



THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

(Set up by an Act of Parliament)

Nagpur Branch of WIRC of ICAI

www.nagpuricai.org



NEWSLETTER

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Respected Professional Colleague,
Lord Krishna very well said that -

कर्मण्ये वा अधिकारस्ते, मा फलेषु कदाचन,
मा कर्म फलहेतुर् भुरमतेय संगोस्वा अकर्म !!!

Which means we have the right over our deeds and actions but not over its results. So without thinking for the results one should perform selflessly for the betterment of the society. With this saying, at this year end, I feel very much blessed to have cherished lot of

sweet memories with my esteemed professional colleagues. Year 2013 was the eventful year of my life till date and I have tried my level best to come upto the expectations of the Members, Student and Society at large.

Past Events – During the month December we have organized various Mega events for our Members and Students. The month began with Grand Finale of CAPL - Season 5.

All Vidarbha Conclave on Professional Enrichment was one of the biggest event for Nagpur Branch of WIRC of ICAI, wherein all the Branches and CPE chapters of Vidarbha participated and joined hands to showcase the unity of Vidarbha. It witnessed record number of participations, over 750 members took the benefit of the deliberations. The conclave also witnessed address of **Shri Anil Sole**, Hon. Mayor Nagpur, **Shri Uttam Prakash Agrawal**, Past President ICAI, and very learned other senior speakers, followed by cultural evening 'Sargam ke Sitare'. I am humbled as I am still receiving the appreciation of members who attended the event. I must compliment the coordinated efforts of **CA Julfesh Shah**, our representation at Regional Council WIRC as Conclave Director, along with my team of managing committee in making the Conclave a great success.

Seminar on Direct Taxes, inaugurated by **Shri Sudhakar Deshmukhji**, also received huge response from members.

Another feather in the cap of Nagpur Branch was the Seminar on MVAT Audit, which was inaugurated by Leader of our city **Shri Nitinji Gadkari**, along with ICAI National President **CA Subodh Kumar Agrawalji**. For any branch, it is the biggest day when its National President visits and interacts with Members and Students. Also on that day presence and guidance of **CA Jaydeep Shah**, Imm. Past President ICAI, **CA Prafull Chajjed**, CCM and **CA Julfesh Shah**, RCM gave value addition to our members.

During the last month, we made representation with various government authorities over the matters of professional interest. We visited and met **Shri Apurva Chanda**, Hon. Industry Secretary, GoM, and submitted the Memorandum of WIRC on the issues faced in PSI Scheme. We also felicitated **Shri PVR Reddy**, newly appointed Commissioner of Central Excise and Customs, and discussed the issues faced by our members with VCE Scheme, Cenvat Credit, Audit U/s 14A, 14AA, etc. We also paid visit to newly appointed Chief Commissioner of Income Tax, Vidarbha Region, **Shri R. K. Gupta**, and discussed the working with IT department and requested him to process refunds on fast track mode. We also requested him to reconsider the cases for compounding instead of prosecution



VISUAL RIDES OF PAST EVENTS



Half Day Seminar on NBFC – CS. Marotrao Jawanjar, Guest Speaker



Half Day Seminar on Stock Audit- CA. Prasad Dharap , Guest Speaker



All Vidarbha Conclave on Professional Enrichment- Shri Anil Sole, Hon. Mayor, Nagpur Municipal Corporation inaugurating the Conclave by lighting the traditional lamp



Seminar on Direct Taxes- Shri Sudhakar Deshmukh, MLA inaugurating the Seminar by lighting the auspicious lamp



ICAI Nagpur delegation meets Shri Apurva Chandra (IAS), Principal Secretary (Industries), Government of Maharashtra - Practical Difficulties in availing benefits under PSI 2013



WIRC & ICAI Nagpur delegation meets PVR Reddy, Commissioner Central Excise and Customs.



against assessee. I must inform you that we have received very good response from all these government authorities and a positive assurance to look into the matters. I request our members facing any difficulty with the departments to come with their representation matters. We will take up the same with respected authorities and would help our members to get it resolved, wherever possible.

On students front also number of activities were organized like Vat Audit Seminar, Project Finance Seminar, Indoor Outdoor Sports, Cricket Carnival, Seminar with AKS University, Gondwana University, etc. Another big event for students CHORUS – 2013, was a great success. Students enjoyed the same very much and increased fellowship was noticed. I compliment the team WICASA Nagpur for their coordinated efforts in organizing host of programs.

Forthcoming Programs – January 2014 will also bring best of the activities for the members and students. Programs like Branch Annual Picnic, Half day seminar on Appeals and Revisions, Indoor Sports Carnival, etc. are proposed.

Annual Membership Fee – I once again request members to contribute their share of branch annual membership fee and join for various activities of Nagpur Branch. You can login to www.nagpuricai.org to pay your branch membership fees.

In the previous months' issue, one article was published in the name of CA. Atul Khemuka, I wish to clarify that the same was not authored by him, he only shared the same.

Members are also requested to contribute to Nagpur Branch Newsletter by sending papers, suggestions, topic updates, feedback etc. at nagpur@icai.org.

At this fag end of the year, I would like to say a big thanks to all who have supported the Managing Committee throughout the year and would also like to apologies if anyone is not happy with us, though it was never intended to hurt anyone.

Looking forward for your continuous support and wishing all a Very Happy New Year 2014...

Thanks & Regards
Yours' in Profession

CA Swapnil Agrawal
Chairman



Respected Seniors and Dear Professional Colleagues,

Nothing is permanent except change. We all grew up listening to this phrase, and learnt that, the more we try to bring permanency to things, the more it changes. And

probably now there is an acceleration factor added to the change. The speed, in which things are changing now, should have been there in Stone Age.

We have changed from manual based accounting to ERP based programs; from old laws to the new laws and enactments; from IAS to convergence with IFRS and US GAAPS. The changes in the pipeline are the Direct Taxes Code and The Goods and Services Tax. The way things are unfolding, the whole economic, accounting and financial scenario will change. It took two books for Michel Crichton to explain that we cannot control change. But as it is taught to us that though we cannot control change, but we can adapt to it and master it.

With the passage of time, not only policies and procedures, but people, their values and beliefs also changes. The recent election results clearly reflect the changed belief of a common Indian. May this change bring better days for India. Another new change in the life of Chartered Accountants is the creation of National Financial Reporting Authority. Several powers governed by ICAI will now move to NFRA. All we need to do is, master this change.

After few days, we will be changing our calendars as the year 2013 would come to its end. The year ahead will come with new promises, new challenges and new changes.

Wishing you all a perfect mastery on your changes and a very happy new year ahead.

Yours truly,

CA. Sushant Mukherjee





Walker, Chandok & Co

The Companies Act, 2013

The dawn of a new era

Auditors' Role & Responsibilities

Presented for: ALL VIDARBHA CONCLAVE
ICAI – Nagpur Branch
14 December 2013

Presented by:

Khushroo B. Panthaky

Senior Partner & WR Practice Leader
Walker, Chandok & Co

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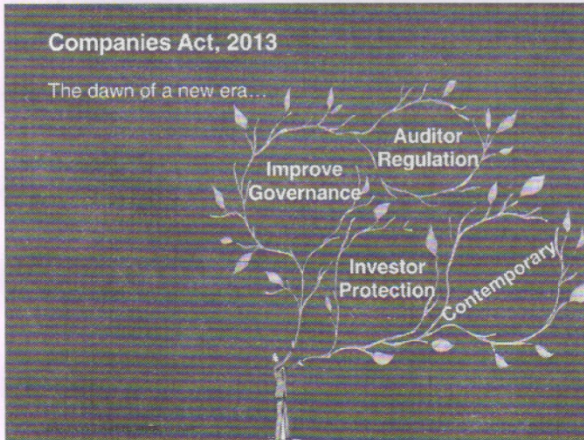
Companies Act 2013 – Agenda

- Introduction
- Salient features
- Key highlights of the provisions on Accounts, Audit and Auditors
- Other key draft Rules

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Companies Act, 2013

The dawn of a new era...



Companies Act 2013 – Salient features

The new legislation with 29 Chapters, 470 Clauses and 7 Schedules aims at:

- enhancing **transparency**;
- enhancing **protection measures** for investor and minority shareholders;
- having stringent **Corporate Governance** measures;
- **CSR** initiatives introduced;
- **greater responsibility** on auditors;
- having **business friendly** corporate regulations;
- bringing **is-governancemeasures**;
- **improving accountability** in India's corporate sector.

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Companies Act 2013 – Introduction

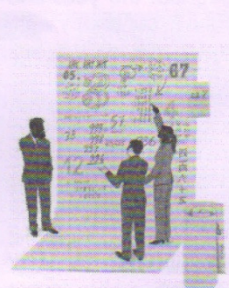
- passed by the **Lok Sabha** on 18 Dec 2012;
- passed by the **Rajya Sabha** on 8 Aug 2013, without any modification;
- received **President's assent** on 29 August 2013;
- **replaces** around 60 year old Companies Act, 1956 and becomes the **Companies Act, 2013**;
- **fine print** to be defined by **Rules**, currently available on MCA website;
- **simple yet complex** - sections reduced from 650+ to 470, however, **over 300 places** in the Companies Act, 2013 where it mentions of **rules**;
- expected to be **implemented in phases**- provides flexibility for different effective dates for different sections;
- **98 Sections notified** with immediate effect.

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The Companies Act 2013:

- The dawn of a new era

Accounts, Audit and Auditors



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Accounts

Key changes

- **31 March** to be the mandatory financial year-end (except for the purpose of **aligning the financial year** with that of holding / subsidiary companies incorporated outside India, with **prior approval** of the NCLT);
- **Consolidation** mandatory for all companies with subsidiaries;
- The 2013 Act prescribes the **format** (similar to existing revised schedule VI of the Act) for preparation of **CFS**;
- Requirement to show **minority interest separately** within equity on the balance sheet.

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Accounts

Analysis (Contd)

- The requirement to present **minority as part of equity** is currently **not existing** under the existing Indian accounting practices. However the **international practices are consistent** with the 2013 Act.

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Accounts

Key changes

Restatement of Financial statements

- Court or NCLT may order **re-opening and re-casting** of financial statements upon application by Central Govt. or any other statutory body;
- **Mandatory restatement**: in case of **fraud** and when **Court or Tribunal** passes an order for restatement;
- **Voluntary restatement** can be done to comply with accounting standards with the **approval of the tribunal**;
- **Directors** may prepare revised financial statements or board's report for any of the **3 preceding FYs** after obtaining approval of NCLT.

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Accounts

Analysis

- The 2013 Act **eliminates** the current flexibility in having a financial year **different than 31 March**, as well as in making amendments to the year-end to suit requirements;
- **Consolidation for all companies**, including intermediate companies is onerous. Internationally, the requirements apply only to **listed companies**;
- The **existing** Indian and international accounting practices **do not require** preparation of CFS when the Company has investments only in **associates and joint ventures** (no subsidiaries).

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Accounts

Draft Rules

- **Consolidation requirement** apply even when exempted by accounting standards for the reason of **immediate parent being outside India**;
- Listed companies and public companies, having **net worth more than INR 10 crore**, given a choice of sending financial statements to members by **electronic mode**.

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Accounts

Estimated useful life

- The threshold for minimum useful life of fixed asset has been **removed** and a list for **indicative useful lives** has been prescribed.
- Any **variation** from the useful life of an asset needs to be **justified**.
- **No transition period** provided and the change needs to be applied prospectively.
- If on the date of implementation of the 2013 Act there is no useful life left for an asset with carrying value on transitioning, the same may be adjusted through opening reserves.

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Accounts

Analysis

Restatement

- Restatement in line with **international standards**;
- Further **SEBI requires** companies to restate financial statements in case of **justified audit qualifications**.

Estimated useful life

- For a certain class of companies, the useful life **shall not** normally be different than that as indicated in the 2013 Act;
- **Deviations** are allowed but would need to be justified.
- Other companies are **not permitted** to have a useful life which exceeds the prescribed/indicated life. May lead to different useful life for same asset by similar companies.

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Audit and Auditors

Key changes

Tenure & Re-appointment of Auditors

- Auditors appointed in **AGM** to hold office from the conclusion of that meeting until the conclusion of the **ensuing sixth AGM**(subject to ratification by members at every AGM);
- An auditor / audit firm is **eligible** for re-appointment after expiry of **5 years** since completion of the previous tenure;
- An audit firm having **common partner(s)** with another firm which has **completed its term** is not eligible for re-appointment for a period of **five years** from the completion of the other firm's term.

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Audit and Auditors

Analysis

- The auditor's tenure will be **protected for 5 years** as there are stringent provisions on removal of auditors;
- While rotation affects the long-term continuity of the company-auditor relationship, the **5 year** appointment, brings in **stability** for a limited period;
- The **Tribunal's authority** to **change** the auditor and consequent **ineligibility**, to act as an auditor, is quite **punitive** and could be **disruptive** to the audit profession.

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Accounts

Draft rules

- In case of **revision** of financial statements and where there has been a **change in auditor**, **consent** will be required from previous auditor for the said revision.

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Audit and Auditors

Key changes

Tenure & Re-appointment of Auditors

- The individual or firm, against whom an order is issued by the Tribunal for any **fraudulent activity**, shall **not be eligible to be appointed** as auditor of any company for **five years** in addition to other **penal actions**;
- As per the 2013 Act, **before the expiry** of the term of appointment, the company may **remove** the auditors (subject to **special resolution** and prior approval from **Central Government**) and the auditors, as well, have the **right to resign**.

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Audit and Auditors

Draft rules

- Rotation requirements apply **retrospectively** i.e. period prior to the commencement of the 2013 Act, included in computing 5/10 consecutive years;
- Incoming auditor/audit firm **disqualified** for appointment, if **associated with** the outgoing auditor/audit firm under the **same network** of audit firms or operating under the **same trade mark or brand**.

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Audit and Auditors

Key changes

Mandatory rotation

- In case of listed companies (or a company belonging to such class or classes of companies as may be prescribed) the **term of appointment** of an individual auditor / an audit firm is restricted to a period of **5 years/ 10 years**;
- An auditor / audit firm should **mandatorily rotate** at the expiry of the term. Shareholders can mandate:
 - more frequent** rotation of audit partner and team;
 - audit can be conducted by **more than one auditor** (joint audit);
- **Transition period of 3 years** provided to comply with the requirement of mandatory rotation of auditor.

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Audit and Auditors

Draft Rules

- Auditor rotation mandatory for **all companies**, except for One Person Company and Small companies.

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Audit and Auditors

Key changes

Whistle blower-Fraud Reporting

- The 2013 Act provides that the auditor should **immediately inform the Central Government** if he has **reason to believe** that an offence involving fraud is **being or has been committed** against the company by its officers or employees

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Audit and Auditors

Analysis

- Mandatory rotation is expected to **change the Indian audit market structure** significantly as several companies have retained their auditors for more than 10 years;
- Mandatory rotation could possibly **result in both positive and negative influences** on the quality of the **financial reporting** processes and on overall **audit quality**;
- **Moves away** from international practice of only mandatory partner rotation and will be an **implementation challenge**.

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Audit and Auditors

Key changes

Eligibility

- The new Act proposes that a firm wherein a **majority of the partners** practicing in India are **qualified for appointment**, may be appointed to be an auditor of a company;
- Where a firm, including a Limited Liability Partnership ('LLP'), is appointed as an auditor of a company, **only partners, who are chartered accountants** are permitted to **act and sign on behalf of the firm**.

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Audit and Auditors

Analysis

- The introduction of **LLP as an auditor** and ability to **operate with partners** who are not Chartered Accountants is a **welcome change** and in line with international practices. This will also pave the way for **multi-disciplinary partnership firms**
- The term "Fraud" as defined under the 2013 Act is very wide and perhaps encompasses **every act of omission or commission** It will be interesting to understand how these requirements **will work** considering that auditors are also the **gatekeepers** of the accounting and internal controls of the company.

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Audit and Auditors

Draft Rules

- For fraud reporting by auditors, the **materiality threshold** defined - report to Central Government if fraud is happening **frequently** or amount involved is **not less than 5% of net profits or 2% of the turnover**.

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Audit and Auditors

Key changes

Additional disqualification for auditors:

- Holding interest greater than specified amount.
- A person who has been convicted by a court of an offence involving fraud and a period of ten years has not elapsed from the date of such conviction;
- Any person whose appointment will result in the person being the auditor of more than twenty companies

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Audit and Auditors

Draft Rules

- For auditor's disqualification with respect to business relationships, the term 'business relationships' is defined to construe **any transaction** entered into for a commercial purpose.

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Audit and Auditors

Key changes

Additional disqualification for auditors:

- Any person who has a **business relationship** with the company / its subsidiary / its associate / its holding company / subsidiary or associate of its holding company.
- Whose **relative** is a non-executive / executive director / key managerial personnel of the company.
- Who is in **full time employment** elsewhere.
- Whose appointment will result in the person being the auditor of **more than twenty companies**; and
- Whose **subsidiary or associate** or any other form of entity is engaged in providing **non-audit services** as on the date of appointment (non-audit service disqualification).

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Audit and Auditors

Analysis

- Some of the disqualifications seem to be **quite punitive** and may be **difficult to implement**;
- The current language appears to be **including routine business transactions** at an arm's length or even **immaterial transactions**, which may have no effect on the company-auditor relationship;
- It is not clear whether a person / firm engaged in providing **non-audit services** is disqualified to be the auditor of **any company** or only the company to which such **non-audit services are rendered**;
- The non-audit services may be provided in the **year of the appointment** without affecting eligibility provided the **engagement is terminated**, prior to appointment date.

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Restrictions on Auditors

Key changes

Restriction on audit limits

- Limit on number of companies that can be audited by a firm: **20 per partner** (including private companies);
- Provisions prohibit auditors of a company to render **non-audit services** to an audit client (or its **holding company** or its **subsidiary company**)

Restriction on services

- Severe restrictions on providing non-audit services, directly or indirectly **include**:
 - accounting and book keeping services;
 - internal audit;

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Restrictions on Auditors

Restriction on services

- design and implementation of any financial information system;
- actuarial services;
- investment advisory services;
- investment banking services;
- rendering of out sourced financial services; and
- management services.

- **One year** from the date of enactment of the 2013 Act

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Restrictions on Auditors

Analysis (Contd)

- The risks associated with the audits **increase significantly** and have a severe impact on the cost of **professional indemnity** insurance and hence **costs of audits**.

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NFRA

Class action suits

- Will allow a **requisite number** of members or depositors with common interest, in a matter, to **file an application** in the National Company Law Tribunal ("NCLT") against the company / its management / its auditors or a section of its shareholders for **damages or compensation** if they are of the opinion that the management or conduct of the affairs of the company are being **conducted in a manner prejudicial to their interest**.

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Restrictions on Auditors

Analysis

- **No restrictions** based on nature/size of the companies and **private companies** will also be considered for calculating the limit of twenty audits per partner;
- Whilst the provision of some **non-audit services** to audit clients can **pose a risk**, the **objectivity** of auditors is not compromised by providing non audit services to audit clients or their holding companies provided that auditors comply with **independence standards**;
- Scope of service **restrictions** significantly **hamper the ability** of auditors to provide valid non-audit services that **don't impact independence**.

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NFRA (National Financial Reporting Authority)

Key changes

National Financial Reporting Authority (NFRA)

- Monitor and enforce **compliance** with accounting and auditing standards;
- Oversee the **quality of service** of the profession;
- Not merely an **advisory body** but will have power to **investigate matters** of professional misconduct by CA's or firms;
- **No other body** shall initiate proceedings in matters where investigation initiated by NFRA;
- Will have the **powers vested in a Civil Court** while trying a suit.

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NFRA

Analysis

- The constitution of the NFRA will bring in a significant change to the **current structure** of standard setting regulations;
- In the **absence of** significant anti-abuse provisions in the implementation of class action suit rules, **this can be misused**;
- The **new risks and liabilities** will enforce **more responsibility** into the role of an auditor.

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NFRA

Draft Rules

- Draft National Financial Reporting Authority Rules, 2013 released and NFRA structure to have Committees on Accounting Standards, Auditing Standards and on Enforcement;
- NFRA shall undertake investigation or conduct quality review of audit of following class of companies:
 - Listed Companies;
 - Unlisted companies with net worth or paid up capital of not less than INR 500 crores or annual turnover not less than Rs.1,000 crores as on 31st March of immediately preceding financial year; or
 - Companies having securities listed outside India

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Audit and Auditors

- Where, in case of audit of a company being conducted by an audit firm, it is proved that the partner(s) have acted in a fraudulent manner:
 - imprisonment for a term not less than six months and may extend upto 10 years, provided that where the matter involves public interest, the minimum term will be 3 years; and
 - fine for an amount ranging between 1 and 3 times the amount involved in the fraud.
- High penalties in case a certain specified person (director, promoter, experts and auditor) has provided misleading information and people have acted on such information;

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Audit and Auditors

Analysis (Contd)

- Also, the reference by an expert or advisor or consultant is very broad and vague and could result in wide and unintended interpretations of the intent of the clause

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Audit and Auditors

Key changes

Penalties & Prosecution

- In case if the auditor has contravened any of his duties, he shall be punishable as below:
 - required to refund the remuneration;
 - pay damages to the company, statutory bodies / authorities or any other person for losses arising of incorrect or misleading statements in his audit report;
 - pay a fine which shall not be less than INR 25,000 but which may extend to INR 5 lakh;
- Where, in case of audit of a company being conducted by an audit firm, it is proved that the partner(s) have acted in a fraudulent manner:

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Audit and Auditors

Analysis

- The terms mentioned in the Act like "intention to deceive" or 'improper or misleading statement of particulars', etc. are vague and subject to wide interpretation resulting in unnecessary litigations;
- Potential unlimited liability on auditor may result in adverse impact on auditing profession and may give rise to long disputes and increased audit costs;
- Also there could be an unlimited liability to the firm for an act of a partner and this seems to be a disproportionate punishment for an individual act;
- This requirement results into auditor's being held liable to every person and the liability is not limited to his involvement and work performed.

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Auditors' report

Key changes

Reporting Requirements

- The Act includes following additional matters for auditor reporting;
 - adequacy of the internal financial controls' system and the operating effectiveness of such controls;
 - any qualification, reservation or adverse remark relating to the maintenance of accounts and other matters connected therewith;
 - any fraud by officers or employees on the Company (immediate reporting to CG) is being or has been committed.

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Auditors' report

Key changes (Contd)

Reporting Requirements

- For **listed entities**, in the director's report, the 2013 Act **requires directors** to provide a similar report on **internal financial controls**.

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Auditors' report

Analysis

- The auditors are subjected to **wider and onerous responsibility** of providing a **comfort on internal controls** and on **operational effectiveness** of the conduct of the business, in addition to the true and fair opinion on financial statements;
- Scope of audit inquiries / testing may **no longer be restricted to financial information** and may include more **qualitative operational assessments** as well. It is **not yet clear** as to what 'Other matters connected herewith' may include;
- Concept of **materiality** in reporting frauds **exists**;

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Auditors' report

Analysis (Contd)

- For **unlisted entities**, the requirements related to **reporting on internal financial controls** apply only to **auditors and not to the directors** which is **inconsistent** with the company's / directors' primary responsibility for implementing such controls.

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Auditors' report

Draft Rules

- Additional comment** in auditor's report - **disclosure** of the effect of **pending litigations**, provision for **foreseeable losses** on long-term contracts and delay in depositing money into the **Investor Education and Protection Fund**;
- For reporting of fraud by auditors, the **materiality threshold** defined- report to Central Government if fraud is **happening frequently** or amount involved is not less than 5% of net profits or 2% of the turnover.

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Accounts, Audit and Auditors

Key changes

Other audits

- Internal audit** and **Secretarial audit** - **mandatory** for listed and prescribed classes of companies
- Cost audit** has been mandated for specified class of companies

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Accounts, Audit and Auditors

Analysis

- Mandatory internal audit requirement will **strengthen** the system of internal controls in the wake of recent corporate frauds
- Mandatory secretarial audit report would be a **good measure to ensure compliance** with legal requirements as any adverse comment in the report could have significant impact from a regulatory perspective

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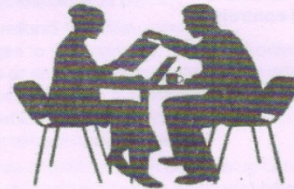


Accounts, Audit and Auditors

Draft Rules

- Internal audit made **mandatory** for listed companies, public companies with paid up share capital of **INR 10 crore** or more or outstanding loans or borrowings exceeding **INR 25 crore** or with acceptance of deposits of **INR 25 crore** or more at any point of time during the last financial year;
- Secretarial audit made **mandatory** for every listed company and every public company having a paid-up share capital of **INR 100 crore**.

Thank you!



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URGENTLY REQUIRED

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Article Assistants**

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**FOR INFORMATION
OF THE MEMBERS**

**Subject : Extension of last date
“for complying with the CPE
hours requirement for the
block period 2011- 2013” -
from 31st December, 2013 to
31st March, 2014**

This is for kind information of the members that
it has been decided to extend the last date for
complying with the CPE hours requirement for
the block period 2011-2013 - **from 31st
December, 2013 to 31st March, 2014**

**Secretary
CPE Committee of ICAI
UNSTRUCTURE CPE HRS LNK
www.cpeicai.org**





Past Events December 2013

S. No	Date	Programme Type	Topics	Speakers	Venue	No. of Part.	CPE Hrs.
1.	01/12/2013	CAPL	CAPL -2013 FINAL MATCH	Chief Guest: CA. Jaydeep Shah, Past President, ICAI	Ambedkar College Ground	300	--
2.	01/12/2013	WICASA	Champions Trophy-2013		Reshim Bag Ground	150	--
3.	01/12/2013	WICASA	CPT MOCK TEST		ICAI Bhavan	85	
4.	02/12/2013	Training Programme	GMCS-1 (10 th Batch)		Vidrabha Hindi Sahitya Sammelan	50	--
5.	02/12/2013	Training Programme	Information Technology Course (150th Batch)		ICAI Bhavan	40	--
6.	02/12/2013	Training Programme	Information Technology Course (151th Batch)		ICAI Bhavan	40	--
7.	02/12/2013	Training Programme	Information Technology Course (152nd Batch)		ICAI Bhavan	39	--
8.	03/12/2013 To 08/12/2013	WICASA	One Day Revisionary Classes for CPT 1.Economics 2.Accounts(Company Accounts, Joint Venture, Consignment) 3.Accounts (other Part) 4.Law 5.Maths 6.Statistics	CA. Sheetal Sarda Mr. Virag Mitkary Mr. Abhijeet Bandopadhyay CA. Pinkesh Thakrani Mrs. Sonita Batra CA. Sumit Sarda	ICAI Bhavan	140	--
9.	06/12/2013	Teleconference	CPE Tel. con. on "Companies Act- 2013"		ICAI Bhavan	62	2Hrs
10.	06/12/2013	Seminar	Half Day Seminar on NBFC Topic: Regulatory Framework for NBFC	CS. Marotrao Jawanjar Nagpur	ICAI Bhavan	185	2HRS
11.	07/12/2013	Seminar	Half Day Seminar on Stock Audit Topic: Various Aspect & Procedures in Stock Audit	CA. Prasad Dharap Nagpur	ICAI Bhavan	210	2Hrs
12.	07/12/2013	WICASA	Industrial VISIT		Sapce Wood Mahindra & Mahindra	52	--
13.	08/12/2013	WICASA	Seminar on How to Face CPT Exams	CA. Pawan Sarda CA. Mayank Kothari	ICAI Bhavan	98	--
14.	13/12/2013 To 14/12/2013	Seminar	All Vidrabha Conclave on Professional Enrichment 1. Growth of Small & Medium Practitioners- Road Ahead 2. Overlap of VAT & Service Tax- Related Issues 3. Service Tax- Issues arising out of Reverse Charge Mechanism 4. Auditors Roles and Responsibilities under New Companies Act. 5. Moving towards IFRS Converged Standards and Schedule VI 6. HUF – Taxation and Tax Planning 7. Important Issues under Wealth Tax Act & Important points to be considered while Drafting Documents.	Chief Guest : Shri Anil Sole, Hon. Mayor Municipal Corporation Speakers : CA. Uttam Prakash Agrawal, Past President, ICAI CA. Sunil Gabhawalla, Mumbai CA. Naresh Sheth, Mumbai CA. Khushroo Panthaky, Mumbai CA. Yagnesh Desai, Mumbai CA. Harish Motiwala, Mumbai CA. C.N. Vaze, Mumbai	Hotel Centre Point	744	12 Hrs





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15	13/12/2013	WICASA	Interactive Meet on Importance of practical Training for CA students & CA – The Ocean of opportunities	CA. Uttam Prakash Agrawal Past President, ICAI	ICAI Bhavan	85	--
16	13/12/2013	WICASA	Career Counseling Programme How to pursue CA Course	CA. Sandeep Jotwani Chairman WICASA	Bhartiya Vidya Bhavan	200	--
17	14/12/2013	WICASA	Full Day seminar on VAT Audit Topics: 1.Introduction to MVAT Audit 2.FORM No. 704 3.E-filing of Report & Related Issues	Chief Guest : CA. Julfesh Shah, RCM Speakers : CA.R.K.Ganeriwala CA. Vinod Hassani CA. Alka Gehi	Vidrabha Hindi Sahitya Sammelan Hall	100	--
18	15/12/2013	WICASA	WICASA Participated in Run for Unity	Chief Guest: CA. Julfesh Shah, RCM	Sardar Vallabh bhai Patel Square, Ghat Road Nagpur	75	--
19	15/12/2013	WICASA	SEMINAR ON PROJECT FINANCING Topics: 1.Financial New projects 2.Alternate modes of Funding	Chief Guest : CA. Julfesh Shah, RCM Speakers : CA. Sitaraman Iyer CA. Sagar Mitkary	ICAI Bhavan	66	--
20	15/12/2013	Training Programme	GMCS-1 (11 th Batch)		Sai Krupa Mangal Karyalaya	50	--
21	15/12/2013	Training Programme	GMCS-1 (12 th Batch)		Sai Krupa Mangal Karyalaya	50	--
22	17/12/2013	Delegation Meet	Practical Difficulties in availing benefits under PSI 2013 – WIRC of ICAI submits representation to Principal Secretary (Industries) Shri Apurva Chandra (IAS)*	Led by : CA. Julfesh Shah, RCM Presented by: CA. Swapnil Agrawal, Chairman		4	--
23	17/12/2013	Teleconference	Forensic Audit		ICAI Bhavan	57	2 Hrs
24	19/12/2013	WICASA	Joint Seminar with AKS University , Satna 1. Understanding the importance of Auditing	Chief Guest Dr. B.S. Soni, Chancellor, AKS, University, Satna .Speaker : CA. Sandeep Jotwani	AKS University, Satna	150	--
25	19/12/2013	WICASA	Joint Seminar with AKS University , Satna 1. Professional opportunities for Chartered Accountants	Speaker : CA. Swapnil Ghatge	AKS University, Satna	150	--
26	21/12/2013	WICASA	WICASA Vidarbha Level Outdoor Sports Fest Basket Ball Volleyball Kho-Kho	Chief Guest : CA. Sudhir Surana, Past Chairman Nagpur Branch	Dhanwate National College	160	--
27	22/12/2013	WICASA	WICASA Vidarbha Level Indoor Sports Fest Badminton TableTennis, Carrom Chess, Kabbadi	Chief Guest : Dr. Vijay Santan Dy. Director, Div. Sports Complex, Nagpur	Indoor Sports Sadium Mankapur, Nagpur	160	--
28	23/12/2013	Delegation Meet	ICAI Nagpur Delegation Meets PVR Reddy, Commissioner Central Excise and Customs – Demands Extension of VCES	Led by: CA. Swapnil Agrawal, Chairman	Office of Customs & Central Excise		--





29	24/12/2013	Teleconference	Taxability of Collaboration & Joint Development Agreement in Real Estate & Taxability of Foreign Remittances		CA. Sunil Arora CA. Munish Mehta	50	2Hrs
30	25/12/2013	Seminar	Seminar on Direct Taxes 1. Assessment of Hawala Transactions under Direct Taxes 2. Taxation of Real Estate Transaction (Direct Tax Perspective) Covering section 43, CA,56 (2) & 194 (IA) of Income Tax Act	Chief Guest: Shri Sudhakar Deshmukh, MLA Speakers : CA. Bhupendra Shah Mumbai CA.P.C. Sarda	Hotel Centre Point	357	6 Hrs
31	26/12/2013	Felicitation	Felicitation of Shri R.K. Gupta CCIT, Vidarbha Region	By: CA. Swapnil Agrawal, Chairman	Aykar Bhavan	7	—
32	27/12/2013	WICASA	Joint Seminar with Gondwania University 1. Career Opportunities in Chartered Accountancy	Speaker: CA. Sumit Sarda	Janta Mahavidyalaya Chandrapur	85	—
33	27/12/2013	WICASA	Joint Seminar with Gondwania University 1. Career Opportunities in Chartered Accountancy	Speaker: CA. Rajgopal Sanghai	Sardar Patel College, Chandrapur	120	—
34	27/12/2013	WICASA	Education Tour		WCL Vani Urjagram	28	—
35	28/12/2013 & 29/12/2013	WICASA	Youth Festival 1. Personality Contest 2. Dare Devils 3. One Minute Games 4. Sun Burn 5. Snake & Ladder 6. Live Share Market 7. Spontaneity 8. Paint Ball 9. Foos Ball	Chief Guest : CA. Jaydeep Shah Past President, ICAI CA. Subodh Kumar Agrawal, President, ICAI	South Central Zone Cultural Centre, Civil Lines Nagpur	458	—
36	29/12/2013	Seminar	Seminar on MVAT Audit 1. VAT Computation & Assessment of Builder & Developer 2. Set off and Refund under MVAT Law 3. Important issues and Recent updates on MVAT Audit	Chief Guest : Shri Nitin Gadkari Former President, BJP Guest of Hon. CA. Subodh Kumar Agrawal, President, ICAI Speakers : CA. Deepak Thakkar CA. Bharat Gosar CA. Rajendra Bhutada	Hotel Pride	441	6 Hrs
37	29/12/2013	Felicitation	Felicitation of Shri Nitin Gadkari, Former President, BJP	At the Hands of CA. Swapnil Agrawal Chairman	Hotel Pride	441	—
38	29/12/2013	Felicitation	Felicitation of CA.Subodh Kumar Agrawal Hon. President, ICAI	At the Hands of CA. Swapnil Agrawal Chairman	Hotel Pride	441	—
39	29/12/2013	Press Meet	Press Meet with Hon. President, ICAI	CA. Subodh Kumar Agrawal, President, ICAI CA. Jaydeep Shah, Past President, ICAI, CA. Prafulla Chhajed, CCM CA. Julfesh Shah, RCM CA. Swapnil Agrawal, Chairman	ICAI Bhavan	25	—





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40	29/12/2013	Meeting	Managing Committee Meeting With Hon. President, ICAI And CA. Prafulla Chhajed, CCM		ICAI Bhavan		--
41	29/12/2013		Address to GMCS Batch & ITT Batch	CA. Subodh Kumar Agrawal,	ICAI Bhavan	200	--
42	31/12/2013	WICASA	Educational Tour	Chief Guest : Shri Nitin Gadkari Former President, BJP Guest of Hon.	Income Tax Department Aykar Bhavan, Nagpur	30	--
43	31/12/2013	WICASA	Educational Tour		Central Board of Customs & Excise, Nagpur	30	--
44	31/12/2013	WICASA	Educational Tour		Sales Tax Department	30	--
45	31/12/2013	WICASA	Tree Plantation		Lendra Park, Ramdaspath, Nagpur	25	--



Proposed Forthcoming Events January 2014

Date	Time	Topic	Speaker	CPE	Venue
05/01/2014	9.00 pm	Pleasure Picnic at The Empyrean Kothewada	--	--	The Empyrean Kothewada Nagpur
09/01/2014	6.00p m	Felicitation & Address on Appeals & Revision under Income Tax Act	Shri R K. Gupta CCIT, Vidarbha Region	2 Hrs	ICAI Bhavan
17/01/2014		Managing Committee		--	ICAI Bhavan
18/01/2014	6.15 pm	Joint Programme with VMA	Mr. Ranjit Dual Ex. IB Chief	--	Deshpande Hall
25/01/2014		Inter Department Sports Meet		--	
26/01/2014		Indoor Sports Festival		--	
28/01/2014		WICASA Election		--	ICAI Bhavan
29/01/2014		International RRC		--	Nepal
21/22/23/01/2014		Workshop on Advance features of Excel	Eminent Speaker	6 Hrs.	ICAI Bhavan
22/01/2014 to 05/02/2014		GMCS	Eminent faculty	---	ICAI Bhavan





Synopsys of ICAI - National Updates

- The accountancy function continues to play a strategic role as an enabler of economic growth. In order to take forward this mandate, ICAI had constituted a Study Group on Indian Economy. The focus of the Group is on the Qualitative Assessment of the Macro-Economic Developmental indicators pertaining to trade, globalization, monetary management fiscal prudence, financial reforms, trade as a tool for development.
- A study group was constituted by ICAI to study the issues relating to formation of LLP CA firms and formation of multi-disciplinary partnerships and suggest the solutions thereto.
- ICAI recently submitted representations to Ministry of HRD regarding relaxation in requirements for Chartered Accountants to appear in NET/SLET and for pursuing Ph.D and Capacity Building of officials of educational institutions.
- Department of Public Enterprises, Ministry of Heavy Industries & Public Enterprises had asked ICAI to arrange workshops on CSR Accounting and Auditing for State and Central level enterprises across India in view of problems arising in accounting and auditing of CSR funds.
- The Ministry of Rural Development (MORD) had sought assistance from ICAI for auditing of more than 2,50,000 Gram Panchayats in connection with MNREGA Scheme. ICAI had submitted a proposal to Ministry of Rural Development for implementation of limited review of Gram Panchayats in respect of Mahatma Gandhi National Rural Employment Guarantee Act (MGNREGA) to be carried out by Chartered Accountants.
- Securities and Exchange Board of India (SEBI) had sought support from ICAI's FRRB to review the audit qualification of the listed enterprises. The SEBI had set up a Qualified Audit Report Review Committee (QARC). Its role is to guide SEBI in processing the qualified annual audit reports, FRRB will assess the materiality of the qualification contained in auditor's report, based on which QARC may even direct the entity to restate its books of accounts.
- Besides other initiatives being undertaken for the members, ICAI continues to address the concerns of Small and Medium Practitioners (SMPs) and focus on their Capacity building through skill development initiatives. ICAI provides Institutional Framework Enhancement to develop SMPs. The ICAI would work towards fostering collaborations between SMPs and relatively larger firms.
- ICAI has recently constituted a Group to consider issues relating to equitable audit allotments, development of a mechanism to control tendering system and introduction of ceiling on number of concurrent audit of banks per firm.
- ICAI has recently revised the syllabi of few subjects of IPC and Final Examinations.
- e-Learning Facility for the Final Course was launched on the Students Learning Management System (LMS) (<http://StudentsLMS.icaai.org>).





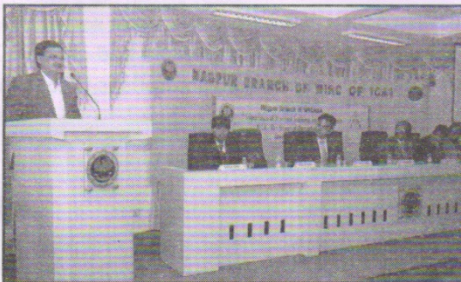
WICASA VISUAL RIDES



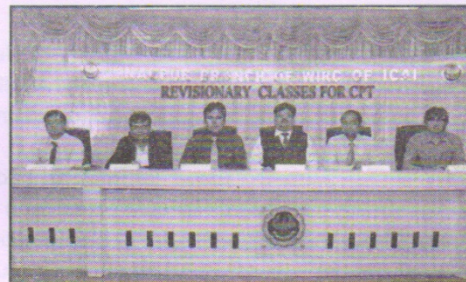
Full Day Seminar on VAT Audit- CA. Julfesh Shah, RCM
inaugurating the Seminar by lighting the traditional lamp



Seminar on Project Financing- CA. Julfesh Shah, RCM
inaugurating the Seminar by lighting the traditional lamp



CA. Uttam Prakash Agrawal, Past President, ICAI
addressing at interactive meet with students



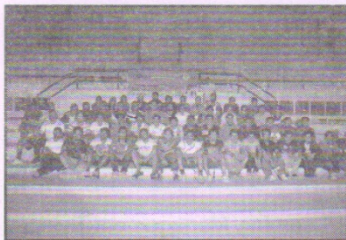
Inauguration of CPT Revisionary Classes-
Chief Guest CA. Julfesh Shah, RCM



Group Photograph of Chorus-2013



Vidarbha Level Outdoor Sports Fest- CA. Sudhir Surana,
Past Chairman- Chief Guest



Group Photograph of Vidarbha Level Indoor Sport fest



Group Photograph of Industrial Visit



Group Photograph of Education Tour at
Income Tax Department, Nagpur





VISUAL RIDE OF PAST EVENTS



Felicitatlon of Shri Nitinji Gadkari, Former President, BJP
at the hands of CA. Swapnil Agrawal, Chairman



Felicitatlon of CA. Subodh Kumar Agrawal, Hon. President, ICAI
at the hands of CA. Swapnil Agrawal, Chairman



Seminar on MVAT Audit, inaugurating
by Shri Nitin Gadkari, Former President, BJP – Chief Guest
and CA. Subodh Kumar Agrawal, Hon. President, ICAI Guest of Hon.



Press Meet with Hon. President, ICAI



Welcome of Hon. President, ICAI by Mr. Vinod Karale Branch Incharge



Felicitatlon of Shri. R. K. Gupta, Hon. CCIT, Vidarbha

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The views expressed in the newsletter are those of the individual contributors and not necessarily those of the Nagpur Branch of WIRC of ICAI.
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