



# Bangalore Branch of SIRC e-Newsletter

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English Monthly  
For Private circulation only

## Newly Elected Office Bearers for the term 2019-20



**CA. Bhat Shivaram Shankar**  
Chairman



**CA. Raveendra S. Kore**  
Vice Chairman



**CA. Bhojaraj T Shetty**  
Secretary



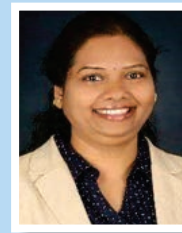
**CA. Srinivasa T**  
Treasurer



**CA. Divya S**  
Chairperson - SICASA



**CA. Panindra Gupta P R**  
Member



**CA. Swarnalatha T**  
Member

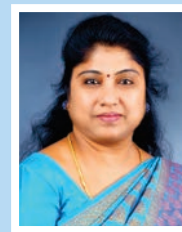
## Newly Elected SIRC Members 2019-22



**CA. Pannaraj S**  
Member



**CA. Pampanna B. E**  
Treasurer



**CA. Geetha A. B**  
Member

- One Day Seminar on **Investor Awareness Programme**  
2<sup>nd</sup> March 2019
- Manthana** - Half day Seminar on **TDS & Interaction with TDS Officials**  
8<sup>th</sup> March 2019

- One Day Seminar on **Bank Branch Audit**  
23<sup>rd</sup> March 2019
- Hands on Training on **Excel for Bank Branch Audit**  
26<sup>th</sup> March 2019



## My Dear Esteemed Members,

It is a great honor for me to hold the responsibility as the 50<sup>th</sup> Chairman of 57 year old Bangalore Branch, being the ICAI's biggest and the most vibrant Branch in India having more than 13,500 Members and 35,000 Students.

In a way, it is the path breaking year. I believe, I happen to be:

- The first person from Industry in the 57 years of history of the Branch, to assume the office of the Chairman.
- The first person from Industry to serve in all office bearers positions in this lovely branch.
- Only member currently in the Managing Committee, being elected for the 3<sup>rd</sup> term

I acknowledge with deep sense of gratitude that for the first time you have elected me for the term 2013-16, with 3<sup>rd</sup> highest majority of votes and 2<sup>nd</sup> highest in the second term 2016-19 and now for the 3<sup>rd</sup> term 2019-22 with the 1<sup>st</sup> Highest majority of votes.

It is my culture to thank you from the bottom of my heart for progressively reposing trust, confidence and faith in me. While expressing my sincere thanks to the then Chairman CA. Allama Prabhu for nominating me as Chairman SICASA in 2015-16, I also thank the MC Members who have whole heartedly supported and unanimously elected me to be the Treasurer, Secretary and Vice Chairman over the past two terms.

The world will be bright when sun comes in the chariot with 7 horses and single wheel. Similarly, this year, our one wheel MC is with the 'Saptaashwas' the 7 driving forces- the MC members, who are, myself, CA. Raveendra S. Kore, Vice Chairman, CA. B.T Shetty, Secretary and CA. Srinivasa T, Treasurer, CA. Divya S, Chairperson SICASA, who are elected for the 2<sup>nd</sup> term to MC and CA. Swarnalatha and CA. Panindra Gupta, the newly elected young members of MC expect to bring more brightness to the Branch. This MC chariot is supervised and guided by thrilochanas – 3 observing eyes, who are none other than CA. Pampanna B.E, Treasurer, SIRC, CA. Geetha A.B, and CA. Pannaraj S, the ex-officios' and MC members of SIRC. While I congratulate the newly elected Managing Committee Members for the year 2019-22, I thank them for electing me as the Chairman. I am indebted to thank you all once again for gifting me with a wonderful and cohesive team of most enthusiastic, efficient and creative leaders to work with a common goal. This team is set to perform exceptionally well far exceeding the expectations. With such a marvelous team, I will strive my level best, using all the energy at my command to serve the Branch, the profession, the large student community and other stakeholders to take the largest branch to the highest level.

While breaking the path, being a Finance and Management Professional, I come from Information Technology Industry, one of the Intel cap high-end Fin Tech Company, engaged in the e-commerce and mobile payment security solutions for Banks for their debit/credit cards, including virtual cards and mobile wallets, helping to move money using smart phones. As Vice President, Finance of the company, while sparing my precious time for the cause of the profession, I thank my Board, the Promoters, the VCs and my Finance Team in particular, who have supported and accommodated me to rise up to the Chairmanship.

Let me begin my message with great news to you. On 23<sup>rd</sup> February 2019, in Chennai, I was so excited when SIRC has announced that Bangalore Branch is the winner of **"Best Branch (2018-19)"** award in Southern India Mega Branch category. To add to my excitement, SIRC has further announced that Bangalore Branch is the winner of **"Best Branch SICASA (2018-19)"** award. Countless tears broke out of happiness! My heart felt congratulations to both CA. Shraavan Guduthur, the Immediate Past Chairman and CA. Srinivasa T, the Immediate Past Chairman, SICASA for their smart and hard work, dedication, commitment and the pain taken by them to achieve this grand success.

Friends, I learnt that, when we stay focused on job and not on result, the outcome will be good result and people certainly will appreciate it! कर्मण्ये वाधिकारस्ते मा फलेषु कदा चन will be the mantra for me this year!

## My Dear Professional Colleagues,

The number '50' is normally a turning point. I have to inform you that, 49 CAs from Practice had to put their selfless and untiring efforts as Chairmen of this Branch, to get the 50<sup>th</sup> Chairman from Industry. While thanking them for their dedication and commitment for the cause of the profession, I would like to assure that, I will also pledge myself to keep up to the set standards, raise the bar and strive to reach the ever growing expectations of the Members, Students, Branch and other Stakeholders. महाजनो येन गतः स पन्थाः "the way successful people followed will become the path for others" will not be forgotten by me!

## Race for Relevance

My Dear Friends, we are in the era of fast changing World. The one which who does not change will loose its relevance. वर्तमाने कालेन वर्तयन्ति विचक्षणाः Clever people will change according to the changing times in order to stay relevant. As professionals, we need to continuously keep improving to be relevant professional in the world.

## Ready for radical change

In order to be on top of the happening World, we need to be ready for radical change and should be the pioneer in setting the trend for the radical change. That will save us to be relevant for the future.

## Unleash the potential

While keeping pace with the race for relevance and being ready for radical change, we have to unleash the potential, explore newer opportunities for the betterment of the profession

Therefore, this year, the mantras are: **Race for Relevance, Ready for Radical Change and Unleash the Potential.**

We, at ICAI Bangalore Branch, design various action plans in the light of the above mantras and provide enhanced platform capabilities for Members and Students. It is the request to the Members and Students to be benefitted in their endeavor to stay relevant, adept to the radical change and unleash the potential.

(Contd. on Next Page) ►

## Chairman's Communique . . .

◀ (Contd. from previous page)

My Dear Members, I wish to give attention to the minute details. Strive to bring in very basic fundamentals first.

### Inculcating a cultural shift

- We will witness that the Human Resources at the Branch will receive you, Welcome, Greet and Help you as a Friend, whenever you visit the Branch with due Respect and Dignity. Let us reciprocate the same to them. They are here to serve for our Members and Students.
- We will witness the professionalism in the attitude and appearance, may it be in attending phone calls, resolving queries or extending support, with a 'serve my customer' approach.
- The Human Resource will volunteer to help you to get Registrations for the upcoming Programs and reserving seats for you etc.
- The look and feel of the Branch will be more of corporate and elegant.

### Programs

While transitioning from the previous MC and the Immediate Past Chairman to the new Committee and new Chairman, we have taken abundant precautions to ensure that the momentum of activities is not interrupted. Programs are being scheduled and happening as usual.

I am glad to witness the inauguration of the opening program "Manthana" half day Seminar by our beloved Senior CA. my Guru, CA K. S. Ravi Shankar with his opening session on 'Landmark Judgment impacting GST' was an eye opener for the jam-packed delegates in our Narayanan Auditorium. Eye brows were raised after hearing session on 'Finance Bills & Startup Taxation' by yet another Guru, CA. H. Padamchand Khincha.

### Major Upcoming Programs:

1. "Investor Awareness" a full day Seminar is scheduled on 2<sup>nd</sup> March 2019 at Narayana Auditorium, ICAI Bhavan and the online registration is open.
2. Manthana - Half Day Seminar on TDS and Interaction with TDS Officials is scheduled on Friday 8<sup>th</sup> March 2019 at Vasanthnagar Branch Premises. Details are presented in the website for online registrations.
3. "Annual Bank Branch Audit" yet another full day Seminar is scheduled on 23<sup>rd</sup> March 2019 at Hotel Chancery Pavilion and the online registration is open.
4. Apart from the above, half day Seminars will be happening and regular Study Circle Programs will continue as usual.

We are exploring the opportunities for holding Study Circles in East, West, North and South near metro stations to help Members locally and also for others who can reach out easily. To start with one center at Vijayanagar and one in Basavanagudi are expected very soon.

### Make use of the facilities :

It is my humble request for both Members and Students to make use of the following:

- ✓ Bangalore ICAI Mobile App
- ✓ Online booking of Programs
- ✓ ICAI Bangalore facebook for live programs
- ✓ Insurance policy for CAs in our website

### Coaching classes :

We are concerned and have put aggressive and effective action plans to improve the popularity and stickiness of our Coaching Classes. We are on our toes to swiftly turn the stone and regain the popularity of our Coaching Classes.

Well known Legendary Speakers like CA. K.S Ravishankar and CA. H. Padamchand Khincha have agreed to step in and bring in more charm to the Coaching Classes. We are approaching the other Renowned Guest Speakers and sure that, with their added glamour, our faculty will be more excited to teach in the jam-packed sessions of brilliant students. Collectively, we expect to regain the popularity and better success rate from our coaching class and attain the ultimate satisfaction for the Gurus.

We have many initiatives and action plans for the entire term of 2019-22 in line with the 3 mantras as mentioned herein earlier. The plans for the year 2019-20 are though big, still achievable if executed well within the given 52 weeks' time for me. I look forward to unfold the plans in next messages and request you to early wait till then.

### Initiatives taken by the Branch in the month of March 2019:

#### Special Insurance for CA's/CA Students

To enjoy good health, to bring true happiness to one's family & to bring peace to all, the Insurance for Members, Employees and Students of ICAI is available to purchase in our website. The details are as below:

- ❖ Health Insurance
- ❖ Motor Insurance
- ❖ Professional Indemnity
- ❖ Office Protection Shield
- ❖ Personal Accident
- ❖ Household Insurance

#### Want to know / buy Insurance click here [www.bangaloreicai.org](http://www.bangaloreicai.org).

Before signing off my opening message, I would like to seek your blessings and solicit your continued friendly suggestions and co-operation as always in our efforts to serve for the cause of the profession and the students in our race for relevant, ready for radical changes and unleashing the potential.

Thanking you,

Yours faithfully,

Sd/-

**CA Bhat Shivaram Shankar**

Chairman



## CALENDAR OF EVENTS - MARCH & APRIL 2019

DATE AND DAY	TOPIC / SPEAKER	VENUE/TIME	CPE CREDIT
02.03.2019 Saturday	<b>One Day Seminar on Investor Awareness Programme</b> <i>Organized under the aegis of Committee on Capital Market and Investors Protection</i> <i>Delegate Fees : Rs.300/- Inclusive of GST Details at Pg.No. 6</i>	Branch Premises <b>9.30 am to 6.00 pm</b>	<b>6 hrs</b>
06.03.2019 Wednesday	Latest amendments in labour laws and Labour Law Compliance Importance and Benefits <b>Shri. Ram K Navaratna</b>	Branch Premises <b>6.00 pm to 8.00 pm</b>	<b>2 hrs</b>
08.03.2019 Friday	<b>Manthana - Half day Seminar on TDS &amp; Interaction with TDS Officials</b> <i>Organized by : Bangalore Branch of SIRC of ICAI</i> <i>Delegate Fees : Members : Rs. 250/- Inclusive of GST</i> <i>Details at Pg. No. 7</i>	Branch Premises <b>2.30 pm to 5.45 pm</b>	<b>3 hrs</b>
9 <sup>th</sup> to 24 <sup>th</sup> March 2019	<b>Certificate Course on GST</b> <i>Details at Pg. No. 9</i>	<b>Hotel Citrus</b> Bangalore <b>9:30 am to 5:30 pm</b>	<b>24 hrs</b>
9 <sup>th</sup> to 30 <sup>th</sup> March 2019	<b>Certificate Course on Forensic Accounting &amp; Fraud Detection</b> <i>Details at Pg. No. 9</i>	<b>Gokulam Grand Hotel and Spa</b> 115 Gokula Extension, BEL Circle, Bangalore 560054 <b>9:30 am to 5:30 pm</b>	<b>24 hrs</b>
13.03.2019 Wednesday	Assessments under GST Law <b>CA. A. Saiprasad</b>	Branch Premises <b>6.00 pm to 8.00 pm</b>	<b>2 hrs</b>
20.03.2019 Wednesday	Impairment of Assets – Impact on Accounting, Auditing, Income Tax & GST <b>CA. Mohan R Lavi</b>	Branch Premises <b>6.00 pm to 8.00 pm</b>	<b>2 hrs</b>
23.03.2019 Saturday	<b>One Day Seminar on Bank Branch Audit</b> <i>Organized by : Bangalore Branch of SIRC of ICAI</i> <i>Delegate Fees : Members : Rs. 2,200/- Inclusive of GST</i> <i>Non Members : Rs. 5,000/- Inclusive of GST</i> <i>Details at Pg. No. 8</i>	<b>Chancery Pavilion</b> #135, Residency Road Bengaluru – 560 025 <b>9.30 am to 6.00 pm</b>	<b>6 hrs</b>

## CALENDAR OF EVENTS - MARCH & APRIL 2019

DATE AND DAY	TOPIC / SPEAKER	VENUE/TIME	CPE CREDIT
<b>26.03.2019</b> Tuesday	Hands on Training on Excel for Bank Branch Audit <b>CA. H. Shivakumar</b> <i>Delegate Fees : For Members: Rs.500/- Inclusive of GST</i>	ICAI, 29/1, Race Course Road, Next to Sugama Travels, Bengaluru-560 001 Tel : 080 4092 9607 <b>5.00 pm to 8.00 pm</b>	<b>3 hrs</b>
<b>27.03.2019</b> Wednesday	Internal Financial Control Standards Compliance <b>CA. Ashish Chadha</b>	Branch Premises <b>6.00 pm to 8.00 pm</b>	<b>2 hrs</b>
<b>03.04.2019</b> Wednesday	Significant Economic Presence <b>CA. S. Anantha Padmanabhan</b>	Branch Premises <b>6.00 pm to 8.00 pm</b>	<b>2 hrs</b>
<b>10.04.2019</b> Wednesday	Reporting on Struck down Companies being revived from NCLT <b>CA. Sunil Bumralkar</b>	Branch Premises <b>6.00 pm to 8.00 pm</b>	<b>2 hrs</b>
<b>13.04.2019</b> Saturday	<b>One Day Seminar on Labour Law</b> <i>Organized by : Bangalore Branch of SIRC of ICAI</i> <i>Delegate Fees : Members : Rs. 750/- Inclusive of GST</i> <b>Non Members : Rs. 2,000/- Inclusive of GST</b> <i>Details will be presented later</i>	Branch Premises <b>9.30 am to 6.00 pm</b>	<b>6 hrs</b>
<b>17.04.2019</b> Wednesday	Reporting on Going concern absent Companies <b>CA. S. Sundaresan</b>	Branch Premises <b>6.00 pm to 8.00 pm</b>	<b>2 hrs</b>
<b>24.04.2019</b> Wednesday	Reporting of Specified Financial Transactions (SFT) under Income Tax Act & TDS on Salary Income & Related matters <i>Speaker to be finalized</i>	Branch Premises <b>6.00 pm to 8.00 pm</b>	<b>2 hrs</b>

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Branch  
e-Newsletter**

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Inside front	₹ 35,000/-
Inside back	₹ 30,000/-

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Full page	₹ 20,000/-
Half page	₹ 10,000/-
Quarter page	₹ 5,000/-

**Advt. material should reach us before 22nd of previous month.**

EDITOR :  
**CA. BHAT SHIVARAM SHANKAR**  
**CA. BHOJARAJ T SHETTY**

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# One Day Seminar on Investor Awareness Programme

Organized under the aegis of  
**Committee on Capital Market and Investors Protection**

Hosted by **Bangalore Branch of SIRC of ICAI**

On **Saturday, 2<sup>nd</sup> March 2019**

Venue: **Vasanthnagar Branch Premises**

Time: **9.30 am to 6.00 pm**

**6** hrs  
CPE

Timings	Topics	Speakers
9.00 am – 9.30 am	Registration	
9.30 am – 10.00 am	Inauguration by the <b>Chief Guest</b> <b>CA. Sathiya Padmanaban</b> <i>Investment Management Division Controllers, Bengaluru</i> <i>Goldman Sachs</i>	
10.00 am – 11.30 am	Derivatives Demystified	<b>CA. Rudramurthy B.V</b>
11.30 am – 12.00 pm	TEA BREAK	
12.00 pm – 1.30 pm	Mutual Funds & Equities	<b>CA. Anil Bharadwaj</b>
1.30 pm – 2.30 pm	LUNCH	
2.30 pm – 4.00 pm	Accounting as per IFRS	<b>CA. Anjani Khetan</b>
4.00 pm – 4.30 pm	TEA BREAK	
4.30 pm – 6.00 pm	Taxation on Investments – Cross Border Transactions	<b>CA. P.V. Srinivasan</b>

**CA. Rajesh Sharma**

*Chairman & Programme Director*

*Committee on Capital Market and Investors Protection, ICAI*

**Mr. Priyanshu Malhotra**

*Secretary*

*Committee on Capital Market and Investors Protection, ICAI*

**CA. Bhat Shivaram Shankar**

*Chairman & Programme Coordinator*

*Bangalore Branch of SIRC of ICAI*

**CA. B.T. Shetty**

*Secretary*

*Bangalore Branch of SIRC of ICAI*

**Online Registration open**

**DELEGATE FEES: RS. 300/-** INCLUSIVE OF GST **FOR MEMBERS**

Mode of Payment: Online/Cash/Cheque in favour of "**Bangalore Branch of SIRC of ICAI**", payable at Bengaluru

For Registration, Please contact: **Ms. Geetanjali D.**, Tel: **080 - 3056 3513 / 3500**

Email : **blrregistrations@icai.org** | Website : **www.bangaloreicai.org**

# MANTHANA

## Half day Seminar on TDS & Interaction with TDS Officials

Organised by **Bangalore Branch of SIRC of  
The Institute of Chartered Accountants of India**

On **Friday, 8<sup>th</sup> March 2019**

Venue: **Vasanthnagar Branch Premises**

Time: **2.30 pm to 5.45 pm**

**3** hrs  
CPE

Timings	Topics	Speakers
2.00 pm to 2.30 pm	Registration	
2.30 pm to 3.30 pm	Introduction on TDS Provision	<b>CA. D.R. Venkatesh</b>
3.30 pm to 4.30 pm	Critical Issues under Domestic Payments	
4.30 pm to 4.45 pm	TEA BREAK	
4.45 pm to 5.45 pm	Critical Issues under Non Resident Payments	<b>CA. Sandeep .C</b>
5.45 pm Onwards	An Interactive Session with TDS Officials	<b>Shri. Sanjay Kumar, I.R.S.,</b> Commissioner of Income Tax (TDS) Bengaluru

**CA. Bhat Shivaram Shankar**  
*Chairman*  
Bangalore Branch of SIRC of ICAI

**CA. B.T. Shetty**  
*Secretary*  
Bangalore Branch of SIRC of ICAI

**Online Registration open**

**DELEGATE FEES:**

**RS. 250/- INCLUSIVE OF GST FOR MEMBERS**

Mode of Payment: Online/Cash/Cheque/DD in favour of  
"Bangalore Branch of SIRC of ICAI", payable at Bengaluru

For Registration, Please contact:

**Ms. Geetanjali D., Tel: 080 - 3056 3513 / 3500**

Email : [blrregistrations@icai.org](mailto:blrregistrations@icai.org) | Website : [www.bangaloreicai.org](http://www.bangaloreicai.org)



# One Day Seminar on Bank Branch Audit

Organised by **Bangalore Branch of SIRC of ICAI**

On **Saturday, 23<sup>rd</sup> March 2019**

Venue: **Hotel Chancery Pavilion**, Residency Road, Bengaluru

Time: **9.30 am to 6.00 pm**



Timings	Topics	Speakers
9.30am to 9.45am	Registration & Networking	
9.45am to 10.15 am	Inauguration by the Distinguished Personality	
10.15am to 11.30am	TECHNICAL SESSION - 1 - Update of recent circulars by RBI	<b>CA. P.R. Suresh</b>
11.30am to 12.00pm	TEA BREAK	
12.00pm to 1.30pm	TECHNICAL SESSION - 2 - Expectations of Bank Branch Audit Report - Audit Documentation and Reporting	<b>CA. Shyam Ramadhyani</b>
1.30pm to 2.30pm	LUNCH	
2.30pm to 4.00pm	TECHNICAL SESSION - 3 Digital approach to Auditing Bank Branches	<b>CA. R. Vittal Raj</b> <i>Chennai</i>
4.00pm to 4.30pm	TEA BREAK	
4.30pm to 6.00pm	TECHNICAL SESSION - 4 - Limitations of Bank's CBS - Care to be taken on system level lapses and frauds.	<b>CA. A. V. Pal</b>

**CA. Bhat Shivaram Shankar**

*Chairman*

*Bangalore Branch of SIRC of ICAI*

**CA. B.T. Shetty**

*Secretary*

*Bangalore Branch of SIRC of ICAI*

**Online Registration open**

## DELEGATE FEES:

### FOR MEMBERS

**RS. 2,200/-** (INCLUSIVE OF GST)

### FOR NON MEMBERS

**RS. 5,000/-** (INCLUSIVE OF GST)

Mode of Payment: Online/Cash/Cheque in favour of

**"Bangalore Branch of SIRC of ICAI"**, payable at Bengaluru

For Registration, Please contact:

**Ms. Geetanjali D.**, Tel: **080 - 3056 3513 / 3500**

Email : **blrregistrations@icai.org** | Website : **www.bangaloreicai.org**



## ANNOUNCEMENT

Dear Member,

Due to popular demand, we are starting another '**Advanced Workshop on GST**' in Bengaluru from 9th March, 2019. **Kindly note that participating Members are expected to have a working knowledge of the GST Act and preferably should have completed the 'Certificate Course on GST' prior to attending this workshop.**

Kindly share the details relating to this workshop with your peers as well. The details are as under:-

No. of days : 4  
Batch Days : Weekends only  
Dates : **March, 2019**  
- **9th, 10th, 17th & 24th**  
Batch size : 50 participants  
CPE : **24 hours**  
Fee : **Rs. 6,500/-** including GST.  
Timings : **9:30 am to 5:30 pm**  
Venue : **Hotel Citrus, Bangalore**

For payment and details about the course, please visit -  
**<http://bangaloreicai.org/member/events>**

**'Certificate Course on Forensic Accounting & Fraud Detection'** in Bengaluru from 9th March, 2019.  
The details are as under:-

No. of days : 7  
Batch Days : Weekends only  
Dates : **March, 2019 - 9th, 10th, 16th,**  
**17th, 23rd, 24th & 30th.**  
Batch size : 50 participants  
CPE : **24 hours**  
Timings : **9:30 am to 5:30 pm**  
Venue : **Gokulam Grand Hotel and Spa**  
115 Gokula Extension, BEL Circle,  
Bangalore 560054, India

For payment and details about the course, please visit  
- **<http://pqc.icai.org/>**. Kindly share the details relating  
to this course with your peers as well.

*For more details contact:*

**C. R. Kulashekhar**

Section Officer (SU), Bangalore DCO

The Institute of Chartered Accountants of India

No. 16/0, Millers Tank Bed Area, Vasanth Nagar,

Behind Bhagwan Mahaveer Jain Hospital, Bengaluru – 560 052

Telephone - **(080) 3056 3541**



## Bangalore Branch of SIRC of the ICAI Southern India Chartered Accountants Students Association (SICASA)

### Calendar of Events – March & April 2019 for CA Students

SI NO	Date and Day	Topic / Speaker	Venue/Time	Fee
1.	03.03.2019 Sunday	SICASA Speaker Forum Program <b>Oral Communication &amp; Leadership Skill Development</b> ( With Breakfast for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>8.00 am to 10.00 am</b>	Free Program
2.	06.03.2019 Wednesday	Study Circle Meet on <b>“Recent Amendments in Companies Act ”</b> ( Expert & Experienced Speakers will be presenting the Topic ) ( With Snacks for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>6.00 pm to 8.00 pm</b>	Free Program
3	08.03.2019 Friday	<b>“ Women’s Day for Students ”</b>	United Mission Degree College Mission Road Near City, Corporation, Bengaluru- 560027 <b>9.00 am to 10.00 am</b>	Free Program
4	10.03.2019 Sunday	SICASA Speaker Forum Program - <b>Oral Communication &amp; Leadership Skill Development &amp; Student Festival Cultural Program</b> ( With Breakfast for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>8.00 am to 11.00 am</b>	Free Program
5	13.03.2019 Wednesday	Workshop on <b>“GST Return filling”</b> ( With Snacks for program for program)	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>6.00 pm to 8.00 pm</b>	Free Program
6.	16.03.2019 Saturday	Half Day Seminar on <b>“How to Face CA Exams”</b> ( Expert & Experienced Speakers will be presenting the Topic ) ( With Lunch for program )	Branch Premises <b>10.00 am to 1.00 pm</b>	<b>100 / -</b>
7	17.03.2019 Sunday	SICASA Speaker Forum Program - <b>Oral Communication &amp; Leadership Skill Development</b> ( With Breakfast for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>8.00 am to 10.00 am</b>	Free Program
8	20.03.2019 Wednesday	Study Circle Meet on <b>“Amendments in Karnataka State Budget ”</b> ( Expert & Experienced Speakers will be presenting the Topic ) ( With Snacks for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>6.00 pm to 8.00 pm</b>	Free Program
9	24.03.2019 Sunday	SICASA Speaker Forum Program - <b>Oral Communication &amp; Leadership Skill Development</b> ( With Breakfast for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>8.00 am to 10.00 am</b>	Free Program
10	27.03.2019 Wednesday	Workshop on <b>Hands on Training on Excel for Bank Branch Audit</b> ( Expert & Experienced Speakers will be presenting the Topic ) ( With Snacks for program)	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>6.00 pm to 8.00 pm</b>	Free Program
11	30.03.2019 Saturday	One Day Seminar on <b>“Bank Branch Audit ”</b> ( Expert & Experienced Speakers will be presenting the Topic ) ( With Lunch for program )	Branch Premises <b>10.00 am to 5.00 pm</b>	<b>200 / -</b>

SI NO	Date and Day	Topic / Speaker	Venue/Time	Fee
12	31.03.2019 Sunday	SICASA Speaker Forum Program <b>Oral Communication &amp; Leadership Skill Development</b> ( With Breakfast for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>8.00 am to 10.00 am</b>	Free Program
13	03.04.2019 Wednesday	Study Circle Meet on <b>Accounting Standards Part –I</b> ( <b>Expert &amp; Experienced Speakers will be presenting the Topic</b> ) ( With Snacks for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>6.00 pm to 8.00 pm</b>	Free Program
14	05.04.2019 Friday	Half Day Seminar on <b>“How to Face CA Exams ”</b> ( <b>Expert &amp; Experienced Speakers will be presenting the Topic</b> ) ( With Snacks for program )	Branch Premises <b>02.00 Pm to 5.00 pm</b>	100 / -
15	07.04.2019 Sunday	SICASA Speaker Forum Program <b>Oral Communication &amp; Leadership Skill Development</b> ( With Breakfast for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>8.00 am to 10.00 am</b>	Free Program
16	10.04.2019 Wednesday	Workshop on <b>ROC Filling Part –I</b> ( <b>Expert &amp; Experienced Speakers will be presenting the Topic</b> ) ( With Snacks for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>6.00 pm to 8.00 pm</b>	Free Program
17	14.04.2019 Sunday	SICASA Speaker Forum Program <b>Oral Communication &amp; Leadership Skill Development &amp; Student Festival Cultural Program</b> ( With Breakfast for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>8.00 am to 11.00 am</b>	Free Program
18	17.04.2019 Wednesday	Study Circle Meet on <b>Accounting Standards Part –II</b> ( With Snacks for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>6.00 pm to 8.00 pm</b>	Free Program
19	20.04.2019 Saturday	<b>One Day Seminar on “GST”</b> ( <b>Expert &amp; Experienced Speakers will be presenting the papers on GST</b> ) ( With Lunch for program )	Branch Premises <b>10.00 am to 5.00 pm</b>	200 / -
20	21.04.2019 Sunday	SICASA Speaker Forum Program <b>Oral Communication &amp; Leadership Skill Development &amp; Student Festival Cultural Program</b> ( With Breakfast for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>8.00 am to 11.00 am</b>	Free Program
21	24.04.2019 Wednesday	Workshop on <b>ROC Filling Part –II</b> ( <b>Expert &amp; Experienced Speakers will be presenting the Topic</b> ) ( With Snacks for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>6.00 pm to 8.00 pm</b>	Free Program
22	28.04.2019 Sunday	SICASA Speaker Forum Program <b>Oral Communication &amp; Leadership Skill Development &amp; Student Festival Cultural Program</b> ( With Breakfast for program )	ICAI 29/1, Race Course Road Next to State Bank of India Bengaluru – 560 001 Tel : 080 4092 9607 <b>8.00 am to 10.00 am</b>	Free Program

**Registrations on First come, first serve basis**

Please Contact: **Mrs. Manjula - 080-30563547**

Payment Mode: cheque / DD in favor of **“Bangalore Branch of SICASA”** payable at Bangalore

For online registration visit us: **www.bangaloreicai.org**



**Bangalore Branch of SIRC of  
The Institute of Chartered Accountants of India**

# ANNOUNCEMENT

## Admissions open for Subjectwise Coaching

In pursuance of our objective to provide fruitful and quality teaching to our students, we are pleased to inform you that Foundation, IPCC/Intermediate and FINAL coaching classes will be commencing at the Bangalore Branch of SIRC of ICAI from: 11th April 2019. The classes will be concluded by July 2019

**FOUNDATION / CPT**

**IPCC INTERMEDIATE**

**FINAL STUDENTS**

**Coaching Classes:  
Foundation, IPCC/ Intermediate & FINAL for  
November 2019 Examinations**

### Salient features

- Experienced, Expert and Dedicated faculty members
- Methodology – Conceptual teaching
- Affordable Coaching Fee
- The journey of CA with Bangalore Branch is that of progress with innumerable activities of knowledge supported and guided by our senior renowned faculty members- resource persons.
- During the course, amazing, inspiring and motivational sessions and Orientation classes will be conducted. Hence be proud to be a part of the Branch by enrolling as a student to become a prestigious member of this glorious profession.

Course	Fees	Duration (4 Months)	Timings
Foundation	Rs. 8,500/-	11th April 2019 to July 2019 (Tentative Dates)	04.30pm to 07.30pm (Monday to Saturday) & 7.00am to 1.30pm (Sunday)
IPCC/Intermediate	Rs. 13,500/- for Both Groups Rs. 9,500/- for Single Group Rs. 3,500/- for Single Subject	11th April 2019 to July 2019 (Tentative Dates)	06.30am to 09.30am & 06.00pm to 09.00pm & (Monday to Saturday) 07.00am to 05.30pm (Sunday and Other Holidays)
CA Final	Rs. 15,000/- for Both Groups Rs. 10,000/- for Single Group Rs. 4,000/- for Single Subject	11th April 2019 to July 2019 (Tentative Dates)	06.30am to 09.30am & 06.00pm to 09.00pm & (Monday to Saturday) 07.00am to 05.30pm (Sunday and Other Holidays)

Schedule for all the subjects will be announced in due course of time.  
Registration Fees - Mode of payment: DD should be drawn in favour of  
"Bangalore Branch of SIRC of ICAI" payable at Bangalore.  
For further details please contact: Tel: 080-30563500 / 548 /551/555  
Email: blrstudentevents@icai.org | Website: www.bangaloreicai.org

**CA. Bhat Shivaram Shankar**  
Chairman

**CA. B. T. Shetty**  
Secretary

# ICAI e-Pathshala - Live Virtual Classes

(Under the revised Scheme of Education and Training  
applicable from July 01, 2017)

**Golden opportunity to enrol for Smart Live Virtual Classes**

## Salient features

- Expert faculty with rich experience
- Interactive – raise questions during live classes
- Exam focused approach
- Separate question answer sessions
- Review your performance through integrated tests
- Delivered on your computers and mobiles
- Attend live lectures or view recorded lectures
- Economical Fees.

## Schedule

<b>Intermediate</b>	Starting from March 06, 2019. Classes will run for about six months. Students intending to appear in November 2019 or subsequent examinations are encouraged to register.
<b>Final</b>	Starting from April 03, 2019. Classes will run for about one year. Students intending to appear in May 2020 or subsequent examinations are encouraged to register.

## Fees

	At the time of Registration for Intermediate / Final		After Registration	
	Single Group	Both Groups	Single Group	Both Groups
<b>Intermediate</b>	2,250	4,000	3,750	6,250
<b>Final</b>	2,500	4,750	4,500	7,500

Visit <https://icai.org/boslvc/> for further information and registration.

**Happy learning!**



**Board of Studies**

**The Institute of Chartered Accountants of India**



# Bangalore Branch of SIRC of the Institute of Chartered Accountants of India

"ICAI Bhawan", 16/O, Miller's Tank Bed Area Bangaluru-560052

**Attention: IPCC / Intermediate New & Old Syllabus Students**













Admissions open for Subject wise Coaching Classes for IPCC / Intermediate Course for Nov. 2019 Examination - New & Old Syllabus.

Consolidated Schedule for IPCC / Intermediate Course for November 2019 Examination.

**Tentative scheduled faculty may change due to non availability at that point of time**

Duration of the Course : 21st Feb 2019 to September 2019

Timings : From 6.30am to 9.30am (Morning Batch)

Sl. No.	Duration	Subject	Faculty Name
01	21.02.2019 to 15.03.2019 & 25.03.2019 to 10.04.2019	Paper-1: Accounting	CA. Murali Nagaraj All - India Rank Holder 
02	16.03.2019 to 24.03.2019 & 11.04.2019 to 16.04.2019	Paper-8: Financial Management	CA. Chinmaya Hegde All - India Rank Holder 
03	17.04.2019 to 07.05.2019	Paper-3: Cost and Management Accounting / Cost Accounting	 CA. Kriti Goel  CA. Punith Kumar N
04	08.05.2019 to 26.05.2019	Paper-4: Taxation: Direct Tax Laws	CA. Prashanth Bharadwaj 
05	27.05.2019 to 10.06.2019	Paper-4: Taxation: Indirect Tax Laws	CA. Ramesh Kumar Soni 
06	11.06.2019 to 21.07.2019	Paper-5: Advanced Accounting	CA. Vinutha Hegde All - India Rank Holder 
07	22.07.2019 to 31.07.2019	Paper-8: Economics for Finance	Dr. Seema Goel 
08	01.08.2019 to 18.08.2019	Paper-2: Corporate and Other Laws / Business Laws, Ethics and Communication	CA. Mridul Agarwal 
09	19.08.2019 to 03.09.2019	Paper-6: Auditing and Assurance	CA. Anjan Babu 
10	04.09.2019 to 22.09.2019	Paper-7: Enterprise Information Systems & Information Technology Strategic Management	 CA. Anand P Jangid  CA. Satish R

**Venue: Bangalore Branch of SIRC of the Institute of Chartered Accountants of India**

"ICAI Bhawan", #16/O, Millers Tank Bed Area, Vasanthnagar, Bangalore – 560 052

### Course Fees

Rs. 13,500/- for Both Groups

Rs. 9,500/- for Single Group

Rs. 3,500/- for Single Subject

Mode of payment: CASH / DD in favour of

**"BANGALORE BRANCH OF SIRC OF ICAI" PAYABLE AT BANGALORE**

To Register & further details please contact : Mr. Girish B C

Tel: 080-30563555 / 500 / 548

blrstudentevents@icai.org | www.bangaloreicai.org

**CA. Bhat Shivaram Shankar**  
Chairman

**CA. B T Shetty**  
Secretary





## Bangalore Branch of SIRC of the Institute of Chartered Accountants of India

### CPT/FOUNDATION, IPCC/INTERMEDIATE & FINAL - PRE-EXAM CRASH COURSE FOR MAY 2019 EXAMS - OLD & NEW SYLLABUS

We are glad to know that you have registered for CPT/Foundation, IPCC/Intermediate & Final Course and would be appearing for May 2019 exams. Few of you might have taken coaching classes at our Institute. Many students have requested us for organizing special sessions. Hence, pre-exam crash course for the benefit of the students appearing for May 2019 examinations is being organized, apart from the regular coaching classes, as per the schedule given below:

Course Timings: 10.00 am to 06.00 pm

Sl. No	Date	IPCC / Intermediate	Faculty	Fee per subject
1	18th, 19th & 20th March 2019	Paper-3: Cost and Management Accounting / Cost Accounting	CA. Modassar Irfat	₹1000/-
2	21st, 22th 23rd March 2019	Paper-5: Advanced Accounting	CA. Vinutha Hegde, All-India Rank Holder	₹1000/-
3	25th & 26th March 2019	Paper-4: Taxation: Indirect Tax Laws	CA. Ramesh Kumar Soni	₹750/-
4	27th & 28th March 2019	Paper-4: Taxation: Direct Tax Laws	CA. Prashant Bharadwaj	₹750/-
5	29th, 30th 31st March 2019	Paper-1: Accounting	CA. Murali Nagaraj, All-India Rank Holder	₹1000/-
6	2nd, 3rd & 4th April 2019	Paper-6: Auditing and Assurance	CA. Vikas Oswal & CA. Anand P Jangid	₹1000/-
7	5th, 6th & 7th April 2019	Paper-2: Corporate and Other Laws / Business Laws, Ethics and Communication	CA. Punarvasu Jayakumar	₹1000/-
8	8th, 9th & 10th April 2019	Paper-7: Enterprise Information Systems & Strategic Management/ Information Technology	CA. Anand P Jangid	₹1000/-
9	11th & 12th April 2019	Paper-8: Financial Management & Economics for Finance	CA. Chinmay Hegde, All-India Rank Holder	₹750/-

#### FEE FOR IPCC/INTERMEDIATE COURSE:

Both Groups : ₹5000/- I Group Subjects : ₹3000/- II Group Subjects: ₹3000/-

Sl. No	Date	Final New & Old Course	Faculty	Fee per subject
1	18th, 19th & 20th March 2019	Paper-2: Strategic Financial Management	CA. Chinmay Hegde, All-India Rank Holder	₹1200/-
2	21st & 22nd March 2019	Paper-1: Financial Reporting (New Course)	CA. Sai Mukundhan, Chennai	₹850/-
3	23rd, 24th & 25th March 2019	Paper-4: Corporate, Economic Laws & Allied Laws	CA. Punarvasu Jayakumar	₹1200/-
4	26th, & 27th March 2019	Paper-1: Financial Reporting (Old Course)	CA. Chinmay Hegde, All-India Rank Holder	₹850/-
5	28th, 29th & 30th March 2019	Paper-8: Indirect Tax Laws	CA. Ramesh Kumar Soni	₹1200/-
6	31st March 2019	Quantitative Techniques	CA. Chinmay Hegde, All-India Rank Holder	₹750/-
7	1st, 2nd & 3rd April 2019	Paper-3: Advanced Auditing and Professional Ethics	CA. Vikas Oswal & CA. Anand P Jangid	₹1200/-
8	4th, 5th & 7th April 2019	Paper-7: Direct Tax Laws and International Taxation	CA. Deepak Chopra, CA Narendra J Jain & CA Rani N R	₹1200/-
9	8th, 9th & 10th April 2019	Paper-5: Strategic Cost Management and Performance Evaluation /Advanced Management Accounting	CA. Modassar Irfat	₹1200/-
10	11th, 12th & 13th April 2019	Paper - 6: Information Systems Control and Audit	CA. Anand P Jangid	₹1200/-

#### FEE FOR FINAL COURSE:

Both Groups : ₹6500/- I Group Subjects : ₹4000/- II Group Subjects : ₹4000/-

Sl. No	Date	CPT/Foundation - New & Old Course	Faculty	Fee
1	3rd, 4th & 5th April 2019	Principles and Practices of Accounting	CA. Murali Nagaraj	FEE for CPT/ Foundation Course: ₹2200/- All Subjects
2	6th, 7th & 8th April 2019	Business Law & Business Correspondence & Reporting	Mrs. Anita Mehta	
3	9th, 10th, & 11th April 2019	Business Mathematics and logical Reasoning & Statistics	CA. Chinamaya Hegde & CA. Punith Kumar N	
4	12th, 13th & 14th April 2019	Business Economics & Business and Commercial Knowledge	CA. Kriti Goel & CA. Mridul Agarwal	

"Mode of payment: CASH / DD in favour of "BANGALORE BRANCH OF SIRC OF ICAI" PAYABLE AT BANGALORE.

To register please contact: 080, 30563500 /548 www.bangaloreicai.org

Further Details Please Contact : Mr. Girish B C. Ph: 080-30563555 E-mail: blrstudentevents@icai.org | www.bangaloreicai.org

Venue : BANGALORE BRANCH OF SIRC OF ICAI, "ICAI Bhawan", 16/O, Miller's Tank Bed Area, Bangaluru-560052

CA. Bhat Shivaram Shankar  
Chairman

CA. B T Shetty  
Secretary





## RACE FOR RELEVANCE

CA. S. Krishnaswamy



Any professional let alone a CA, to be relevant to changing times must be abreast with changes that are taking place in his domain and the tools that are emerging to help carry out his functions effectively and efficiently. The profession of CA with its shifting boundaries (expanding) cover multiple areas in the economy and needs technology support. One such area is internal control where new tools are now available and being used. Once such is artificial intelligence. The word 'relevance' when used with reference to quality of financial statements means **timeliness**: information furnished must be as proximate to the event as possible/prescribed. That is how quarterly financial statements for listed companies was made mandatory. The relevance of audit function again emphasises the credibility and trust that investors place on audited statements.

In 1985, after a number of high profile financial reporting scandals, former SEC Commissioner James led the Treadway commission. It recommended numerous changes to auditing standards and auditor's report regarding the auditor's responsibility for detecting fraud. It also released a framework on internal control –integrated framework for design, implementing and conducting internal control and assessing the effectiveness of internal control.

It classified various economic activities of the firm including environment, purchases, sales, treasury management etc. and identified risk factors in each of the elements that constitutes the classification. Later, Treadway Commission also referred to application of technology for risk management as part of internal control evaluation.

ICAI set up a Board called 'Digital Accounting and Assurance Board'. It also conducted a survey in December 2017 for the digital future and the role of technology in professional work. Six emerging technologies and their impact on the profession's work in different areas were also listed - Artificial Intelligence, Big Data, Cloud, Digital Service Delivery, Internet of Things, and Robotics. It can be drawn from the survey that all the six technologies except robotics is perceived to have a high impact on the accountancy profession. The profession needs to constantly innovate to embrace these technology tools as it is going to rapidly play an important role over the next few years. Powered by these innovative technologies, resources and tools, it is time to strategize the profession.

"Taking information of one kind and turning information of another kind is at the heart of AI for making decisions on the adequacy of control system."

"Most of these innovations are in their infancy, but they are already reaching an inflection point in their development as they build on and amplify each other in a fusion of technologies across the physical, digital and biological worlds" ('The Fourth Industrial Revolution' by Klaus Schwab Founder and Executive Chairman, World Economic Forum.)

- **AI Definition:**

"New wave of artificial intelligence does not actually bring us intelligence but instead a critical component of intelligence-prediction" – ('Prediction Machines' by Ajay Agrawal. .)

The wellknown Stephan Hawking said "Success in creating AI would be the biggest event in human history".

We have Standards on Internal Audit -14: 'Internal audit in an Information Technology Environment' which sets out IT environment matters to consider the effect of an IT environment on the internal audit engagement inter alia provides the extent to which the IT environment is used to record, compile, process and analyse information; and the system of internal control in existence in the entity.

Internal Control-Internal Audit is one area where the audit profession is confronted with massive data and complexity. AI assists in extracting relevant information from massive data generated and



collected to be able to make appropriate predictions supporting an opinion. AI is good at Pattern recognition and makes predictions. Its predictions are explainable by the machine leaving the judgement part to the auditor. AI provides an opportunity to redesign and automate entire processes. It is now possible to ensure better internal audit with AI. Internal audit has become mandatory, auditor's responsibility to review large corpus of unstructured data looking for risk and controls can now be assisted by technology.

Auditors have to identify and understand the risks and controls in the operation they are called to audit through difference approaches like Control objectives, Strategic objectives, frequency of risk occurrence etc.,

AI allows Audit staff to look at improving how they assess requisite controls in place in the company to mitigate business risk. We now no longer need to be constrained by periodic audit of sample data of limited universe of information while working with limited talent pool of audit resources. Using AI we can almost implement real-time check to alert risk areas in the business processes. Furthermore, Internal Audit team will not need to work with limited data universe and sample data sets, they can now correlate financial data with information in e-mails, social media as well as voice from conference/ phone calls. They can also now allow technology scan thru the entire data universe and human intervention is at the top end of the value chain where they evaluate the information gathered and prediction or recommendation made by AI tools.

Normally in evaluating the Internal control, auditors resort to a (1) narrative (2) flowchart (3) a questionnaire. The flow chart not only gives the documentation but also the workflow where it is possible to detect and record the control weaknesses. AI will be able to look at work flow more precisely than humans can do.

An interesting business movement called "re-engineering". In 1993, Michael Hammer and James Champy, in their book 'Reengineering the corporation', "argued that to use the new general-purpose technology-computers-businesses needed to step back from their processes and outline the objective they wanted to achieve. Businesses then needed to study their work flow and identity the tasks required to achieve their objective and only then consider whether computers had a role in those tasks."

Auditors do conduct walk through tests and try to fully capture steps involved in various functions like purchase, accounts payable depending upon their importance to the organisation. A tool like AI, can predict and analyse more precisely to achieve better performance in terms of required steps, time consumed a number of people engaged. Referring to Ford's experience with Accounts payable, the authors says "Not only could a computer reduce mismatches that held up the system, but it could sort the difficult from easier cases and ensure the easier once went through at a reasonable speed. Once a new system was put in place, Ford's accounts payable department was 75% smaller, and the whole process was significantly faster and more accurate."

"The future of AI lies in enabling people to collaborate with machines to solve complex problems. Like any efficient collaboration, this requires good communication, trust, clarity and understanding." as said by Freddy Lecue, Explainable AI Research Lead, Accenture Labs.

Mckinsey Global Institute in its discussion paper published in the month of June 2017 titled 'Artificial Intelligence-The Next Digital Frontier?' has put forth a detailed analysis and the way it impacts the business, people and getting ready for the next AI based business models to transform industries, uproot the old methodologies and bring out new and extremely effective business intelligence with the help of AI dynamics.

On a step further, industry experts looking and researching on a mechanics using collaborative technologies to explain and substantiate the reasoning behind suggestions or decisions of an AI driven machine. Auditors look for explanation as to why a certain prediction has been made for example re **unusual transactions**. AI is more mature than other tools like Block Chain. This will help an expert in selecting, analysing and performing the next appropriate course of action after considering the inputs received from various models including AI driven machines with least or zero error.

**Example-1: Detecting abnormal travel expenses and assessing driving style.**

With the help of AI it is easier for business owners to manage expenses, optimize spend and establish new policies, and also provides auditors



with a more accurate break-down of the causes for **abnormal expenses**, reducing the need to go back to employees with queries. The outputs from the system have been shown to be easily interpretable.

**Example-1: Project Risk Management:**

Contractual projects with clients, the large company's expectations are often out of line with the original estimates because of the complexity and risks inherent in the critical contracts. These issues are largely due to two factors: first, the high volume of projects that need to be assessed and controlled; and second, the generalized and non-systematic process currently in place for

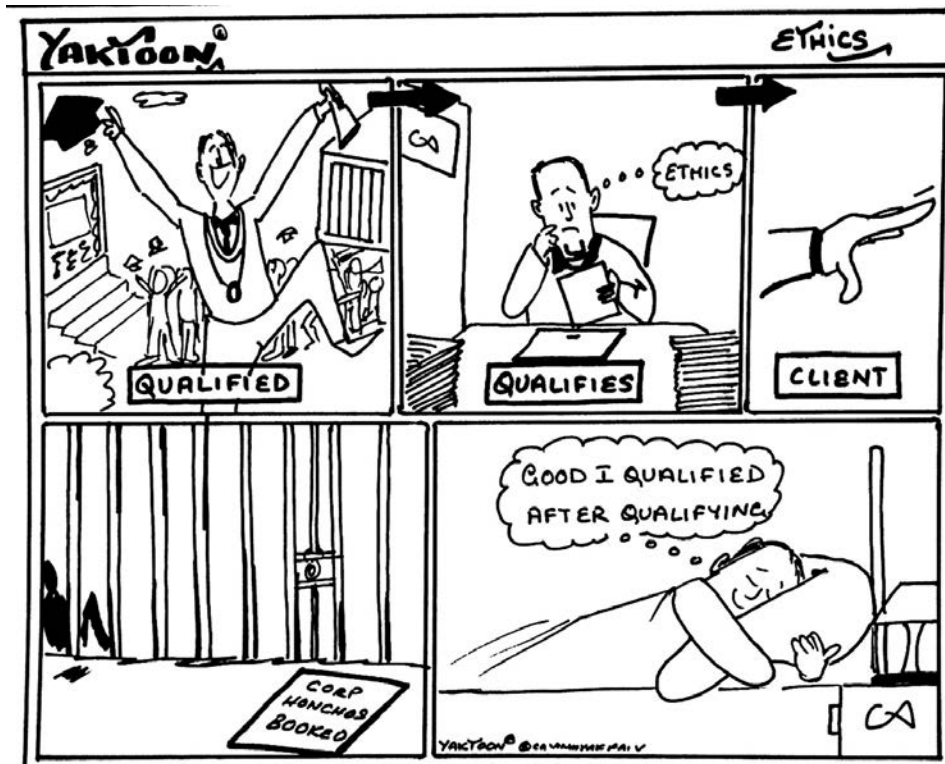
assessing them.

AI interface enables the expert to understand the AI **explanations**. The explanations are comparable, as the risk tier reasoning needs to be compared across classes and peers. The explanations also need to be accurate and complete, as the decisions will impact the company's revenue and growth. And the **explanations** are also actionable: first, users can provide feedback on the relevance of the explanations and second, the risk tier explanations can trigger different actions, depending on which categories they fall into. In contrast, humans on their own would not be able to clearly identify and compare the relevant

elements across projects because of the wide diversity project descriptions. They would also be unable to gain a complete view of the risk classification. And actionability would be even more complex, given the large amount of variables that would need to be analysed and projected to make predictions.

• **Conclusion:**

AI is very good in pattern recognition and throwing up unusual and suspected transaction from a mass of transactions. An auditor can use his skills and knowledge to make appropriate judgements to express an opinion.





## RECENT UPDATES UNDER GST

CA. G Praveenkumar

In this edition of recent updates, let us understand some recent clarifications brought in the GST law by way of a reference to a Circular.

**Clarification1:** Disclosure of details of Inter-state supplies made to Un-Registered persons

Supplies made to Un-Registered person needs its attention for disclosure in GSTR1 at Table 5 and Table 7B. Similarly, such details of supplies of Un-Registered persons has to be disclosed at Table 3.2 in GSTR3B.

Department has noted that details of information furnished under GSTR1 at Table 7B are not being duly disclosed while GSTR3B at Table 3.2.

Accordingly, exercising the Power under Section 168 (Powers to Issue instructions or directions) Board has exercised to issue a Circular No.89/08/2019 -GST dtd:18.02.2019 in this regard. Through the above circular, board clarifies that apportionment of IGST to the respective states in case of Inter-state supplies made to Un-Registered persons is on the basis of information furnished in Table 3.2 of GSTR3B.

Non-furnishing of such information in Table 3.2 of GSTR3B results in non-apportionment of due amount of IGST to the state where such supply takes place as per Section 17 of IGST Act, 2017. Accordingly, it has been directed

for all the Registered Persons to make a note of the disclosure requirements in Table 3.2 of GSTR3B and Table 7B of GSTR1 as mandated by law. Further the Circular has referred to invoking for Penal action under Section 125 of CGST Act, 2017 for any contravention in this regard.

**Points for thought process:**

- If a disclosure is made in either of GSTR1 or 3B and not in both, does it deprive the authorities concerned in making the apportionment of IGST funds to respective states
- Since the filing of information in relation to supplies are made online, why at all a corresponding auto-fill or auto-check mechanism has to be brought in for enabling the Registered person to key in the figures without causing for reconciliation issues
- For the Registered person who made supplies to Un-Registered persons in relation to inter-state supplies where information has been fed in either of the GSTR1 or GSTR3B no recourse exists for the period July 2017 till January 2019. However, since the information exists in either of the forms the same shall needs to be considered by the authorities concerned
- Imposing penalty under Section

125 for contravention in disclosure of information in either of the Forms to be filed it shall be an undue burden casted upon the Registered person for a procedural lapse in disclosure of information. Information available in any of the Tables concerned should be picked up by the officers concerned for apportionment of the IGST paid or a proper checks & balances to be duly incorporated in the forms being filled online

- A learning from above, procedural lapses should give a possibility for the Registered Person to do the rectification of errors/omissions in the respective forms i.e. both GSTR3B and GSTR1 which may not have any revenue implication rather can improve the data being furnished

**Clarification2:** compliance with Rule 46(n) while issuing invoices in case of inter-state supply

A Registered person who supplies goods or services is required to issue a Tax Invoice under Section 31 of CGST Act, 2017 read with Rule 46 of CGST Rules, 2017. Board has got to know that many of the Registered persons (especially Banking, Insurance and Telecom sector etc.,) are not mentioning Place of Supply along with name of the state in case of



supplies made in the course of inter-state trade or commerce in case of supplies made in the course of inter-state trader or commerce. Accordingly a Circular No.90/09/2019 -GST dtd:18.02.2019

The above mechanism is in contravention of Rule 46(n) of CGST Rules, 2017 which mentions that above details are mandatory in nature. Exercising the powers conferred under Section 168 of CGST Act, 2017 to ensure that destination-based consumption tax is implemented duly, a proper compliance under Rule 46(n) is required for ensuring disclosure of Place of Supply along with the name of the state in the documents issued by the Registered person. Contravention to any of the above compliance a penal action to be invoked under Section 122 or Section 125 of CGST Act 2017

Rule 46(n) is being reproduced herewith for brevity of its understanding:

“place of supply along with the name of the State, in the case of a supply in the course of inter-State trade or commerce;”

**Points for thought process:**

- Place of Supply along with name of the state is a phrase which requires a decoding. Does the above rule mandates State code along with State name or reference to the phrase “Place of supply” along with state name to be mentioned in a legible way
- Whether a connectivity exists between GSTR3B, GSTR1 and a Tax Invoice issued by the Registered person for ensuring destination-based tax under GST by the Officers concerned for invoking the above

check mechanism and penal action

- Reference to a State code and name of the state for application of respective tax duly disclosed in a Tax Invoice does it not absolve the Registered person from the compliance requirements and what is the further clarity required has to be thoroughly understood by the officers concerned

- A reference to specific industry for compliance under above Rule, does it indicate that a non-compliance thereof shall have an impairment in taxes collected and deposited already is a question to think broadly

**Clarification3:** Tax paid for goods deposited for supply of warehoused goods while being deposited in Customs bonded warehouse for the period July 2017 to March 2018

It has been brought to the notice of the Board that Registered person who supplied Warehoused goods in Customs bonded warehouse shall be an Inter-state supply, however registered person supplying such goods to a recipient in the same state have considered it to be an Intra-state supply and accordingly CGST & SGST has been discharged. The above practice has been adopted considering the lacuna on the common portal while filing GSTR1 it didn't permit to make an Inter-state supply where supplier and recipient are in the same state. However, such lacunae has been cleared from 01.04.2018 whereby selection of such supply as Inter-state supply has been enabled. Accordingly, a Circular No.91/10/2019 -GST dtd:18.02.2019 has been issued

Since the Registered person have paid

SGST & CGST for such supplies though the same is an Inter-state supply, Board has exercised its power under Section 168 of CGST Act, 2017 and have decided to consider the tax paid as one-time exception and it shall be deemed that such suppliers have complied with the law as long as CGST & SGST paid equals the IGST applicable on such supply

**Points for thought process:**

- Apportionment of tax paid as SGST & CGST instead of IGST which invariably vests with the same authorities concerned. Will there be any revenue loss for the contraventions if any
- Section 77 of CGST Act, 2017 has been formulated to handle such situations. However, in the above scenario it is not the mistake of the Registered person who have alleged deposited wrong tax rather the GSTN is not properly designed to cater for the tax law requirement
- GSTN also need to read the GST law along with the Registered person for ensuring a proper compliance with law and such procedural lapses [revenue neutral] at administrative wing are being waived off without any disciplinary action and the same shall be expected by the trade bodies are concerned.

**Disclaimer:** The opinion & interpretation drawn above by is purely on the basis of understanding & interpretation drawn by the author. User is directed to read the statutory provision for having a better clarity on the Interpretation aspects. For further clarifications/ suggestions, please reach on [praveen@gella.in](mailto:praveen@gella.in)

## PRICING PRESSURE ON THE SOFTWARE INDUSTRY IN INDIA



CA. Tarunkumar B

Information technology in India is an Industry comprising of two major components: Traditional IT services and business process outsourcing services (BPO). This sector has increased its contribution to India's GDP from 1.2% in 1998 to 7.7% in 2017. According to NASSCOM, the sector aggregated revenues of US \$ 160 billion in 2017 with export revenues of US\$ 99 billion and the balance from domestic revenues with a growth of over 13%. The United states accounts for two thirds of India's IT service exports.

Any guesses how much it would have cost in early 1980's to develop or to design a website? Unbelievable but yes, it was USD 3 Mn which was charged by a Japanese company. Currently the same work costs less than 1 lakh Indian rupees (approximately USD 1600) . This shows how the industry has evolved and the reason being, development of innovative methodologies. There has been constant cut-throat competition in this industry with regards to innovation which resulted in a reduction of cost to the customer.

If we were to analyse the current supply chain methodology of the retail industry, every vendor wants to supply products at lesser cost. It was during this journey of cost optimization/reduction, that vendors realized that it is possible

to reduce cost through information technology. For example: Introduction of a bar code reader in a super market. Just imagine, if instead of the bar code reader, we used humans , the cost will increase exponentially which would eventually impact the price of the product. In a case of cut throat competition in the market, this simple act of using a bar code reader might be deciding factor for survival.

As we continuously evolve the way we work, we have reached a point where innovative ideas are needed constantly. At the same time, the ask from business is also increasing rapidly. Apart from traditional IT services, there is lot of work is happening on the digital front. In addition to that, new financial models are required for a company to serve their customers. Few models are mentioned below:

1. Maintaining the datacenters of the client i.e hardware
2. Shifting from onsite to offshore model
3. Rebadge and redeploy employees i.e reverse partnering business model
4. Capex and opex model
5. Joint ventures

The above list is not an exhaustive list. There are lot of innovative business

models trending in the market and eventually clients are looking to save the money through this models.

Usually in a software industry we emphasize "deal wins" and "deal pipeline". For Eg: Company A wants to develop an application and it wants to outsource to company B. So, this entire contract is referred as a "Deal". Under this deal, company A has specified budget which can be spent at different point of times and accordingly company B starts the phase wise development work. Key discussions revolve around on how much cost savings will pass on to the client and in addition to that whether it is competitive in the industry. The pressure on Indian firms increases as they compete with global firms which see improved business in emerging areas and generate better margins from a lower base.

Indian IT service providers are likely to see their operating margins subdued for next few years, as they struggle to get better prices for traditional services and generate new business in digital and cloud that require expensive hires to work on client locations.

The margins for Indian firms are between 20 and 26 per cent, which is substantially higher than what global firms earn. The struggle to retain margins means that ambitious targets



are set by Indian IT services majors, and to achieve that could be an uphill task. Reasons like continuous pricing pressure on traditional mainframe technology service and slow-paced growth in emerging technology business may turn out to be spoiler for large Indian IT services companies. Also, rapidly shifting technology needs, Brexit, changes in immigration and visa norms had put the brakes on this industry growth.

Shift from an old way of doing business (a focus on outsourced, cost-based software services) to evolving first to provide software platforms; and updating capabilities to cater to shifting customer demands to be more of a business partner and less of an IT provider- this is the new mantra. This would involve Indian outsourcers learning to work with marketing chiefs (who often control more of the IT budget

than CIOs and CTOs), and speaking their language (business outcomes over tech jargon) to stay competitive. Most of the IT firms are therefore focusing on innovation, digital platforms and other areas where they can leverage to offer better price to the customer. We need to wait and watch how this landscape will move in the coming years.

## Rank Holders - November 2018

### Rank Holders of IPCC - Nov 2018 EXAM - Old Syllabus

Sl no	Name	SRO No.	Roll No.	Total Marks	Rank
1	JABBERSINGH SURENDRAPAL SINGH	SRO0610705	610879	407	27
2	SANATH HEGDE	SRO0565728	615869	407	27

### Rank Holders of IPCC - Nov 2018 EXAM - New Syllabus

Sl no	Name	SRO No.	Roll No.	Total Marks	Rank
1	YASH AGARWAL	SRO0642526	805640	608	24

### Rank Holders of FINAL - Nov 2018 EXAM - Old Syllabus

Sl no	Name	SRO No.	Roll No.	Total Marks	Rank
1	CHINDE BANU CHANDER	SRO0460643	310138	509	38
2	PRIYANKA MADHUSUDAN	SRO0489310	311780	502	45

### Rank Holders of FINAL - Nov 2018 EXAM - New Syllabus

Sl no	Name	SRO No.	Roll No.	Total Marks	Rank
1	PRIYANKA P	SRO0399743	501086	471	48



New Office Bearers - invoking Gods blessings



Welcoming the Newly Elected Branch Chairman, CA. Bhat Shivaram Shankar

### Half day Seminar "MANTHANA"



Inauguration of Seminar-MANTHANA by lighting the lamp



Welcome address by the Newly Elected Chairman, CA. Bhat Shivaram Shankar



Felicitations to outgoing Chairman, CA. Shraavan Guduthur



Felicitations to SIRC Elected Member, CA. Pampanna B. E.



Felicitations to SIRC Elected Member, CA. Geetha A B



Felicitations to SIRC Elected Member, CA. Panna Raj S.

## Half day Seminar "MANTHANA"



CA. K.S. Ravishankar



CA. H. Padamchand Khincha



CA. Jatin Christopher



CA. Venugopal Gella

## Study Circle Meeting



CA. Naveen Khariwal G



CA. Krishna Upadhya S



CA. Hemant Danda



CS. Pramod S.M.



CA. Mohan R Lavi



CA. Annapurna Kabra



Managing Committee Members with Students



Managing Committee Members with the Branch Staff



SICASA Speaker Forum Meet



Career Counselling program at Harnahalli Ramaswamy Institute of Higher Education, Hassan

