

# रौचरुवइ

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**INDIA**



**MANGALURU BRANCH OF**  
SOUTHERN INDIA REGIONAL COUNCIL OF  
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA



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# CHAIRMAN'S MESSAGE

Dear readers,

At the outset, I would like to congratulate all the ICAI members in Mangaluru for gloriously completing 50 years of success with this institution. To commemorate this triumph, we are celebrating the foundation on August 18th, 19th and 20th, 2021. As we celebrate this occasion, the past members and well-wishers who contributed to the success, cannot be passed over. To remember the services rendered by them to our society, we are coming up with a 3 days National Conference. It will be accompanied by various competitions and cultural events. I hope you will grab this opportunity to showcase your talent by participating for the same and enjoy the moment.



This year, India celebrates its 74th year of Independence on August 15th. On this special day, let us take some time to value our Nation and pay tribute to all the sacrifices made by our forefathers and freedom fighters. I hope the glory of Independence bring an inspiration to you for achieving greatness in your life. I wish you all, a very happy Independence Day.

Now that the exams have come to an end, I believe students have all joined back to their respective offices and have taken up audits. To the students- this is the time for you to grab opportunities to enhance and develop your knowledge and skills. Treasure every exposure that comes your way, in this field of profession. My warm suggestion is to engage and benefit from these exposures and also from the seminars begin conducted from time to time. My best wishes to all the students and hope you strive to be better professionals who will serve for the Government exchequer and for the betterment of the society and Nation as a whole.

Thank you.

**Regards**

**CA K S Kamath**

**Chairman**

**Mangaluru Branch of SIRC of ICAI**



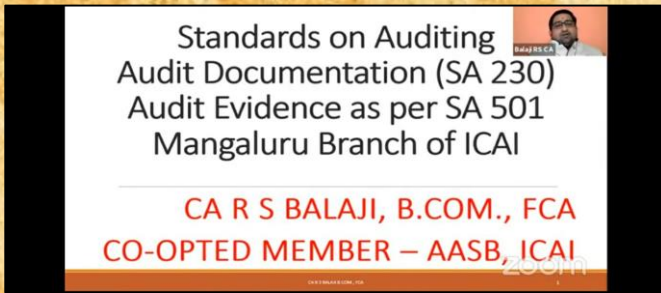
## BRANCH ACTIVITIES FOR THE MONTH OF JULY 2021

Sl. No	Date	Activity
01	14.07.2021	<p style="text-align: center;"><b>Webinar</b></p> <p><b>Topics-</b></p> <ul style="list-style-type: none"> <li>• Standards on Auditing</li> <li>• Audit Documentation (SA 230)&amp; Physical Verification ( SA 501 )</li> </ul> <p><i>Resourse Person : CA R S Balaji B.Com, FCA, Co –opted Member – AASB of ICAI</i></p>
02	23.07.2021	<p style="text-align: center;"><b>Webinar</b></p> <p><b>Topic-</b></p> <ul style="list-style-type: none"> <li>• <b>Company Audit with Trust on Accounting Standards</b></li> </ul> <p><i>Resourse Person : CA Jomon K George Past Chairman – SIRC, Ernakulam</i></p>
03	30.07.2021	<p style="text-align: center;"><b>National Level Webinar</b></p> <p><b>Topic-</b></p> <ul style="list-style-type: none"> <li>• <b>Indian Economy in Global Context</b></li> </ul> <p><i>Resource Person: CA. Gokuldas Pai Chairman Washington DC Branch of ICAI</i></p> <p><i>Presided By: Dr. Anasuya Rai Principal, University College Panelist :CA. D B Mehta, Economic Expert, Vice President CREDAI Karnataka State</i></p> <p><i>Moderator: CA. S. S. Nayak, Immediate Past Chairman- ICAI, Mangaluru</i></p> <p style="text-align: center;">Organized by-</p> <p style="text-align: center;">Mangalore University College, Mangalore (Re-Accredited with "A"grade by NAAC, College with potential with Excellence by UGC) &amp; Dept. of P.G. Studies in Economics</p> <p style="text-align: center;">In Association with-</p> <p style="text-align: center;">The Institute of Chartered Accountants of India, Mangalore Branch</p>
04	03.07.2021	<p style="text-align: center;"><b>Workshop</b></p> <p><b>Topics-</b></p> <ul style="list-style-type: none"> <li>• <b>Practical session in Customs and FTP</b> <i>Resource Person: Shri. Mihir Shah ,Mumbai</i></li> <li>• <b>Handling Litigation Matters in Customs and FTP.</b> <i>Resource Person : Advocate KS Naveen Kumar , Bengaluru</i></li> </ul>
05	10.07.2021	<p style="text-align: center;"><b>Workshop</b></p> <p><b>Topics-</b></p> <ul style="list-style-type: none"> <li>• <b>FEMA related aspect of Imports and Exports</b> <i>Resource Person: Shri. Parameswaran Krishnan, Mumbai</i></li> <li>• <b>SEZ Scheme – Pros and Cons</b> <i>Resource Person: CA Hanish</i></li> </ul>

06	11.07.2021	<p style="text-align: center;"><b>Workshop</b></p> <p><b>Topic-</b></p> <ul style="list-style-type: none"> <li>• <b>Handling non-standard transaction in FEMA for import and exports</b></li> </ul> <p><i>Resource Person: Shri. Abin Daya , Chennai</i></p>
07	17.07.2021	<p style="text-align: center;"><b>Workshop</b></p> <p><b>Topic-</b></p> <ul style="list-style-type: none"> <li>• <b>Commercial Issues in International trade</b></li> </ul> <p><i>Resource Person: Shri. Parameswaran Krishnan , Mumbai</i></p> <ul style="list-style-type: none"> <li>• <b>Case Studies on Various Commercial Issues in International Trade</b></li> </ul> <p><i>Resource Person: Shri. Sudhakar Kasture ,Mumbai</i></p>
08	24.07.2021	<p style="text-align: center;"><b>Workshop</b></p> <p><b>Topic-</b></p> <ul style="list-style-type: none"> <li>• <b>Mega Quiz for Participants of Workshop on EXIM &amp; FTP</b></li> </ul> <p><i>Conducted By: Shri Mihir Shah</i></p> <ul style="list-style-type: none"> <li>• <b>Financing for Export Sales and Hedging for Currency Fluctuation</b></li> </ul> <p><i>Resource Person: Shri. Amit Singhal , Mumbai</i></p> <ul style="list-style-type: none"> <li>• <b>Accounting and Income Tax issues in Forward Contract</b></li> </ul> <p><i>Resource Person: CA Vinod Balachandran , Ernakulam</i></p>
09	25.07.2021	<p style="text-align: center;"><b>Workshop</b></p> <p><b>Topic-</b></p> <ul style="list-style-type: none"> <li>• <b>Managing various Risks and Frauds in International trade</b></li> </ul> <p><i>Resource Person: Shri. Abin Daya ,Chennai</i></p>

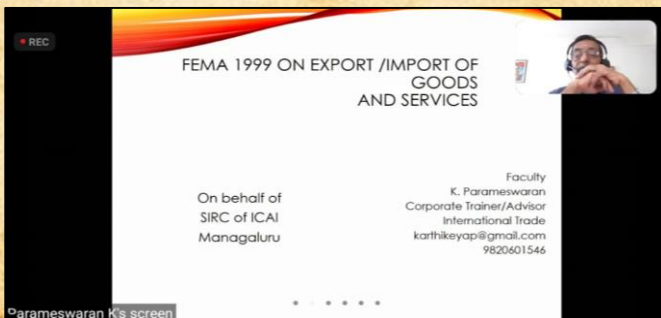
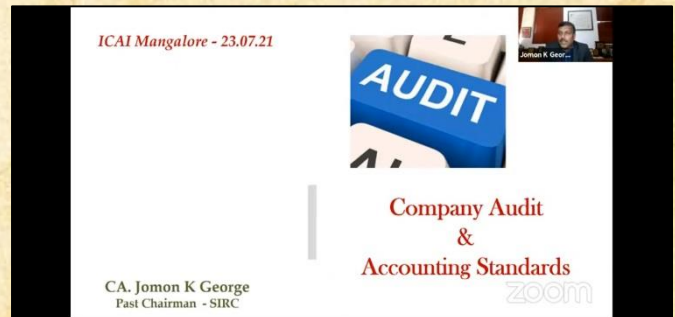


# BRANCH ACTIVITY GALLERY FOR THE MONTH OF JULY 2021



**Webinar on Standards on Auditing-Audit Documentation (SA 230)& Physical Verification ( SA 501 ) by CA R S Balaji**

**Webinar on Company Audit with Trust on Accounting Standards by CA Jomon K George, Past Chairman – SIRC, Ernakulam**



**Workshop on Commercial Issues in International trade by Shri. Parameswaran Krishnan , Mumbai**

**Workshop on EXIM & FTP conducted by Shri Mihir Shah**



**Workshop on SEZ Scheme – Pros and Cons by CA Hanish.**





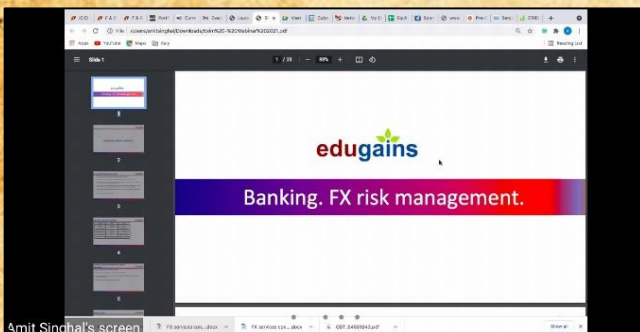
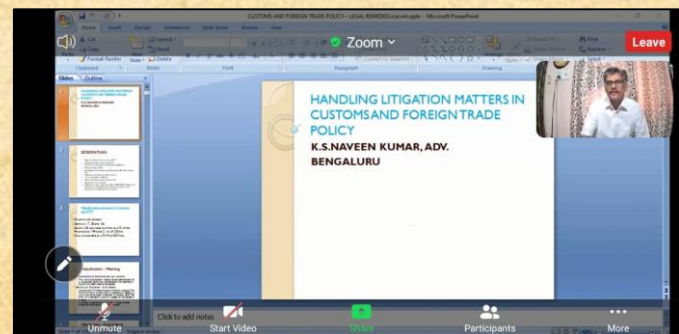
**National Level Webinar on the topic - Indian Economy in Global Context organized by-Mangalore University College in association with ICAI Mangalore branch**

**Workshop on Case Studies on Various Commercial Issues in International Trade by Shri. Sudhakar Kasture ,Mumbai**



**Workshop on Handling non-standard transaction in FEMA for import and exports by Shri. Abin Daya , Chennai**

**Workshop on Handling Litigation Matters in Customs and FTP by Advocate KS Naveen Kumar , Bengaluru**



**Workshop on Financing for Export Sales and Hedging for Currency Fluctuation by Shri. Amit Singhal , Mumbai**





**CA Day Celebration on July 1, 2021. Chief Guest : CA Gokuldas Pai, Chairman, Washington DC Chapter Of ICAI.  
Flag hoisting (left) & Distribution of ration Kits for Needy People (right)**



**Annual General Meeting of Mangalore Branch of SIRC of ICAI was held on 9<sup>th</sup> of July, 2021 in virtual mode.  
The Annual Report & Audited Financial Statements and audit report of the Branch for the year ended 31<sup>st</sup> March,  
2021 were received, confirmed & adopted in the meeting.**



**Launching Program of the books Indian Constitution (English), Bharathada Sambidhana Kannada)  
Author: Dr P Ananthakrishna Bhat( Retd Professor, Canara College)**



## ಜಿಲ್ಲಾ ಬಿಜೆಪಿ ಆರ್ಥಿಕ ಪ್ರಕೋಪಕ್ಕೆ ನೇಮಕ

ಮಂಗಳೂರು: ನಗರದ ಸಂಘನಿಕೇತನದಲ್ಲಿ ನಡೆದ ದ.ಕ ಜಿಲ್ಲಾ ಬಿಜೆಪಿಯ ಕಾರ್ಯಕಾರಿಣಿ ಸಭೆಯಲ್ಲಿ ಬಿಜೆಪಿಯ ಆರ್ಥಿಕ ಪ್ರಕೋಪದ ಸಂಚಾಲಕರಾಗಿ



ಶಾಂತಾರಾಮ ಶೆಟ್ಟಿ



ಎಸ್.ಎಸ್.ನಾಯಕ್

ಸಿಎ ಶಾಂತಾರಾಮ ಶೆಟ್ಟಿ ಮತ್ತು ಸಹ ಸಂಚಾಲಕರಾಗಿ ಸಿಎ ಎಸ್.ಎಸ್.ನಾಯಕ್ ಅವರನ್ನು ಬಿಜೆಪಿ ಜಿಲ್ಲಾಧ್ಯಕ್ಷ ಸುದರ್ಶನ ಮೂಡುಬಿದಿರೆ ನೇಮಕ ಮಾಡಿದರು. ಕೇಂದ್ರ ಹಾಗೂ ರಾಜ್ಯ ಸರ್ಕಾರದ ವಿವಿಧ ಆರ್ಥಿಕ ಪ್ರಯೋಜನಗಳನ್ನು, ಕೋವಿಡ್ ಸಂದರ್ಭ ಘೋಷಿಸಿದ ವಿವಿಧ ಪ್ಯಾಕೇಜ್‌ಗಳನ್ನು ಎಂಎಸ್‌ಎಂಇ, ವ್ಯಾಪಾರಿಗಳಿಗೆ ಮತ್ತು ಜನಸಾಮಾನ್ಯರಿಗೆ ತಲುಪಿಸಲು ಶಕ್ತಿ ಮೀರಿ ಶ್ರಮಿಸಲಾಗುವುದು. ಕೋವಿಡ್ ಬಳಿಕ ರಾಷ್ಟ್ರವು ತನ್ನ ಆರ್ಥಿಕ ಶಕ್ತಿಯನ್ನು ಮರಳಿ ಪಡೆಯಲು ಆರ್ಥಿಕ ಪ್ರಕೋಪದಿಂದ ಅನೇಕ ಜನಪರ ಕಾರ್ಯಕ್ರಮಗಳನ್ನು ಆಯೋಜಿಸಲಾಗುವುದು ಎಂದು ನೂತನವಾಗಿ ಆಯ್ಕೆಯಾದ ಸಿಎ ಶಾಂತಾರಾಮ ಶೆಟ್ಟಿ ಮತ್ತು ಸಿಎ ಎಸ್. ಎಸ್.ನಾಯಕ್ ತಿಳಿಸಿದರು. ಸಿಎ ಶಾಂತಾರಾಮ ಶೆಟ್ಟಿ ಅವರು ಭಾರತೀಯ ರೆಡ್‌ಕ್ರಾಸ್ ಸೊಸೈಟಿಯ ದ.ಕ ಜಿಲ್ಲಾ ಚೇರ್ಮನ್ ಆಗಿದ್ದಾರೆ. ಸಿಎ ಎಸ್.ಎಸ್.ನಾಯಕ್ ಅವರು ಐಸಿಎಐ ಮಂಗಳೂರು ಶಾಖೆಯ ಅಧ್ಯಕ್ಷರಾಗಿ ನೇಮಕ ಸಲ್ಲಿಸಿದ್ದಾರೆ.

## ಐಸಿಎಐ ಮಂಗಳೂರು ಶಾಖೆ 50ನೇ ವಾರ್ಷಿಕ ಮಹಾಸಭೆ



### ■ ವಿ.ಕೆ.ಸುಬ್ಬರಾಯ್ ಮಂಗಳೂರು

ಹೊಸದಿಲ್ಲಿಯ ಭಾರತೀಯ ಲೆಕ್ಕ ಪರಿಶೋಧಕರ ಸಂಸ್ಥೆ ಇವರ ಮಂಗಳೂರು ಶಾಖೆಯ 50 ನೇ ವಾರ್ಷಿಕ ಮಹಾಸಭೆ ಕುಕವಾರ ವಡೀಲ್‌ನ ಐಸಿಎಐ ಭವನ ಜರುಗಿತು.

ಕೋವಿಡ್ ನಿರ್ಬಂಧಗಳಿಂದಾಗಿ ಆನ್ ಲೈನ್ ಜೂಮ್ ಮ್ಯಾಟ್ ಫಾರ್ಮ್‌ನಲ್ಲಿ ಸಭೆಯನ್ನು ನಡೆಸಲಾಯಿತು. ಶಾಖೆಯ ಅಧ್ಯಕ್ಷ ಕೆ.ಎನ್. ಕಾಮತ್ ಸಮಿತಿಯ ಸದಸ್ಯರು ಮತ್ತು ಜೂಮ್ ಮ್ಯಾನ್ಯಾನ್ಯೂರ ಮೂಲಕ ಎಚ್‌ಎಂಗೆ ಹಾಜರಾದವರನ್ನು ಸ್ವಾಗತಿಸಿದರು.

ಸಿಎ ಸದಸ್ಯರು ಮತ್ತು ವಿದ್ಯಾರ್ಥಿಗಳ

ವಾರ್ಷಿಕ ವರದಿಯನ್ನು ಹಾಗೆ ಲೆಕ್ಕಪರಿಶೋಧಿಸಿದ ಮ್ಯಾಲೆನ್ಸ್ ಶೀ ಹಾಗೂ ಆದಾಯ ಮತ್ತು ವಿಚಾರ ಪಟ್ಟಿಯನ್ನು ಸಭೆಯಲ್ಲಿ ಮುಚ್ಚಿ ಲಾಯಿತು. ಶಾಖೆಯ ಕಾರ್ಯಕಾರಿ ಪ್ರಸನ್ನ ಕೆ.ಎಂ. ವಂದಿಸಿದರು.

ವಿಜಯಲಕ್ಷ್ಮಿ ಗೌತಮ್ ನಾಯಕ್ ಸೀನಿಯರ್ ಅಧ್ಯಕ್ಷ ಗೌತಮ್ ಎಸ್.ಡಿ. ನಿತಿ ವೂವರ್ ಅಧ್ಯಕ್ಷ ಎಸ್.ಎಸ್. ನಾಯಕ್ ಮಾಜಿ ಅಧ್ಯಕ್ಷ ಅನಂತ ವರದನಾಥ್ ಮತ್ತು ಸದಸ್ಯರು ಉಪಸ್ಥಿತರಿದ್ದರು. ಮೂಕ ಅಧ್ಯಕ್ಷರಾದ ಎಂ.ಎಸ್. ಎಸ್. ಕೇಶವ ಲಕ್ಷ್ಮೀಕುಮಾರ್ ಹಾಗೂ ಭಾರ್ಗವ ತಂಜಿ ಸಲಹೆ, ಸೂಚನೆಗಳನ್ನು ನೀಡಿದರು.



## **LLP Reforms: MCA Extends Sections of Companies Law to LLP Law**

*(by CS Lalit Rajput & CS Rajat Agrawal)*

### **□ LLPs Slated To More Stringent Reforms**

Ministry of Corporate Affairs (MCA) vide a message / advisory dated 18<sup>th</sup> day of February, 2021 has decided **to extend certain sections of the Companies Act, 2013 to the LLP Act, 2008**. Through this intimation dated 18.02.2021 by MCA, a total number of eight (8) sections with respect to the Register of significant beneficial owners, disqualifications of directors, conduct of inquiries and inspections and non-cognizable offences will soon be applicable to LLPs.

### **□ Objective & Purpose**

- To improve the compliance mechanism of Limited Liability Partnerships (LLPs)
- To better regulate designated partners (DPIN Holders).

### **□ Applicability of these provisions**

Provisions are yet to be notified. At present it is only an intimation / proposal by MCA. Notification is expected to be out soon from the Ministry.

### **□ Need based Reforms**

To fill the gaps in the LLP Act by applying the sections of the Companies Act to LLPs. And as a result, Significant provisions soon to apply on LLPs.

### **□ Most Significant Reform**

Section 164 of the Companies Act, 2013 which deals with Disqualifications for Appointment of Director.

Application of the provisions of this section triggering disqualification of directors of a company that has not complied with Filings for three (3) years to LLPs.

**In a nutshell**, Provisions of Section 164 of the Companies Act, which state that a director of a company which has defaulted on Filing Financial statements or annual returns for three consecutive years will be disqualified as director, **shall apply to LLPs**.

Apart from business entities, several practicing professionals also formed LLPs. The intent of the Ministry is clear – to monitor the activities of such LLPs.



## **Express Power given to Central Govt. under Section 67 of LLP Act, 2008**

In view of Section 67 of LLP act, 2008, it can be said that central government has express power to notify in the Official Gazette, direct that any of the provisions of companies act, 2013, shall be applicable to any LLP.

### **Section 67 of the LLP Act, 2008 reproduced below:**

#### **Section 67: Application of the provisions of the Companies Act.**

- (1) The Central Government may, by notification\* in the Official Gazette, direct that any of the provisions of the Companies Act, 1956 (1 of 1956) specified in the notification—
- a) Shall apply to any limited liability partnership; or
  - b) Shall apply to any limited liability partnership with such exception, modification and adaptation, as may be specified, in the notification.

## **Provisions in brief**

The Central Government, in Ministry of Corporate Affairs, under section 67(1) of LLP Act, 2008, following provisions will be extending to Limited Liability Partnerships (LLPs):

<b>Sections</b>	<b>Provisions Particulars</b>
Section 90 (1) to (11)	Register of significant beneficial owners in a company
Section 164 (1) & (2)	Disqualifications for Appointment of Director
Section 165 (1), (3) to (6)	Number of Directorships
Section 167 (1) to (3)	Vacation of Office of Director
Section 206 (5)	Power to Call for Information, Inspect Books and Conduct Inquiries
Section 207 (3)	Conduct of Inspection and Inquiry
Section 252 (1) to (3)	Appeal to Tribunal.
Section 439 (1) to (4)	Offences to be Non-cognizable



**Now we shall discuss the sections and the impact of the following sections on the LLPs.**

**1. Section 90 (Sub-Sections 1 to 11, except Sub-Section 12) - Significant Beneficial Ownership**

The important points under this provision are as follows:

- Declaration of beneficial interest by SBO as specified in the Rules.
- Maintenance of the register of SBO by the company
- Inspection of such register by the members of the reporting company
- Filing of return of SBO to the concerned RoC by the reporting company
- Identification of the SBO – steps to be taken by reporting company
- Notice by company to persons who are likely to be / have knowledge of / were SBO and not registered.
- Appropriate provisions of punishment on contravention of the above section.

**Impact:** The intention of the law is to identify a natural person controlling or exercising beneficial interest on the company. Under an LLP, the ownership and management does not need to be different as they are in companies. The purpose of SBO identification in LLPs should be the same as it was for the companies. It also will be interesting to note the threshold limits to be applied in case of LLP, and the manner in which they will be applied. Section 90(12) has not been made applicable on the LLPs as it relates to punishment under Section 447 of the Companies Act, 2013.

**2. Section 164 (Sub-Sections 1 & 2) – Disqualification of Directors**

**Impact Analysis:**

The various grounds for disqualification are linked with certain personal defaults and filing defaults. The same can be made applicable here in the case of LLPs considering the fact that only individuals can become designated partners, and not any persons. Thus, the same will likely cover only designated partners and not partners. The similarities between directors and designated partners are that they both are responsible for the management of affairs of the entity, they both are individuals, they both require a unique DIN / DPIN to function and sign documents and forms, and in the end, they both file a declaration of solvency when it comes to striking off the business.



**3. Section 165 (Except Sub-Section 2) – Number of Directorships**

**Impact Analysis:**

Here, the application of this section on LLPs will imply in our opinion that the maximum number of partnerships in various LLPs will be only in the capacity of a designated partner, and not a partner. Thus, in our opinion, this upper cap is on the maximum number of partnerships where an individual is in the capacity of a designated partner.

**4. Section 167 (Except Sub-Section 4) - Vacation of office by Director**

**Impact Analysis:**

Here, we in our opinion, the application of the above-mentioned provisions on the LLPs will imply the vacation of designated partners from their partnership, or, the said designated partner may continue to be a partner, but shall not be in the capacity of a designated partner. A time period may be provided to the LLP wherein they can, in case the minimum number of designated partners falls below 2, they can appoint any other individual as designated partner, other than the individual whose office was deemed to be vacated. The MCA may provide means to appoint a new designated partner. However in companies, the promoters have power to appoint a director, whether the same power will be given to the partners as well, remains an area of void as of current date.

**5. Section 206 (5) - Power to Call for Information, Inspect Books and Conduct Inquiries**

The Central Government may, if it is satisfied that the circumstances so warrant, direct inspection of books and papers of a company by an inspector appointed by it for the purpose.

**Impact Analysis:**

Here, we in our opinion, the application of the above-mentioned provisions on the LLPs will allow Central Government with the powers of inspection into the affairs of LLP. Presently powers of investigation already lies with the Central Government under Chapter IX of the LLP Act.

**6. Section 207 (3) - Conduct of Inspection and Inquiry**

**Impact Analysis:**

Here, we in our opinion, the application of the above-mentioned provision on the LLPs will allow and give powers to the concerned officer under the provisions mentioned above in relation to the conduct of inspection, examination, summoning and inquiry.



**7. Section 252 (1) to (3) - Appeal to Tribunal**

**Impact Analysis:**

Here, we in our opinion, the application of the above-mentioned provision on the LLPs will provide an open a way for restoration of LLPs whose names were struck off from the records/registers of respective ROC's. Presently the provisions related to striking off of LLPs are already governed by Section 75 of the LLP Act read with Rule 37 of the LLP Rules.

**8. Section 439 (1) to (4) - Offences to be Non-cognizable**

**Impact Analysis:**

Here, we in our opinion, the application of the above-mentioned provision on the LLPs, NO court will be able to take cognizance of any offence by an LLP or its partners/DPs unless complaint is made by some specified persons, such as Registrar, or any person authorised by Central Government. Section 447 of the Act dealing with fraud is not recognised under the LLP Act.

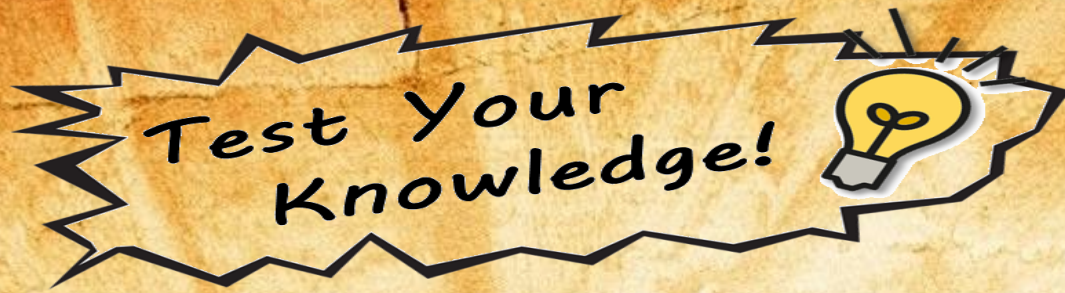
***At the end:***

Limited Liability Partnerships ("LLPs") were always seen as form of business where the compliances were less stringent as compared to the companies; and many closely held companies with private business affairs also converted to LLPs to better manage the compliance system. The Company Law Committee Report on Decriminalization of LLP also indicated that the attention of the Ministry has now shifted towards the LLPs.

***Disclaimer:*** *The content of this article is intended to provide a general guide to the subject matter. Every effort has been made to keep the information cited in this article error-free. Suggestions and feedback to improve the task are welcome. The article and opinions therein are based on my understanding of the law and provisions prevailing as on date.*

*The contents of this article are for information purposes only and does not constitute an advice or a legal opinion and are personal views of the author. The opinion may vary according to one's interpretation of the law. It should not be relied upon as the sole basis for any decision which may affect you or your business. The authors can be approached at [cslalitrajput@gmail.com](mailto:cslalitrajput@gmail.com) and / [csrajatagrawal@gmail.com](mailto:csrajatagrawal@gmail.com)*





1. Risk Management Strategies are
  - (A) Avoid Risk, Reduce Risk, Retain Risk, Combine Risk
  - (B) Transfer Risk, Share Risk and Hedge Risk
  - (C) Both (A) and (B)
  - (D) None of the above
  
2. Benchmarking focuses on
  - (A) Production
  - (B) Profit
  - (C) Best Practices
  - (D) Best performance
  
3. Which of the following is not a component of supply chain management?
  - (A) Plan
  - (B) Deliver
  - (C) Organising
  - (D) Return
  
4. Cricket has been an Olympic sport only once. In what year?
  - (A) London 1908
  - (B) Sydney 2000
  - (C) Paris 1900
  
5. Which of the following FDI in resident entities is not eligible as investee entities?
  - (A) FDI in an India company
  - (B) FDI in Partnership
  - (C) FDI in HUF
  - (D) FDI in LLP
  
6. Under which principle of Corporate Governance, it implies the responsibility of the Chairman, the Board of Directors and the Chief Executive for the use of company's resources in the best interest of the company and its shareholders?
  - (A) Independence
  - (B) Accountability
  - (C) Transparency
  - (D) Ethics



# ANSWERS

FOR THE PREVIOUS EDITION

1. **(C) Kotak Committee**

SEBI had formed a committee for improving standards of Corporate Governance of listed Companies in India under the chairmanship of Uday Kotak.

2. **(D) Quasi-official**

SEBI has three functions rolled into one body. Quasi-Legislative, Quasi-judicial and Quasi- executive.

3. **(D) To sell of the whole or substantially the whole of the undertaking of the company.**

As per section 180(i) of the Companies Act, 2013 the Board of Directors has no power to sell / lease or otherwise dispose of the whole or substantially, the whole of Undertaking of the Company.

4. **(A) 6 months**

To carry out assessment u/s 143(3), the Assessing Officer should serve a notice u/s 143(2) and it should be served within a period of 6 months from the end of the financial year in which the return is filed.

5. **(B) Taxed in the hands of minor child**

6. **(C) Substantial question of law is involved**

Appeal to high court is possible only if the case involves Substantial Question of Law.

Answers may be sent to [icaiebulletin@gmail.com](mailto:icaiebulletin@gmail.com)

Correct answers will be out in the next edition.

The names of the first five persons who give correct answers to all the questions, will also be published



## WORDS OF WISDOM



- ❖ “You can search throughout the entire universe for someone who is more deserving of your love and affection than you are yourself, and that person is not to be found anywhere. You, yourself, as much as anybody in the entire universe, deserve your love and affection.”
- ❖ “Yesterday I was clever, so I wanted to change the world. Today I am wise, so I am changing myself.”
- ❖ Start with you. Start where you are. Changing the world is an exciting idea. Changing yourself makes it possible.
- ❖ “A man is not called wise because he talks and talks again; but if he is peaceful, loving and fearless then he is in truth called wise.”
- ❖ “You will not be punished for your anger; you will be punished by your anger.”
- ❖ “Just as a snake sheds its skin, we must shed our past over and over again.”
- ❖ “In the end, it’s not the years in your life that count. It’s the life in your years.”
- ❖ “Life is not a problem to be solved, but a reality to be experienced.”
- ❖ “We make a living by what we get. We make a life by what we give.”
- ❖ “There are many ways of going forward, but only one way of standing still





## WORDS FROM THE HOLY BOOK



मात्रास्पर्शास्तु कौन्तेय शीतोष्णसुखदुःखदाः ।

आगमापायिनोऽनित्यास्तांस्तितिक्षस्व भारत ॥ 14 ॥

mātrā-sparśhās tu kaunteya śhītoṣhṇa-sukha-duḥkha-dāḥ  
āgamāpāyino 'nityās tans-titikṣhasva bhārata

O son of Kunti, the contact between the senses and the sense objects gives rise to fleeting perceptions of happiness and distress. These are non-permanent, and come and go like the winter and summer seasons. O descendent of Bharat, one must learn to tolerate them without being disturbed.

The human body houses five senses—the senses of sight, smell, taste, touch, and hearing—and these, in contact with their objects of perception, give rise to sensations of happiness and distress. None of these sensations is permanent. They come and go like the changing seasons. Although cool water provides pleasure in the summer, the same water gives distress in the winter. Thus, both the perceptions of happiness and distress experienced through the senses are transitory. If we permit ourselves to be affected by them, we will sway like a pendulum from side to side. A person of discrimination should practice to tolerate both the feelings of happiness and distress without being disturbed by them.

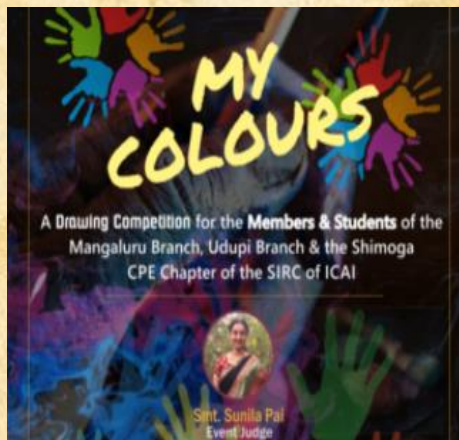
The technique of Vipassanā, which is the primary technique of self-realization in Buddhism, is based on this principle of tolerance of sense perceptions. Its practice helps eliminate desire, which, as stated in the four noble truths (the truth of suffering, the truth of the origin of suffering, the truth of the cessation of suffering, and the truth of the path leading to the cessation), is the cause of all suffering. This is not surprising considering that Buddhist philosophy is a subset of the vast Vedic philosophy.







# GET READY FOR



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