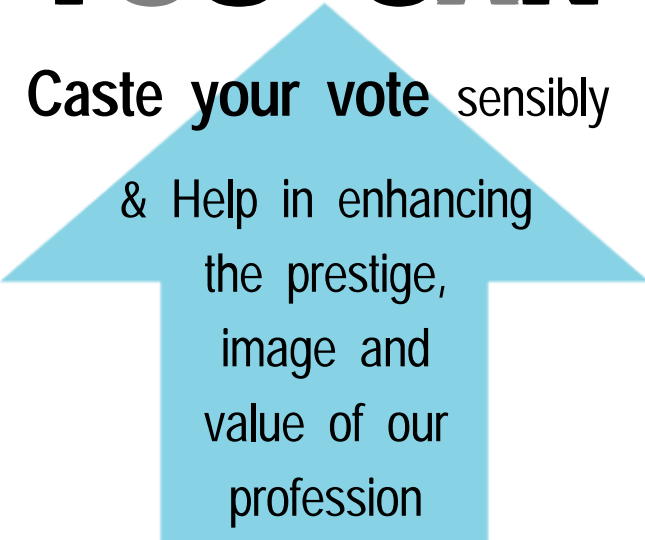


# ICAI ELECTIONS

December 2009


◦ **YOU CAN**

**Caste your vote** sensibly



& Help in enhancing  
the prestige,  
image and  
value of our  
profession

**or**



stay away  
from Elections  
and continue  
to see the  
downward trend  
in the quality of  
governance

**However, thereafter, you have no  
right to complain and lament.**

**The choice is YOURS !**

We hope that you will rise to the  
occasion this time.

Issued by BCAS in the interest of the CA profession



## Indirect Tax and Allied Laws C O M M I T T E E

Chairman : Pranay Marfatia  
Convenors : Toral Mathuria  
Suhaz Paranjpe

### Half-day Workshop on MVAT Audit — Reporting in New Form 704

MVAT audit is the new area of professional practice for Chartered Accountants requiring adequate understanding of clauses in New Form 704. Once again Form 704 has been amended.

In order to understand various intricacies and new clauses and their implications in the report submitted, this half-day workshop has been organised. The members are requested to enrol and take advantage of the knowledge and experience of eminent faculty.

**Day and date :** Saturday, 31st October, 2009

**Time :** 9.30 a.m. to 1.30 p.m.

**Venue :** Gulmohar Hall at BCAS

**Fees :** Rs.520 for a member and Rs.620 for a non-member (Fees cover contribution of Rs.20 to BCAS Foundation, cost of study material if any, tea and snacks).

**Faculty :** Govind Goyal, *Chartered Accountant*  
Janak Vaghani, *Chartered Accountant*  
Parind Mehta,\* *Chartered Accountant*

\* Subject to confirmation

Enrolment form is printed on page 8.



### Forthcoming Study Circle Meetings

Venue : BCAS Conference Hall, BCAS

<i>Study Circle/Group</i>	<b>Information Technology</b>
<i>Day, Date &amp; Time</i>	Monday, 26-10-2009, 6.15 p.m.
<i>Subject</i>	Data analysis with the help of SQL
<i>Speaker</i>	Dipesh Vora, <i>Chartered Accountant</i>
<i>Convenors</i>	Kamlesh Doshi, Sanjay Chokshi
<i>Study Circle/Group</i>	<b>Indirect Tax Laws</b>
<i>Day, Date &amp; Time</i>	Tuesday, 27-10-2009, 6.15 p.m. to 8 p.m.
<i>Subject</i>	Recent Decisions in Service Tax
<i>Speaker</i>	Bharat Raichandani, <i>Advocate</i>
<i>Convenors</i>	Rajkamal Shah, Suhaz Paranjpe

(Continued on page 7)



# BCAS

For Members only. For Private Circulation only. Price : Rs.10

# Newsletter

A monthly newsletter of the Bombay Chartered Accountants' Society

Vol. 12 No. 7

*Harnessing Talent and Providing Quality Service*

October 2009

## Vice-President's Communiqué . . . ✍️

Dear Members,

When I was in fifth class, my teacher used to tell us: "Work while you work, play while you play, it is the way to be happy and gay". After over three decades, I not only remember this proverb, but also relate to it. After hectic schedule during September, it is time for CAs to relax. However, most of us ignore this essential faculty of relaxing. We have become such workaholics that we have almost forgotten how to relax with the result that life drags us rather than our controlling it. It is therefore, time for all of us to relax, reflect and rejuvenate.

With the object of learning while relaxing in a refreshing environment, the flagship residential refresher course of the Society is planned at the exotic location in Gandhinagar, Gujarat, in the second week of January 2010.

The lecture meeting on the subject of 'Transfer Pricing Audit — Documentation and Benchmarking in the background of Recent Assessments/Decisions' on 9th September was well attended as well as well received.

The sixth Nani A. Palkhivala Memorial Lecture organised by Nani A. Palkhivala Memorial Trust in association with the Bombay Chartered Accountants' Society and the Forum of Free Enterprise was addressed by Mr. P. Chidambaram, the Hon'ble Union Home Minister on the subject of 'The emerging Challenges to Civil Society' on Monday 5th Oct. 2009. On the same day in the afternoon, members of the Society had the privilege to interact with Ms. Aruna Roy, a noted social activist and recipient of the prestigious Nani A. Palkhivala Award in Individual Category for Protection and Preservation of Civil Liberties.

A meeting of the convenors of Sub-Committees, Study Circles and Study Groups was held on 7th October 2009, which was quite interactive. The Society's office-bearers have taken a lot of new initiatives to systematise organising of events and streamlining back office support to the convenors.

It is learnt that many representations have been made against the Direct Tax Code from cross sections of the society. The BCAS has also finalised a detailed representation on the DTC. Readers are requested to pen their thoughts, suggestions on the Code and forward the same to the Union Finance Minister. Of late, compounding offences under the Foreign Exchange Management Act (FEMA) has become a difficult task with RBI demanding huge amounts as compounding awards. The Society, jointly with the Chamber

## Lecture Meetings

**Venue** : Rama Watumall Auditorium  
Kishinchand Chellaram College  
124, Dinshaw Wacha Raod,  
Churchgate, Mumbai-400020

**Day, Date & Time** : Wednesday, 25th November 2009, 5.15p.m.\*

**Speaker** : N. P. Sarda, Former President of the ICAI and eminent academician

**Subject** : Global Developments in IFRS  
(Refer to page 4 for details)

\*Fellowship over a cup of tea at 5.00 p.m.

**Venue** : Walchand Hirachand Hall, IMC,  
Churchgate, Mumbai-400020.

**Day, Date & Time** : Wednesday, 2nd December 2009, 6.15p.m.\*

**Speaker** : Vipul Joshi, Advocate

**Subject** : Penalties under the Income-tax Act  
— Recent Developments

\*Fellowship over a cup of tea at 5.45 p.m.

of Tax Consultants, has made a representation in this behalf to the Governor of the Reserve Bank of India.

Deepawali is yonder. It is one of the main festivals in India, celebrated to commemorate the victory of good over evil, i.e. Rama over Ravana. The epic 'Ramayana' is symbolic. Each one of us possesses good and evil qualities, both. We should fight constantly within to overcome evil through positive thoughts and actions. Every time we succeed in so doing, it is time to celebrate, is it not ?

This Deepawali, I pray to Him to light the lamp of knowledge in us to drive away the darkness of ignorance.

I extend to you Season's Greetings and Good Wishes.

There is more to life than increasing its speed.  
— Mahatma Gandhi

Yours fraternally,  
  
Mayur Nayak

President : Ameet Patel, 98200 54854; president@bcasonline.org Vice-President : Mayur Nayak, 93242 71980; vp@bcasonline.org Hon. Secretaries : Deepak Shah, 98201 48536; Nitin Shingala, 98200 57694; joint.secretary@bcasonline.org joint.secretary1@bcasonline.org Hon. Treasurer : Nandita Parekh, 98200 79682; treasurer@bcasonline.org

P	Half-day Workshop on MVAT Audit — Reporting in New Form 704 .....	31-10-2009 .....	Gulmohar Hall at BCAS .....	2	A
R	Half-Day Seminar on Information Technology – Changing ways, Fraud Detection and Data Mining .....	7-11-2009 .....	Gulmohar Hall, BCAS, Mumbai-400020. ....	7	A
O	A half-day seminar on Standards of Internal Audit .....	21-11-2009 .....	Conference Room at MCHI, Maker Bhavan II, 4th floor, New Marine Lines, Mumbai-400020 .....	4	G
G	In tandem with India Inc. — To brace the implementation of IFRS .....	25-11-2009 .....	K. C. College, Churchgate, Mumbai. ....	4	L
R	43rd RRC of BCAS .....	10th to 13-1-2010 .....	Cambay Spa and Resort, Gandhinagar, Gujarat ....	5	A
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S					

7, Jolly Bhavan No. 2, New Marine Lines, Mumbai-400020. Tel. Nos. : 66595601 to 05; Fax : 66595606 E-mail : bca@bcasonline.org; Website : www.bcasonline.org



## Accounting & Auditing

C O M M I T T E E

Chairman : Himanshu Kishnadwala  
Convenors: Abhay Mehta  
Himanshu Vasa  
Raman Jokhakar

## December 2009 — BCAS IFRS month

### In tandem with India Inc. To brace the implementation of IFRS

Stop for a moment and imagine the next 2 years! They bring wave of unprecedented material changes — new GST regime, new Companies Act, new Direct taxes Code, transition to IFRS, and more! This is the most exciting time — a time of opportunity and excitement.

Come 2011 and India will be amongst the 150 odd countries to adopt the International Financial Reporting Standards (IFRS). The language of accounting reporting will undergo a significant change. The question is — **Are we ready to be amongst the ranks of European Union, Australia and Singapore? Do we have the time, skills and resources to brace the inevitable change? Where do we stand? How long can we wait to learn the inevitable?**

**Falling in line with the IFRS will require effort** — first designing then disseminating and eventually learning a fresh curriculum, which has impeccable academic inputs. However, the countdown clock shows about 500 days before the first IFRS accounts to be published by thousands of entities and only about 150 days before comparatives have to start getting compiled.

At BCAS, we have realised the importance of the journey of conformity with IFRS. At BCAS we believe that the professionals will have to cultivate an edge and be the catalysts at this opportune time. Therefore, we thought of designating a month to IFRS, to focussed study & learning and meeting the challenge head on.

**December 2009** will be the **BCAS IFRS MONTH**, a month of exclusive events to impart practical education on IFRS, to bring a professional up to speed with nuances of IFRS and offer enabling trainings.

#### What is in STORE ?

##### (1) The inauguration

— A Lecture Meeting on Wednesday, 25-11-2009 at 5.15 p.m. at Rama Watumall Auditorium, K. C. College, 124, Dinshaw Wachcha Road, Churchgate, Mumbai, by Shri N. P. Sarada, Former President of the ICAI and eminent academician

##### (2) Study Circles Series

December 3rd, 10th & 29th 2009.

##### (3) Residential Study Course

December 17th to 19th 2009

This exclusive course will cover case studies on application of IFRS. We study issues on first time adoption, changes in presentation and

disclosure in Indian scenario, electives available on first time adoption, practical difficulties for Indian entities. The course will cover :

- Case Study of a Manufacturing Company's First Time adoption of IFRS
- Case Study of a Service Company's First Time adoption of IFRS
- Presentation Paper on XBRL

##### (4) Public debate — 'Is India ready for IFRS?'

On December 23rd 2009, with a panel of regulators, industry representatives and professionals.

##### (5) BCAS Journal — Special issue December 2009 with Articles on IFRS by distinguished experts.

Detailed announcement with venue, fees, speakers, etc. will follow shortly.

*Let's start at the very beginning . . . .*

### A half-day seminar on Standards of Internal Audit

Internal auditing has become a core practice area for Chartered Accountants. Our Institute (ICAI) has taken leadership in the area of Internal Auditing by formulating a series of Standards on Internal Audit, generally referred to as SIAs.

In this seminar, two experienced internal auditors will take us through the SIAs and also provide guidance on how to implement these standards in our internal audit practice. Understanding and complying with the standards at an early stage, even if the standards have not been made mandatory, will provide a definite lead to the internal auditor and will help him/her bring about improved quality, greater efficiency and consistency in the conduct of internal audits.

*Who should attend? :* Chartered accountants and students who are engaged in internal auditing and wish to improve the quality of their internal audit practice through understanding and implementing SIAs.

*Day & Date :* **Saturday, 21st November 2009**

*Time :* **9.30 a.m. to 1.00 p.m.**

*Venue :* **Conference Room at Maharashtra Chamber of Housing Industry, Maker Bhavan II, 4th floor, 18, V. Thackersey Marg, New Marine Lines, Mumbai-400020.**

*Faculty :* Nandita Parekh, *Chartered Accountant* and Ashutosh Pednekar, *Chartered Accountant*

*Fees :* Rs.520 (including course material, brunch & contribution of Rs.20 to BCAS Foundation) for members and students sponsored by members only.

Enrolment form is printed on page 8.



# 43<sup>rd</sup>

## Residential Refresher Course



Seminar and Public Relation Committee

Chairman: Uday V. Sathaye

Conveners: Narayan R. Psari, Rajeev N. Shah, Yatin K. Desai

The Seminar & PR Committee is happy to announce the 43<sup>rd</sup> Residential Refresher Course (RRC) at Cambay Spa and Resort, Gandhinagar, Gujarat from 10<sup>th</sup> to 13<sup>th</sup> January 2010. The venue is the first and finest Five Star SPA Resort of Gujarat, located in Gandhinagar, the capital city of Gujarat. It is situated in 20 minutes driving distance from the Ahmedabad Airport. This business-cum-Leisure property with resort ambience offers excellent accommodation besides multi cuisine restaurants, conference & banquet facilities, a full scale spa & Salon, Gymnasium, Swimming Pool and a 9 hole executive golf course. This property is unmatched for its ambience, facilities and services. This would be our first RRC in the state of Gujarat. We have also made arrangements for witnessing the globally acclaimed International Kite Festival. Arrangements have also been made on an optional basis for those who would like to participate in the famous kite festival (Makar Sakaranti) on 14<sup>th</sup> January. Such persons can stay back for one more day and fly kites in the city of Ahmedabad. We will take care of all the arrangements for you



All participants will be accommodated in Executive Rooms on a twin sharing basis. Participants are requested to fill the enrolment form giving choice of

their room partner so as to enable the committee to allocate the partner of their choice.

Kindly note that the decision of the committee will be final in case of allotment of room & room partner/s. Also, efforts will be made by the organizers to make reservations by train for the members. However, the same is not in our control and we do not guarantee that we will be able to make the reservations. Some of the important details are given below.

Details of Papers and Paper Writers		
Subject / Title of paper	Paper Writers	Type of paper
Deeming fictions under Income-tax Act	CA Anil J. Sathe	Discussion
Derivatives – Weapons of Mass Financial Destruction—Truth or Fiction ?	CA Raghu Iyer	Presentation
Accounting for Financial Instruments including Derivatives as contained in AS-30	CA S.C. Vasudeva	Discussion
Case Studies in Service tax	Dr. Waman Parkhi	Discussion
Information Technology – a tool for professional up-gradation	CA Shariq M. Contractor	Presentation
Case Studies in Income Tax	CA Milin Mehta	Discussion

Ahmedabad is well connected to most of the important cities of the country by rail, road and air. There are several flights and trains arriving into Ahmedabad during the day.

For participants travelling by Air and Rail, pick up and drop to & from Airport/ Railway station at Ahmedabad will be arranged in coach on complimentary basis. Participants travelling by any other mode of travel and non residential delegates will have to make their own arrangements to reach the venue.

This RRC offers an excellent opportunity to you to learn, unlearn, relearn and relax simultaneously in the lovely resort at Gandhinagar and then partake of the exhilarating kite mania at Ahmedabad. See for yourself the amazing skyline of Gujarat dotted with thousands of colourful kites jostling with each other for a space in the overcrowded environment and hear the loud cries of "kaaypo che !" every few seconds.

Come, join us for a once in a life time experience.



ENROLMENT FORM

43rd RRC of BCAS at Cambay Spa and Resort, Gandhinagar, Gujarat
10th to 13th January 2010

Name : ..... BCAS Membership No. ....

Address : .....

Age : ..... Tel. Office: ..... Tel. Residence : .....

Mobile : ..... Email : .....

Cost per person, inclusive of cost of course material, stay, food, sight seeing, pick up and drop to & from Airport/Railway station at Ahmedabad. Kindly check the box in front of the desired option.

Without Transport ..... Rs. 10,250\* [ ]

With Transport by Western Railway (Gujarat Mail/Saurashtra Mail) :

By II Class Sleeper (Non AC) ..... Rs. 11,150\* [ ]

By 3 Tier AC Sleeper ..... Rs. 11,850\* [ ]

Additional day (14th January) stay : ..... Rs. 3,000\* [ ]

Non-Residential delegates ..... Rs. 4,250\*\* [ ]

\* (Charges are inclusive of stay, food, sightseeing and cost of course material and contribution to BCAS Foundation).

\*\*For participation on a non-residential basis. These charges include breakfast on 11th, 12th and 13th January and lunch on 10th, 11th and 12th January and contribution to BCAS Foundation.

Kindly state your preference :

Room Partner (1) ..... Meal : Jain [ ]
Group Leader for (1) ..... Veg. [ ]
(2) ..... Non-Veg. [ ]

The decision of the committee will be final in case of allotment of room & room partner(s).

Enrolment forms will be accepted from Wednesday, 7th October 2009 onwards at BCAS office from 9.30 a.m. to 5.30 p.m. In all, 250 members will be enrolled on first-come-first-served basis out of which 75 members will be enrolled from places other than those within local train limits of Mumbai. Additionally, enrolment will be accepted from 50 persons on a non-residential basis.

Kindly note that no refund will be given in case of cancellation for any reason and no substitute will be allowed, once the enrolment form is submitted.

CUT HERE

Enclosed Cheque No. .... drawn on ..... Bank Dated .....

for Rs. .... (Rupees ..... ) Note : Outstation Members to pay only by DD/PO/At par cheque payable at Mumbai, drawn in favour of "Bombay Chartered Accountants' Society".

Signature of Member

CUT HERE

FOR OFFICE USE ONLY

Received Cheque No. .... drawn on ..... Bank Dated .....

for Rs. .... (Rupees ..... )

from Mr./Ms. .... towards his/her registration for the 43rd RRC

Room Partner (1) ..... Meal : Jain [ ]

Group Leader for (1) ..... Veg. [ ]

(2) ..... Non-Veg. [ ]

For more details, contact : Uday Sathaye (9821211211), Rajeev Shah (9820000225) or Ameet Patel (9820054854).



## Information Technology

C O M M I T T E E

Chairman : Govind Goyal  
Convenors : Manish Unadkat  
Nikunj Shah

Co-ordinators :

CA Manish Unadkat, CA Kinjal Shah, CA Kamlesh L. Doshi.

### Half-Day Seminar on

## Information Technology – Changing ways, Fraud Detection and Data Mining

Information technology is an important and critical tool for the progress and development of our profession. There have been emerging areas of interest which can provide great opportunity for CAs. The endeavour of this seminar is to provide foresight about how Information technology is changing the ways in profession. To understand the new developments in these areas, including the areas of fraud detection and data mining, this seminar has been planned.

Day and Date : **Saturday, 07 November, 2009**

Time : **2 p.m. to 6 p.m.**

Venue : **Gulmohar Hall, BCAS, 7 Jolly Bhavan No. 2, New Marine Lines, Mumbai-400020.**

Fees : Rs.500 for a member and Rs.600 for a non-member (Fees cover contribution of Rs.20 to BCAS Foundation, cost of study material if any, tea and snacks)

Topic	Speaker
(1) <b>Technology shaping the Audit Profession</b> .....	CA Shariq Contractor
(2) <b>Data Mining and Audit Tools</b> .....	CA Nikunj Shah
(3) <b>Forensic Accounting &amp; Fraud Detection</b> .....	CA Chetan Dalal

Enrolment form is printed on page 8.



### Forthcoming Study Circle' Meetings

(Continued from page 2)

Study Circle/Group	<b>Company Law, Accounting &amp; Auditing</b>
Day, Date & Time	Thursday, 5-11-2009, 6.15 p.m. to 8 p.m.
Subject	Accounting Standards
Speaker	Anand Paurana, Chartered Accountant
Convenors	Kunjan Gandhi, Suril V. Shah

\* Restricted to members of that particular Study Circle only.

## Right to Information Clinic

BCAS Foundation operates Right to Information (RTI) Clinic on a regular basis. RTI Clinic is operated by Mrs. Hema Sampat, a research scholar on the subject of RTI, Mr. A. K. Asher, Advocate & RTI activist and Mr. Narayan Varma, past President, BCAS.

The Clinic provides help and guidance to BCAS members as also to non-members, *i.e.*, all citizens, for making applications under the RTI Act and also assists in resolving any related difficulties on the subject of RTI.

The RTI Clinic operates on every 2nd, 3rd and 4th Saturday from BCAS's office — 11 a.m. to 1 p.m.

The next RTI Clinic days accordingly are **24th October 2009 and 14th, 21st and 28th November 2009**. Please call the Society's office (Ms. Shernaaz) to obtain a prior appointment.

## Charitable Trust Clinic

The next Charitable Trust Clinic will be held on **Friday, 6th November 2009, from 5 p.m. to 7 p.m. in the library room of BCA Society** at New Marine Lines.

Chartered Accountants and Trustees interested in having their queries solved are requested to call the Society's office (Mrs. Mistry on extn. 20) and obtain a prior appointment, latest by noon on the day of the Clinic. Querists are also advised to bring along relevant papers like trust deeds, audited accounts, etc.

Panel of Advisors :

Ratanshaw Damanwala,

Shariq Contractor,

Gautam Nayak,

Anil Sathe and Atul Shah

## Accounts & Audit Clinic

The next Accounts & Audit Clinic will be held on **Saturday, 7th November 2009, from 10.30 a.m. to 11.30 a.m. in the library room of BCA Society** at New Marine Lines.

Persons interested in having their queries pertaining to accounting and auditing issues solved, are requested to send the queries by email to [asst.em@bcasonline.org](mailto:asst.em@bcasonline.org) one week in advance and call the Society's office (Mr. Rajaram on extensions 13 & 21) to obtain prior appointment, at least a day before the day of the Clinic. Please note that the Panel will not answer any queries pertaining to tax issues.

Panel of Advisors :

Sanjeev Pandit,

Himanshu Kishnadwala and Jayesh Gandhi



## BCAS Foundation

### Book lending facility for CA Students

The BCAS Foundation has started an **Academic Book Lending Facility for 'PE II' & 'Final Level'** Chartered Accountancy students. This facility is meant to assist all those students who have in them the capability to achieve great heights, but have not been able to realise their dreams due to constraints.

After consulting various experienced faculty and one-to-one interaction with students pursuing the course, a list of academic books for both PE II & Final Level students has been formulated.

The scheme is in force from 15th of February 2008.

Kindly note that only students recommended by the members of BCAS are entitled for this scheme. This facility is available to students of Mumbai, Navi Mumbai and Thane District only.

Students can also access the list of books in the Students' Corner on the BCAS website ([www.bcasonline.org](http://www.bcasonline.org)).

Desiring students should immediately approach the Librarian Ms. Madhuri Haware at BCAS Office ([library@bcasonline.org](mailto:library@bcasonline.org) / [students@bcasonline.org](mailto:students@bcasonline.org) or call on 66595601/02/03/04/05 Extn no. 24) for further inquiries. The enrolment form is given below.

#### Enrolment Form for the Book Lending Facility for C.A. Students

Name : .....

Address : .....

.....

Mobile : ..... Tel (O) : ..... Tel. (R) : ..... E-mail : ..... Student's Regn. No. with ICAI : .....

Member's Name : ..... Member's BCAS Registration No. : .....

\_\_\_\_\_  
(Student's Signature)

I the undersigned hereby recommend Mr./Ms. .... for availing book lending facility of the BCAS foundation. I will ensure that the borrowed books are returned within the stipulated period.

Date : .....

Membership no. ....

\_\_\_\_\_  
(Member's Signature)

----- CUT HERE ----- CUT HERE ----- CUT HERE ----- CUT HERE ----- CUT HERE ----- CUT HERE ----- CUT HERE -----

### Combined Enrolment Form

↳ wherever applicable

**WORKSHOP :**

Half-day Workshop on MVAT Audit 31-10-2009 Rs.520 for member   
— Reporting in New Form 704 Rs.620 for non-member

**SEMINAR :**

Information Technology — Changing 7-11-2009 Rs.500 for member   
ways, Fraud Detection and Data Mining Rs.600 for non-member

A half-day seminar on Standards of Internal Audit 21-11-2009 Rs.520

Name : .....

Address : .....

E-mail : ..... Mobile : ..... Tel. : ..... Fax : .....

BCAS Memb. No. : ..... Tel. (O) : ..... Tel. (R) : ..... Fax : .....

Choice of food (wherever applicable)..... Jain  Non-Jain

Cash / Draft / Cheque No. .... drawn on ..... Bank, dated ..... for an amount of Rs. .... is enclosed.

Date : .....

\_\_\_\_\_  
(Signature)

Please fill in the above form appropriately and send the same to the Society's office along with the requisite payment.

Please mention your name and membership number on the reverse side of the local cheque/at par cheque/Demand Draft.

Kindly note that the cash counter timings are from 10.30 a.m. to 5.30 p.m. on Monday to Friday and 10.30 a.m. to 1 p.m. on Saturday. The lunch time is 1.30 p.m. to 2 p.m. Members are requested to co-operate in this regard.