of this Guidance Note, the term 'employee' includes a director of the enterprise, whether the whole time or not.

The complete text of the exposure draft is available at <https://resource.cdn.icai.org/59389research48336.pdf>. The last date for comments is **June 4, 2020**

ICAI Announcements

Communication with the Retiring Auditor through E-mail

The members have raised concerns that during the period of ongoing lockdown, it is not possible for the Incoming Auditor to communicate with the Retiring Auditor through the mode(s) of communication permissible in terms of provisions of Code of Ethics.

The existing Code of Ethics, 2009, provides, under commentary to Clause (8) of Part-I of First Schedule to The Chartered Accountants Act, 1949 as under:-

“Members should, therefore, communicate with a retiring auditor in such a manner as to retain in their hands positive evidence of the delivery of the communication to the addressee. In the opinion of the Council, communication by a letter sent “Registered Acknowledgement due” or by hand against a written acknowledgement would in the normal course provide such evidence.”

Due to the existing constraint of communication through abovementioned modes, it has been decided that the members may communicate with the Retiring Auditor vide E-mail, provided an acknowledgement of such communication is received from the Retiring Auditor’s E-mail address registered with the Institute or his last known official E-mail address. Such acknowledgement of communication would be deemed as valid evidence of the positive delivery of communication.

Covid-19 Key Audit considerations

Auditing and Assurance Standards Board (AASB) of the ICAI has issued many guidance to guide its member to deal with and audit in this pandemic situation. Following are guidance issued by ICAI:

Guidance	Link to access
Going Concern - Key Considerations for Auditors amid COVID-19	https://resource.cdn.icai.org/59473aasb48392.pdf
Physical Inventory Verification– Key Audit Considerations amid COVID-19	https://resource.cdn.icai.org/59498aasb48418.pdf
Auditor’s Reporting - Key Audit Considerations amid COVID-19	https://resource.cdn.icai.org/59546aasb48467.pdf
Subsequent Events - Key Audit Considerations amid COVID-19	https://resource.cdn.icai.org/59680asb48563.pdf

Earlier ICAI has issued a comprehensive advisory in March-2020 on Accounting and Assurance related issues considering the Covid-19 disruptions. The document is available on <https://resource.cdn.icai.org/58829icai47941.pdf>

Regulations

The updates for this month mainly relates with the prior amendments/extensions brought in by the regulatory authorities.

COMPANY/LLP LAW RELATED CHANGES

A. Clarification on holding of Annual General Meeting via Electronic means

With the unpredictable approach of lifting of lockdown and social distancing norms, the Ministry had issued a circular dated 05th May 2020 allowing the companies to hold the Annual General Meeting through Video conferencing (VC) or other audio-visual means (OAVM) in a similar manner as it was provided in earlier circular issued in April, which deals in conduct of Extraordinary General Meeting(EGM).

There are some additional requirements which were brought in, such as, issuance of notice and circulation of financial statements, ways in which the dividend shall be paid by the company, which can be either in electronic mode or by way of dispatch of dividend warrant/cheque, ways to arrange things for the persons who have not registered their email addresses with the company and other related matters.

B. Period/Days of extension for names reserved and resubmission of forms

An extension has been provided to the update issued by the Ministry of Corporate Affairs providing extension for names reserved and for resubmission of forms.

Extension details are provided as below:

New company incorporation	Names expiring any day between 15th March 2020 to 31stMay would be extended by 20 days beyond 31stMay 2020.
Change of name of company	Names expiring any day between 15th March 2020 to 31st May would be extended by 20 days beyond 31st May 2020.
Names reserved for 90 days for new LLP incorporation/change of name	Names expiring any day between 15th March 2020 to 31st May would be extended by 20 days beyond 31st May 2020.
Extension of RSUB validity for companies/ LLP's	SRNs where the last date of Resubmission (RSUB) falls between 15th March 2020 to 3rd May 2020, an additional 15 days beyond 3rd May 2020 would be allowed.
Extension for marking IEPF-5 SRNs to 'Pending for Rejection u/r 7(3)' and 'Pending for Rejection u/r 7(7)'	SRNs where the last date of filing e-verification Report (for both Normal as well as Re-submission filing) falls between 15th March 2020 to 31st May 2020, would be allowed to file the form till 30th Sep 2020.

C. Other Amendments

1. The Ministry had issued a clarification on dispatch of notice under section 62(2) of Companies Act, 2013, clarifying that inability to dispatch the notice in case of right issue opening upto 31st July, 2020, by listed companies, shall not be considered as violation of the Act.
2. Further, the Ministry had issued circular extending the time limit for filing of Form NFRA-2, for the year 2018-19, this shall be 210 days from the deployment of the form on the website of National Financial Reporting Authority (NFRA).

FEMA/ RBI RELATED CHANGES

A. Statement on Developmental and Regulatory Policies

The RBI had issued the statement on developmental and regulatory policies which contains measures to improve the functioning of markets and market participants; measures to support exports and imports; efforts to further ease financial stress caused by COVID-19 disruptions by providing relief on debt servicing and improving access to working capital; and steps to ease financial constraints faced by state governments.

Following benefits/measures are implemented-

1. Announced a special refinance facility of ₹15,000 crore to SIDBI for on-lending/refinancing.
2. Extension of additional three months will be allowed to Foreign Portfolio Investors (FPIs) and their custodians to fulfil the investment criteria under the Voluntary Retention Route (VRR)
3. Permitted an increase in the period of realization and repatriation of export proceeds to India from nine months to 15 months from the date of export in respect of exports made up to or on July 31, 2020.
4. Extension of time limits for Settlement of import payment.
5. Extended a line of credit of ₹15,000 crore to the EXIM Bank for a period of 90 days from the date of availment with rollover up to a maximum period of one year so as to enable it to avail a US dollar swap facility to meet its foreign exchange requirements.
6. Extended the moratorium on term loan installments by another three months, i.e., from June 1, 2020 to August 31, 2020.
7. Guidelines have been provided on Deferment of Interest on Working Capital Facilities and for easing of working capital financing.
8. In respect of working capital facilities sanctioned in the form of cash credit/overdraft, lending institutions are being permitted to allow a deferment of another three months, from June 1, 2020 to August 31, 2020.
9. Relaxation of withdrawal limits from the Consolidated Sinking Fund (CSF) of State Governments. This change in withdrawal norms will come into force with immediate effect and will remain valid till March 31, 2021.
10. RBI vide its Circular dated 22nd May 2020, has been decided to extend the time period for completion of remittances against normal imports excluding import of gold/diamonds and precious stones/ jewellery (except in cases where amounts are withheld towards guarantee of performance, etc.) from six months to twelve months from the date of shipment for such imports made on or before July 31, 2020.

JPC is a professional services firm based in New Delhi & Noida, India. We were established in the year 1974 with the aim to create value for our clients by delivering quality, comprehensive, timely, practical and innovative services. We offer a comprehensive range of services, including taxation services, regulatory services, transaction advisory services, financial & management consultancy services, assurance & risk services, and outsourcing services. Over the past several decades, we have established significant competitive presence in the country. Our vast and diversified client base includes Multinational enterprises, domestic companies, high net worth individuals, government companies and institutions in all leading industry verticals. We are a team of distinguished Chartered Accountants, Management Accountants, Corporate Financial Advisors and Tax Consultants. Our team has the requisite skills and experience to provide complex business, financial, assurance, tax and regulatory services to our clients. Our strength lies in our timely performance-based, industry-tailored and technology-enabled services which are delivered by some of the most talented professionals in the country. For more information about JPC's service offerings, visit www.jpc.co.in

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