



**NAGPUR BRANCH OF WIRC OF ICAI**



# **MONTHLY E-NEWSLETTER**

**JULY 2023**

**“વિન્દુ”**



**The Institute of Chartered Accountants of India**

**(Set up by an Act of Parliament)**

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## **Chairperson's Message**

Dear Professional Colleagues,

**"Strength and growth come only through continuous effort and struggle"**

There are a lot of things which goes on in the mind of all of us. We tend to strongly face or defend or avoid such occurrences. But one thing is certain, "Life Goes on". During this time period, each one of us is in a different phase of life. We need to ensure our learning along with completing our professional commitments on time. With the rains set in the month of July; it brings lot of happiness and greenery everywhere.

At the outset, let me wish each and every member a very Happy 75<sup>th</sup> Chartered Accountants Day. All of us are really privileged to be part of CA fraternity where we have been termed as "Partner's in Nation Building". Every CA feels proud when Hon. Prime Minister of our country says that "Signature of CA is powerful then my signature". We are governed by our values, integrity and set of ethical values which creates an image par

excellence for all members of our Profession not only throughout the country but it extends to entire world. The month of July is always a busy month for all Chartered Accountants. While the Income tax department works major nowadays on AI, lot of data is available to them. As professional consultant, while checking all records of assessee for proper Income Tax return filing, we also need to cross check the figures with AIS / TIS figures furnished by Income Tax Department. Constant up-dation of knowledge is essential for we members and Nagpur Branch thus strives to organize knowledgeable seminars for benefit of its members.

The month of July started with celebration of 75<sup>th</sup> Chartered Accountant's Day at our own Nagpur Branch of WIRC of ICAI. The flag hoisting was done at the hands of Senior Chartered Accountant CA B K Agrawal who quoted on the occasion that "CA's have sustained the growth momentum of our economy". Guest of Honor Hon. Past President ICAI CA Jaydeep Shah updated on the

new syllabus for CA Students as well as new initiatives for Members by ICAI, New Delhi. Video messages from Hon. President ICAI CA Aniket Talathi, Hon. Vice President ICAI CA Ranjit Agarwal, Hon. Speaker, Lok Sabha Shri Om Birla & Hon Mohan Bhagwat, RSS on the occasion for 75<sup>th</sup> CA Day Celebration added to the grace. The presence of Past Chairmen of Nagpur Branch, Current Branch Managing committee, members at large and lots of CA Students added charm to the 75<sup>th</sup> day celebration. A lot of programs were undertaken during the whole day which included Blood Donation Camp, Health Check up Camp and distribution of Care Hospital privilege Card. These events were inaugurated by CA Shambhu Tekariwal, CA Ashok Bhutada & CA Mahesh Agrawal. These events were highly successful and appreciated by members at large. Tree Plantation initiative at 4 places was undertaken for working towards a greener tomorrow initiative.

A unique initiative of Walkathon 2023 was undertaken in collaboration with



Department of Police, Indian Medical Association, Jhulelal Runners Academy (OCR North) and Nagpur Runners & Riders which was widely acknowledged.

A unique concept of "Tax Clinic" organized by Direct Tax Committee of ICAI and publication supported by The Income Tax Department, Directorate of Income Tax, (PR,P&P) was appreciated and taken benefit by all.

The signature Fellowship event of Nagpur Branch; an evening filled with fun, laughter, food and music with performances by own CA Members was a great hit. This event in the midst of returns and audit pressure brought a lot of smiles and positiveness amongst the CA fraternity.

With a lot of changes and advancements in the field of International Taxation, a seminar guided by CA Sonam Vaswani, Nagpur & CA Siddharth Banwat, Mumbai with Chief Guest CA Satish Sarda provided the much-needed input required by Members for professional growth.

The 45<sup>th</sup> annual general meeting of

Nagpur Branch was held on 25<sup>th</sup> July'23 at ICAI Bhawan, Dhantoli, Nagpur and the Annual Report and financial accounts for the year ended 31.03.23 were received properly in the successfully conducted AGM.

A lot of activities were planned and successfully conducted for CA Students who are the future of the profession to train them and nurture them to make them future ready.

With the increasing compliances and reporting requirements, we professionals need to keep ourselves absolutely up dated with changing laws and need to be equipped with technological advancements. We at Nagpur Branch are striving to organize the best of the programs for the benefit of members. Lots of members have shown keen interest in attending the webinar which show the anxiety of our member to have deep rooted knowledge about the subjects and new avenues of practice.

I congratulate and thank the contributors of this newsletter - CA Amit Lukka, CA Ranu Surana Judge & CA

Rahul Sharma for their excellent write up and talent which we feel proud to publish.

We are looking forward to getting a positive response from your side to ensure to stay connected through this newsletter and in all events to come.

Take very good care of yourself and your family as I conclude with lines -  
**"The Struggle you are in today is developing the strength you need for tomorrow"**

Professionally Yours,

**CA Sanjay M Agrawal**  
**Chairperson,**  
**ICAI - Nagpur Branch of WIRC**



**CA. Amrita Bagdia**

Dear Professional Colleagues,

At the outset, let us wish each one of you a very Happy 75<sup>th</sup> Chartered Accountant's Day.

It's a privilege for all of us to be members of this coveted Institute of Chartered Accountants of India and we fondly say-

**"PROUD TO BE CA"**

A lot is expected from Chartered Accountants when it comes to Professional works. Be it audit, Income Tax, GST, Project Finance, Management Consultancy or any other work related to Value addition.

**"Value Addition"** is the buzz word for today and thus each one of us is expected to be Proficient and Diligent in our service offerings. In today's scenario where we professionals feel overburdened by Compliance

structure; shifting our focus from Compliance practice to Value Addition practice / consultancy structure is the need of the hour. However, we need to be regularly updated about various frequent changes being done in all types of tax law and apply and update that knowledge to our professional staff as well for getting work done properly in sync with current changes in law.

We feel really privileged to be part of this knowledge Newsletter of Nagpur Branch and really congratulate all the Paper writers and contributors for their well written articles.

The knowledge spree kindled by Nagpur Branch of ICAI through various educative seminars has really enlightened all the members.



**CA. Palkesh Khandelwal**

We sincerely appeal all respected members to share their articles and talent work for publishing in the coveted Newsletter of Nagpur Branch.

It always goes without saying for we professionals-

**"Do what is right...Not what is easy"**

Warm regards

**CA Amrita Bagdia  
CA Palkesh Khandelwal**



## Professional Enrichment



### Analysis of amendment to Definition of Small Company U/s. 2(85) & Key Consideration

CA. Amit Lukka

The MCA vide its Notification No. G.S.R. 700(E) Dated 15<sup>th</sup> September, 2022 has revised the definition of Small Company [Section 2(85) of The Companies Act, 2013].

Accordingly, the definition of Small Company under section 2(85) shall be read as under:

Small Company means a company, other than a public company—

- Paid-up share capital of which **does not exceed four crore rupees** or such higher amount as may be prescribed which shall not be more than ten crore rupees and
- Turnover of which as per profit and loss account for the

**immediately preceding financial year does not exceed forty crore rupees** or such higher amount as may be prescribed which shall not be more than one hundred crore rupees:

The focal point of this definition which is often not paid attention to is that the **turnover criteria is to be seen for the immediately preceding financial year**. Provided that nothing is this clause shall apply to—

- (A) a holding company or a subsidiary company;
- (B) a company registered under section 8; or

(C) a company or body corporate governed by any special Act;

Note: It is to be noted that amended provisions are applicable with immediate effect i.e., from 15<sup>th</sup> September, 2022 onwards.

It is also pertinent to note that this is the second amendment to the definition of Small Companies in the last 18 months. Earlier, the definition was amended in the Budget 2021 which was effective from 1<sup>st</sup> April, 2021.

A simple comparison of the new and old definitions of a Small Company is explained hereunder-

Limits	Till 31 <sup>st</sup> March, 2021	1 <sup>st</sup> April 2021 14 <sup>th</sup> September 2022	15 <sup>th</sup> September 2022 onwards
Paid-up share capital	Maximum paid-up share capital can be <b>Rs. 50 Lakhs</b>	Maximum paid-up Share capital is Increased to <b>Rs. 2 Crores</b>	Maximum paid-up Share capital is Increased to <b>Rs. 4 Crores</b>
Turnover (In the immediately preceding financial year)	Maximum turnover For qualifying as a Small Company was <b>Rs. 2 Crores</b>	Maximum turnover For qualifying as a Small Company is Increased to <b>Rs. 20 Crores</b>	Maximum turnover For qualifying as a Small Company is Increased to <b>Rs. 40 Crores</b>



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The idea of the government seems to **increase the pool of small companies by 10-20%** and the higher thresholds will allow **several start-ups to avail the lenient regime**, "said Sanket Jain, partner, Pioneer Legal.

### How does it impact the Ease of doing Business?

The basic idea behind the concept of recognition of small companies is reducing the compliance burden leading to improvement in the ease of doing business.

Let us look in detail, with the relevant provisions under play, the exemption that the small companies have been provided under the Companies Act, 2013.

#### 1. No need to prepare Cash Flow Statement as a part of Financial Statements.

As per the proviso to section 2(40) of the Companies Act, 2013 which deals with definition of "Financial Statement".

"the financial statement, with respect to One Person Company, Small Company and dormant company, may not include the cash flow statement"

Hence a Small Company is not required to prepare Cash Flow Statement as a part of its Financial Statements.

#### 2. Exemption to CARO 2020 Reporting (Caution!)

The Ministry of Corporate Affairs (MCA) issued Companies (Auditor's Report) Order, 2020 applicable for each report issued by auditors of

specified class of companies under section 143 of the Companies Act, 2013 for financial year commencing on or after 1<sup>st</sup> April, 2021.

The Order provides that it shall **not apply to:**

- (i) a banking company;
- (ii) an insurance company;
- (iii) a company licensed to operate U/s.8 of the Companies Act;
- (iv) a One-Person Company as defined in Sec.2(62) of the Companies Act and a **Small Company** as defined in Sec. 2(85) of the Companies Act; and
- (v) a private limited company, not being a subsidiary or holding of a public company,
  - o Having a Paid-up Capital & Reserves & Surplus not more than Rs. 1 crore as on the balance sheet date, and
  - o Which does not have total borrowing exceeding Rs. 1 crore from any bank or financial institution at any point of time during the financial year, and
  - o Which does not have a total revenue as disclosed in Scheduled III to the Companies Act, 2013 (including revenue from discontinuing operations) exceeding Rs. 10 crores during the financial year as per the financial statements.

If a company is covered under the definition of Small Company, it will remain exempted from the applicability of the Order even if it falls under any of the criteria specified for private

**company.**

Important considerations in relation to the provisions of CARO Reporting and Small Companies definition:

- The limit of Rs. 4 crores as per 2(85) (Small Company definition) is for Paid-up Capital, whereas the limit of Rs. 1 crore in case of CARO Reporting is the combined total of Paid-up Capital and Reserves and Surplus.
- The turnover limit of Rs. 40 crores in case of Small Company definition is to be checked for the immediately preceding financial year, whereas the limit of Rs. 10 crores is to be checked during the financial year.

#### 3. Mandatory rotation of auditor not required.

As per section 139(2) of the Companies Act, 2013, which deals with the mandatory rotation every 5 years (individual auditors) and every 10 years (firm of auditors), in case of certain prescribed classes of companies, this **rotation requirement is not applicable** in case of **Small Companies** and One person companies.

#### 4. An Auditor of a Small Company is not required to report on the adequacy of the internal financial controls and its operating effectiveness in the Auditor's Report.

As per provisions of Section 143(3)(i) of Companies Act, 2013, the Auditor Report shall



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state whether the Company has adequate internal financial controls system in place and comment on the operating effectiveness of such controls.

MCA vide its notification dated 13<sup>th</sup> June 2017 provide **exemption from Internal Financial Controls** to prescribed classes of private companies which includes a one person Company (OPC) or a **Small Company**, provided it has not committed a default in filing its financial statements under section 137 of the said Act or annual return under section 92 of the said Act with the ROC.

### 5. Holding of only two board meetings in a year.

As per Section 173 of the Companies Act, 2013 which deals with meetings of Board-

"A One Person Company, **small company** and dormant company shall be deemed to have complied with the provisions of this section if **at least one meeting of the Board of Directors** has been conducted in **each half of a calendar year** and the **gap between the two meetings is not less than ninety days.**"

### 6. Advantage of preparing and filing an abridged annual return.

By the amendment w.e.f. 5<sup>th</sup> March 2021, in the **Companies (Management and Administration) Rules, 2014**, sub-rule (1) of Rule 11 has been substituted for -

"(1) Every company shall file its annual return in Form No. MGT-7 except One Person Company (OPC) and Small Company. One Person Company and **Small Company** shall file annual return from the financial year 2020-2021 onwards in **Form No. MGT-7A.**"

One of the key highlights of Form MGT-7A is that **Details of directors and KMP** i.e., the composition of the board of directors, details of directors and KMP are not required in the abridged form.

Also, where other companies require providing details of remuneration to directors and key managerial personnel, small companies are required to provide details of the **only aggregate amount of remuneration drawn by directors** in their annual return.

### 7. Annual Return of the company can be signed by the company secretary, or where there is no company secretary, by a director of the company.

What this essentially means is that in Form MGT-7A, there is no mandatory requirement of pre-certification of Company Secretary. Instead, a **self-certification of directors** would be sufficient.

### 8. Lesser penalties for small companies.

As per Section 446B of the Companies Act, 2013, penalty is payable for non-compliances of any of the provisions of this Act by a One Person Company, **Small Company**, start-up company or Producer Company, or by any of its officer in default, or any other person in respect of such company,

Then such company, its officer in default or any other person, shall be liable to a-

- Penalty which shall **not be more than one-half of the penalty** specified in such provisions -
- Subject to a **maximum of two lakh rupees in case of a company** and
- **One lakh rupee in case of an officer who is in default** or any other person.



## Professional Enrichment



**Role of Chartered Accountants –  
Mid Size Corporates- Tier 2 cities**  
**CA. Ranu Surana Judge**

Unlike Tier 1 or Metro cities and large Corporates where scope of service of Chartered Accountants adheres to a particular role or domain; Mid size corporates particularly in Tier 2 cities on the other hand have multiple and diversified roles to be played by Chartered Accountants.

Chartered Accountants (CAs) play a significant role in the financial management and compliance of mid-

size corporates in Tier 2 cities and get to manage very wider spectrum of services ranging from financial management to policy formation and participation in management decision making.

Generally there is a preconceived notion about Chartered accountants of Tier 2 cities that they are “Jack of all trades, masters of none”, contradicting with this phrase I would like to high-

light here an entirely different point of view which showcase the unique advantages of working in the midsized companies. CAs in these environments becomes masters of the entire trade or business of the organization and not just the jack. Almost all the operational areas of midsized organization's department are taken care by their CAs which inter alia include the following:

Purchase	Stores	Technical	Audit	Process Implementation	Software Implementation
Banking	Direct & Indirect Taxation	Costing	Customs	Assessments & Appeals	Working Capital Management
Team Management	Project or Product launch	Secretarial Compliances	Policy making	System Set up	MIS reporting
Accounts	Finance	Inventory Analysis	Subsidiaries	Treasury Management	Regulatory reporting etc.



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The ground operational knowledge of all these areas cumulatively helps a CA to possess a deep understanding of the business inside out and helps in identifying and addressing any loopholes or inefficiencies in the processes and in turn benefits the organization on a very large scale.

**"We need MBA's to run our business but we need Chartered Accountants to teach them how to run the business", this is the voice of the management of mid size corporate of Tier 2 cities in today's era.**

The role of a Chartered Accountant (CA) in mid-size corporates located in Tier 2 cities can be quite diverse and multifaceted. Here are some key aspects of their roles:

**Financial reporting & compliance:** It is not uncommon for a chartered accountant (CA) in a mid-size corporate to take on a leadership role within the accounts and finance department after gaining a few years of post-qualification experience. This individual often serves as the head of the department, overseeing various aspects of financial management. Generally mid size corporates employees two to three CA's out of which one is the head of the entire team and takes all decision and approves and supervises all the matters and compliances may it be day to day accounting, balance sheet finalization, audit , GST returns, Income tax returns, banking , fund management, any incidental matters . This benefits him/her to have an overall knowledge and overview of the link between accounts, finance,

taxation, banking and other areas as well.

**Professional Inputs:** A chartered accountant in a Mid size corporate is expected to have awareness of and provide inputs to the Management over various areas and subjects that have financial implications which includes amendments to Income Tax act, GST Act, any available state or central government subsidies, any audit applicability like internal, cost audit etc, CSR applicability , budgeting & Forecasting etc.

**Strategic decision making:** Cost and price management are critical aspects of running a mid-sized business, and a Chartered Accountant (CA) or a financial manager in such an organization plays a vital role in making strategic decisions like launching up a new product, to choose amongst different investment plans, evaluating alternatives, to choose amongst different banking schemes or governmental schemes, pricing decisions, financial planning etc along with its regular operations.

**Access to Top Management:** It is true that chartered accountants (CAs) working in mid-size corporations in Tier 2 cities often have a unique opportunity to be more involved in crucial decision-making processes compared to their counterparts in large corporations or Tier 1 cities because here CAs generally have direct access to management since the very beginning of the career which helps them to understand management's requirements and perspectives as compared to CAs of Tier 1 cities where it takes quite

long due to its hierachal structure.

The participation in decision making with the top management gives a boost to our self-confidence and encourages us to think wider and to have a very practical approach helping us bridging the business common sense to be incorporated and inculcated in financial books of accounts and all the other areas having financial and regulatory implications.

**Analysis:** A chartered accountant (CA) plays an important role in a mid-sized corporate environment when it comes to financial analysis and optimization. He/she is expected to perform various analysis and present it to management to optimize the costs, increase the margins and meanwhile run the business in the most efficient manner like cost benefit analysis, finance cost analysis, working capital maintenance analysis, training cost analysis, capitalization analysis, investment analysis, ratio analysis etc.

**Software Implementation:** In today's technologically advanced business landscape, automation and system-oriented approaches are essential for staying competitive and efficient. Mid-sized corporations, like any other businesses, often face challenges when it comes to implementing software solutions in the most economical and effective way. Here comes the role of CA's where they have to choose a technology considering factors like cost benefit analysis, scalability, integration, customisation, vendor reputation, user friendliness, training and support, data security which should be the most economical and also



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serves in house organizational requirements vis-à-vis industry and all other mandatory and regulatory compliances.

**Secretarial Compliances:** The Companies Act is a crucial piece of legislation in many countries, including India, and it imposes various legal obligations on companies. Ensuring compliance with the Companies Act is a significant responsibility for both chartered accountants and company secretary professionals, especially in mid-sized companies and Tier 2 cities where dedicated compliance teams may be less common. Large sized corporate have a team of company secretary professionals to look after companies act compliances but in most of the midsized Tier 2 cities companies a chartered accountant is expected to address all the compliances pertaining to companies act as well.

**Communication with various stakeholders:** A chartered accountant in a mid size corporate is mostly expected to act as a spokesperson and a profes-

sional representative for its organization before its various stakeholders including financial consultants, bankers, investors, departmental officers, technical consultants, creditors, debtors etc.

**MIS reporting:** Designing, presenting, and setting up an effective management reporting system is a crucial role for a chartered accountant in a mid-sized corporate environment. Such a system helps the organization make informed decisions, monitor performance, and ensure financial and operational transparency. A chartered accountant in a Mid size corporate is expected to design, present and set up the entire management reporting system that may be reported at different durations or intervals varying from daily, monthly to annually; not only for its respective department but also for various other departments of the organization that needs to be monitored by him/her itself and eventually by the management.

**Accountability and responsibility:** Chartered accountants play a critical and pivotal role in supporting the growth and success of mid-sized corporates. Our responsibilities and accountability extend far beyond financial management, encompassing various aspects of business development and strategic decision-making. By providing the professional inputs and insights at the right time, chartered accountants play a crucial role in helping mid-sized corporates navigate challenges, seize opportunities, and evolve into larger, more successful companies.

It is evident from the above statements that CAs work extends far beyond what can be summarized in a single article. In summary, chartered accountants in mid-sized corporations in Tier 2 cities have a demanding and dynamic role that requires them to be adaptable, knowledgeable, and capable of handling diverse financial challenges and crises. They are invaluable assets to their organizations, contributing significantly to financial stability and growth.



## Professional Enrichment



**Basics of Audit :-Management  
Representation Letter (ISA 580)**  
**CA. Rahul Sharma**

### **Management Representation Letter explained -**

**"Representation made by management to the auditors during the course of an audit, either unsolicited or in response to specific inquiries."**

While conducting an audit, the management of the auditee make representation to the auditors several times and on several occasions. Some of these representations are general (related to responsibility of management for preparation and presentation of financial statements), some are specific (related to assertions of items of financial statement) and some are unsolicited. Some critical **issues** in respect of Management Representation Letter are - **How it can be used as audit evidence, process of evaluating and documenting it and action to be taken if management refuses to provide representation and doubts as to the reliability of Management Representation Letter.**

The auditors needs an acknowledgement from management about obser-

vance of it's responsibility towards preparation, presentation and approval of Financial Statements. (Management Signature on Financial Statement is one such evidence and another such evidence is Management Representation Letter.

**Management Representation as an Audit Evidence:** Matters on which an auditor wants representation of management is a matter his professional judgment. As a matter of Fact Management Representation Letter cannot substitute other evidences that the auditor can reasonably expect to be available. However in certain other matters where no other audit evidence exist Management Representation is a sufficient appropriate audit evidence. Examples of matter where alternate audit evidence exist are - valuation of inventories and fixed assets, sale and purchases etc. Example where no other audit evidence may exist are - Holding of Investment as Short Term/ Long Term or Complete recording of all transaction and event.

Where an auditor has obtained man-

agement representation on matter material to the financial information, He should:

- Seek Corroborative Audit Evidence (Out Side or Inside)
- Evaluate the reliability of representation considering Management's Competence, Integrity and Due Care.
- Whether representation have been made by the well informed persons.

Revised ISA 580 had following two other important black letter requirements:

- If a representation by management is contradicted by other audit evidences, the auditor should investigate the circumstances and, when necessary, reconsider the reliability of other representations made by management.
- If management refuse to provide a representation that the auditor considers necessary, this constitutes scope limitation and the auditor



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should express qualified opinion or disclaimer of opinion.

**Other Basic elements of Management Representation :** (A). Should be addressed to the auditor, (B). Dated the same date as the auditor's report or date prior to it and (C). Signed by member of management with prime responsibility (e.g. CEO or CFO) for preparation of financial statement and who has knowledge in this respect.

**Various Forms of written representation:**

- A representation from management.
- A letter from auditors outlining the auditor's understanding of management's representation, duly acknowledged and confirmed by management.
- A duly authenticated copy of relevant meeting of board of director or similar bodies.

**Draft of SA 580 issued by ICAI (Main Text excluding Explanations and Explanations):**

### Introduction Scope of SA

1. This Standard on Auditing (SA) deals with the auditor's responsibility to obtain written representations from management and, where appropriate, those charged with governance.

### Written Representations as Audit Evidence

2. Audit evidence is all the information used by the auditor in arriving at the conclusions on which the audit opinion is based.<sup>3</sup> Written representations are necessary information that the auditor requires in connection with the audit of the entity's financial statements. Accordingly, similar to responses to inquiries, written representations are audit evidence. (Ref: Para. A1)
3. Although written representations provide necessary audit evidence, they do not provide sufficient appropriate audit evidence on their own about any of the matters with which they deal. Furthermore, the fact that management has provided reliable written representations does not affect the nature or extent of other audit evidence that the auditor obtains about the fulfillment of management's responsibilities, or about specific assertions.

### Effective Date

4. This SA is effective for audits of financial statements for periods beginning on or after 1st April, 2009.
5. The objectives of the auditor are:

(a) To obtain written representations from management and, where appropriate, those charged with governance that they believe that they have fulfilled their responsibility for the preparation of the financial statements and for the completeness of the information provided to the auditor;

(b) To support other audit evidence relevant to the financial statements or specific assertions in the financial statements by means of written representations, if determined necessary by the auditor or required by other SAs; and 3 SA 500, "Audit Evidence", paragraph 5(c). SA 5804

© To respond appropriately to written representations provided by management and, where appropriate, those charged with governance, or if management or, where appropriate, those charged with governance do not provide the written representations requested by the auditor.

### Definition

6. For purposes of the SAs, the following term has the meaning attributed below: Written representations - A written statement by management provided to the auditor to confirm certain matters or to support other audit evidence. Written representations in this context do not include finan-



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cial statements, the assertions therein, or supporting books and records.

- For purposes of this SA, references to "management" should be read as "management and, where appropriate, those charged with governance." Furthermore, in the case of a fair presentation framework, management is responsible for the preparation and fair presentation of the financial statements in accordance with the applicable financial reporting framework; or the preparation of financial statements that give a true and fair view in accordance with the applicable financial reporting framework.

### Requirements Management from Whom Written Representations Requested

- The auditor shall request written representations from management with appropriate responsibilities for the financial statements and knowledge of the matters concerned. (Ref: Para. A2-A6)

### Written Representations about Management's Responsibilities

### Preparation of the Financial Statements

- The auditor shall request management to provide a written representation that it

has fulfilled its responsibility for the preparation of the financial statements in accordance with the applicable financial reporting framework, including where relevant their fair presentation, as set out in the terms of the audit engagement.<sup>4</sup> (Ref: Para. A7-A9, A14, A22)

### Information Provided and Completeness of Transactions

- The auditor shall request management to provide a written representation that: 4 SA 210, "Agreeing the Terms of Audit Engagements," paragraph 6(b)(i) Written Representations 5 SA 580 (a) It has provided the auditor with all relevant information and access as agreed in the terms of the audit engagement,<sup>5</sup> and (b) All transactions have been recorded and are reflected in the financial statements. (Ref: Para. A7-A9, A14, A22)

### Description of Management's Responsibilities in the Written Representations

- Management's responsibilities shall be described in the written representations required by paragraphs 9 and 10 in the manner in which these responsibilities are described in the terms of the audit engagement.

### Other Written Representations

- Other SAs require the auditor to request written representations. If, in addition to such required representations, the auditor determines that it is necessary to obtain one or more written representations to support other audit evidence relevant to the financial statements or one or more specific assertions in the financial statements, the auditor shall request such other written representations. (Ref: Para. A10-A13, A14, A22)

### Date of and Period(s) Covered by Written Representations

- The date of the written representations shall be as near as practicable to, but not after, the date of the auditor's report on the financial statements. The written representations shall be for all financial statements and period(s) referred to in the auditor's report. (Ref: Para. A15-A18)

### Form of Written Representations

- The written representations shall be in the form of a representation letter addressed to the auditor. If law or regulation requires management to make written public statements about its responsibilities, and the auditor determines that such statements provide some or all of the representations required by paragraphs 9 or 10,



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the relevant matters covered by such statements need not be included in the representation letter. (Ref: Para. A19-A21)

### **Doubt as to the Reliability of Written Representations and Requested Written Representations Not Provided Doubt as to the Reliability of Written Representations**

15. If the auditor has concerns about the competence, integrity, ethical values or diligence of management, or about its commitment to or enforcement of 8 SA 210, "Agreeing the Terms of Audit Engagements," paragraph 6(b)(iii). SA 580 6 these, the auditor shall determine the effect that such concerns may have on the reliability of representations (oral or written) and audit evidence in general. (Ref: Para. A24-A25)
16. In particular, if written representations are inconsistent with other audit evidence, the auditor shall perform audit procedures to attempt to resolve the matter. If the matter

remains unresolved, the auditor shall reconsider the assessment of the competence, integrity, ethical values or diligence of management, or of its commitment to or enforcement of these, and shall determine the effect that this may have on the reliability of representations (oral or written) and audit evidence in general. (Ref: Para. A23)

17. If the auditor concludes that the written representations are not reliable, the auditor shall take appropriate actions, including determining the possible effect on the opinion in the auditor's report in accordance with SA 7056 , having regard to the requirement in paragraph 19 of this SA.

### **Requested Written Representations Not Provided**

18. If management does not provide one or more of the requested written representations, the auditor shall:
  - (a) Discuss the matter with management;

(b) Re-evaluate the integrity of management and evaluate the effect that this may have on the reliability of representations (oral or written) and audit evidence in general; and  
(c) Take appropriate actions, including determining the possible effect on the opinion in the auditor's report in accordance with SA 705, having regard to the requirement in paragraph 19 of this SA.

### **Written Representations about Management's Responsibilities**

19. The auditor shall disclaim an opinion on the financial statements in accordance with SA 705 if: (Ref: Para. A26-A27)
  - (a) The auditor concludes that there is sufficient doubt about the integrity of management such that the written representations required by paragraphs 9 and 10 are not reliable; or
  - (b) Management does not provide the written representations required by paragraphs 9 and 10. \*

# Glimpses of Past Events

## **Circular/Activity**



# Glimpses of Past Events

## **Circular/Activity**

Tax filling is  
simpler than you think!  
- Our experts will guide you  
at Tax Clinic

**TAX Clinic**

13th & 14th July, 2023

11.00 A.M to 04.00 P.M.

PAN India  
AT- ICAI Bhawan,  
8th, VR Mall, Darius Road, Bengaluru

Be a partner in nation-building  
- File your Income Tax Return  
timely

Organized by  
Direct Tax Committee  
of ICAI

Published/Supported by  
The Income Tax Department  
Bengaluru at Income Tax (ITR) PAW

G20  
Bengaluru



# Glimpses of Past Events

## Circular/Activity

The Institute of Chartered Accountants of India  
Nagpur Branch of WIRC of ICAI

To celebrate 75th CA day,  
Nagpur Branch of ICAI has organised

### Fellowship Event

An evening filled with fun, laughter, food and music.  
Join us with family to witness mesmerising performances  
by our own CA members.

Day & Date: Sunday, 16<sup>th</sup> July 2023 | Time: 05:00 pm to 09:00 pm  
Venue: SURABURJ MEADOWS,  
Wadharess AH-15 km, Nagpur - Amravati Hwy, Satpura, Nagpur

Registration is compulsory through Google Form

Scan for details

Team in Profession

CA. Deepak Rath	CA. Swapnil Agarwal	CA. Ankur V. Gulewala
Secretary	Chairperson	Vice-Chairperson
09220 522543	94221 16680	94221 64880
CA. Deepak Rathore	CA. Swapnil Waghmare	CA. Swapnil C. Agarwal
MCM	President	Chairperson WICASN
94220 52243	098988 73348	93735 40085
CA. Swapnil Agarwal	CA. Swapnil Waghmare	CA. Ankur V. Gulewala
MCM	MCM	MCM
94221 64880	09754 05095	94221 65412

ICAI Bhawan, 101, Dhankal, Nagpur - 441106 | E-mail: nagi@icai.org | Website: www.nagpuricai.org



The Institute of Chartered Accountants of India  
Nagpur Branch of WIRC of ICAI

### SEMINAR ON INTERNATIONAL TAXATION

Wednesday, 19<sup>th</sup> July, 2023 | Time: 04:00 pm to 07:00 pm  
Venue: ICAI Bhawan, Dhankal, Nagpur

CPD: 3 hrs

Ch. Balbir Singh, Past Chairman  
Chief Guest

CA. Swapnil Agarwal  
Topic: Determination of Repatriation Dates

CA. Swapnil Waghmare, MCA  
Topic: Structure of Foreign Income and Claiming Foreign Tax Credit

Registration Fees: Rs. 200/- + GST  
Registration Link: <https://icai.onlinesales.eventbrite.in>  
The Programme will be Followed by Refreshments

Scan for Details

Team in Profession

CA. Swapnil Agarwal	CA. Ankur V. Gulewala	CA. Swapnil Waghmare	CA. Swapnil C. Agarwal
Chairperson	Vice-Chairperson	President	Chairperson WICASN
94221 16680	94221 64880	94220 12568	93735 40085
CA. Swapnil Agarwal	CA. Swapnil Waghmare	CA. Swapnil Agarwal	CA. Swapnil Agarwal
MCA	MCA	MCA	MCA
94220 52243	098988 73348	09754 05095	94221 65412

ICAI Bhawan, 101, Dhankal, Nagpur - 441106 | E-mail: nagi@icai.org | Website: www.nagpuricai.org



# Glimpses of Past Events

## Circular/Activity

 THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA  
NAGPUR BRANCH OF WESTERN INDIA REGIONAL COUNCIL 

**NOTICE OF 45<sup>th</sup> ANNUAL GENERAL MEETING**

Notice is hereby given that the 45<sup>th</sup> Annual General Meeting of the members of the Nagpur Branch of Western India Regional Council of the Institute of Chartered Accountants of India will be held at 10:00 am on Tuesday, the 25<sup>th</sup> July, 2023 at ICAI Bhawan, Dhantoli, Nagpur to transact the following business:

1. To receive 45<sup>th</sup> Annual Report of the Managing Committee of the Nagpur Branch of WIRC of ICAI for the period 1<sup>st</sup> April 2022 to 31<sup>st</sup> March 2023.
2. To receive Audited Accounts of the Nagpur Branch of WIRC of ICAI namely Balance Sheet as on the year ended on 31<sup>st</sup> March 2023 & Income & Expenditure Statement for the period 1<sup>st</sup> April 2022 to 31<sup>st</sup> March 2023 along with audit report for the said period.
3. To transact any other business with the permission of the chair.

By order of the Managing Committee

Date: 28 <sup>th</sup> June 2023 Nagpur	CA. Dinesh Rathi Secretary Mob: 9822509433
The link of Annual Report of the Managing Committee of Nagpur Branch for the period 1 <sup>st</sup> April 2022 to 31 <sup>st</sup> March 2023.	<a href="https://nagpuricai.org/ANNUAL-REPORT-FROM-MANAGING-COMMITTEE-OF-NAGPUR-BRANCH-OF-WIRC-FOR-THE-PERIOD-APRIL-2022-TO-MARCH-2023.pdf">https://nagpuricai.org/ANNUAL-REPORT-FROM-MANAGING-COMMITTEE-OF-NAGPUR-BRANCH-OF-WIRC-FOR-THE-PERIOD-APRIL-2022-TO-MARCH-2023.pdf</a>
The link of Financial Statements for the year 2022-23. Hosted on the website of the Nagpur Branch.	<a href="https://nagpuricai.org/Balance-Sheet-2023.pdf">https://nagpuricai.org/Balance-Sheet-2023.pdf</a>
"ICAI Bhawan", 20/1, Dhantoli, Nagpur-44, Ph.: 2443968, 2443196 E-mail: nagpur@icai.org / Website : <a href="http://www.nagpuricai.org">www.nagpuricai.org</a>	



# Gist of Past Events

## Activity for Students - July 2023

Sr. No .	Date	Programme Type	Topics	Speakers
1	21/06/2022	WICASA	9th International Day of Yoga Celebration Played video of the messages of President & Vice-President, ICAI encouraging members, students & their families to inculcate Yoga for healthy life.	Co-ordinator: CA Swaroopa Wazalwar Treasurer
2	01/07/2023	WICASA	75 <sup>th</sup> CA Day Celebration  1. Flag Hoisting 2. Blood Donation Camp In association with Jeevan Jyoti Blood Bank and India Gandhi Medical College Blood Bank 3. Health Check-up Camp in association with Care Hospital 4. Distribution of Care Hospital Privilege Card	Chief Guest: CA. B. K. Agrawal Senior Chartered Accountant  Guest of Hon. CA. Jaydeep Shah Past President, ICAI  Chief Guest: Blood Donation Camp CA. S.D. Tekariwal Senior Chartered Accountant  Chief Guest: Health Check Camp CA. Ashok Bhutada Senior Chartered Accountant  Chief Guest: Distribution of Care Hospital Privilege Card CA. Mahesh Agrawal
3	02/07/2023	WICASA	On the Occasion of 75 <sup>th</sup> CA Day Walkathon-2023	
4	04/07/2023 To 18/07/2023	Training Program	(ICITSS) ITT Course 7 <sup>th</sup> Batch	-
5	11/07/2023	WICASA	Re-start, Re-Plan, Re-Execute Failure is just a break and not the	Speaker: CA. Hрудьеш Панханія   CA. Akshay Gulhane
6	17/07/2023 To 31/07/2023	Training Program	(ICITSS) ADV MCS Course 6 <sup>th</sup> Batch	-
7	19/07/2023 To 02/08/2023	Training Program	(ICITSS) OC Course 7 <sup>th</sup> Batch	-
8	20/07/2023 To 03/08/2023	Training Program	(ICITSS) ADV ITT Course 8 <sup>th</sup> Batch	-







## **Nagpur Branch of ICAI in News**



## ICAI का फिटनेस को बढ़ावा

4 KM के वॉकथॉन में 250 ने लिया हिस्सा

■ नामगुर, छत्तीसगढ़ प्रतिनिधि, अदीरीनगढ़ अदीरीनगढ़ आरोग्य की स्थानीय राज्या और विकास की राज्या जी और से सीधे दिक्षम समारोह 2023 के अवसर पर 4 किमी बॉक्सरेन का अग्रणीत लिया गया। इस मीडे पर राज्या के अध्यक्ष सीधे संबोध एवं आवाल ने बहुत कहा कि अदीरीनगढ़ अदीरीनगढ़ में अभी सदरमुक्के के बीच फिरनेस को बढ़ावा देने के लिये इस बॉक्सरेन का अग्रणीत किया है। यह नियमित रूप से अग्रणीत किया जाता है। बॉक्सरेन में सदरमुक्क 20 नाट्टू अकाउंटेंट और छात्रों ने भाग लिया। इनका काट सीधे काट लिया। साइम के पास से अने और वास्त जाने वाले थे। काटकम को अच्छी तरिकिया मिली। इस अग्रणीत को ईडीवन मेडिकल बोलिंग, नामगुर पुलिस विभाग, शुल्कलबल रनस अकाउंटेंट और नामगुर रनस एंड एडमिन द्वारा सहयोग लिया गया। इस अवसरा पर प्रमुख रूप से सीधे अध्यक्ष गुलामी, सीधे दिक्षेत्र राजी, बाट्टू अकाउंटेंट स्कूलपा अग्रणीत, सीधे संस्था जी अग्रणीत, सीधे अभियंते केलकर, अदीरीनगढ़, प्राप्ति जिल्हा सामाजिकी, सीधे दीपक बेठावानी, सीधे अवल व्यावाहारी, पांच लूटी बाजार, पूर्व अध्यक्ष सीधे और एस.व्यापारिया, सीधे सर्वोच्च सारांश, सीधे संदेश जोतावानी, डॉ. अमित बाबुरामी, बिशेश रामाभद्रा, डॉ. सल्लवर पवार जब विकास की नामगुर टीम उपस्थित थी।

THE TIMES OF INDIA, NAGPUR  
MONDAY, JULY 10, 2023

सीए उपाधि पाने निरंतरता आवश्यक : संचेती

卷之三

नामसुरा चाटाई अकालटाई को  
लगापि प्राप्त करने के सिंग, अदृ-  
सिंहलाला आपराहन है। यह विवरण  
पूर्व सोचाएँ अब बेंची ने बोहं अकि  
स्टर्टीव ड्राय आपोरित और  
आइसोलाइक इलेक्ट्रोलाइटों की  
वगापु लाला एवं चिकित्सा की नामसुरा  
लाला ड्राय आपोरित मेंगा सोंग, लाला  
मालेलन के मामाप्स मउ में मुरुगा  
अतिथि के रूप में बोलते हुए बिला।

अजय संचयी ने उत्तराखण्ड लोगों को नमस्कार वार दिया और उन्होंने आकाशी शार्टें अकाउंटेंट के लिए पदार्थ में नियमण के महान एवं अग्रणी अनुभव अनुभव माला फी। प्रोफेशनलता पहाड़ के लिए उन्होंने तीसरी के दोस्री अपने वर्ष के अनुच्छेद से प्रेषण नेतृत्व किया, और अजय संचयी ने हालांकि को बाज़ और अंतर्राष्ट्रीय प्रदान करने के लिए उनकी यात्रा की एक दूसरक ध्वनि की। उनको जान के रखत उत्तराखण्ड स्टोरों के बीच गालाबांड से गुरुगंगा तो, विसाम वन्ड ने चारों अकाउंटेंट करने के अपने प्रयोग में दूसरे गोने और दूसरे दूसरे कोणों बताए रखने की उत्तमा नियमी।

आईपीएस आई के घुर्णे अंतर्गत मोप



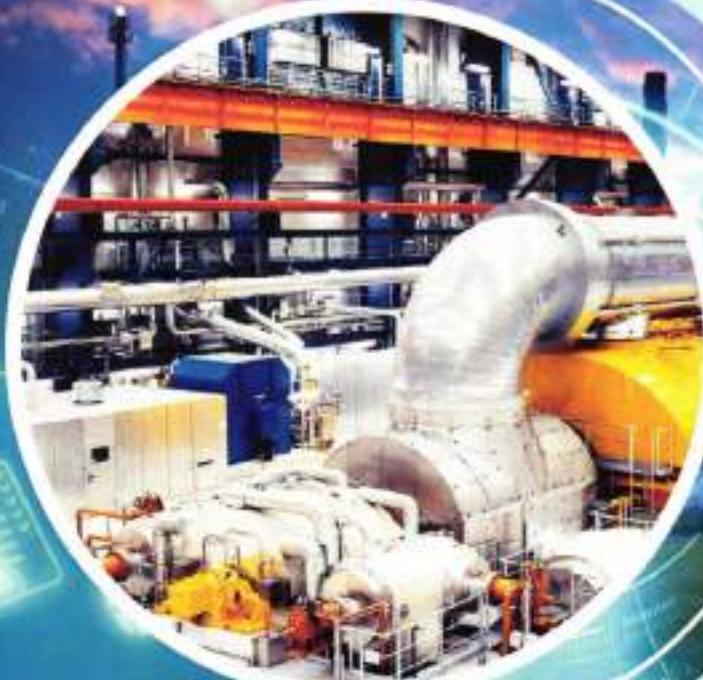
### मेगा सीए छात्र सम्मेलन का समाप्ति

प्रकृति छायेह ने सभा को संबोधित किया और उसस्वित तीसरी बार सम्बन्ध प्रचाल को कहे हैं तभी कहानीपूर्ण अन्तर्भूत और इन साक्षात् किया। उन्होने प्रियाशीविरों परे इस सम्बोधन का उनके आवान में महाराज के बारे में असम्बोधन दी। आईश्वराईश्वर की प्रियाशी की नायनारु साक्षा के अवधारणा नीर सबजय सी, अप्रकाश ने इस कार्यक्रम में अविवित उत्तर दिये और यीरे प्रकृति छायेह की उत्तरस्वित के उत्ति हार्दिक आपनाम ल्याया दिला। नीर संज्ञक सी, आप्रकाश ने इस वयस्क कार्यक्रम के आपावन में उनके उत्तरावानों और योगदान के लिए सभी बधाई और अद्विक, जुगे मधुदध्यो, ममस्योपम और





# EXPRESS GREEN POWER FOR SUSTAINABILITY (eGPS) LOANS UNDER 4E



## OBJECTIVE

- Capex for Energy Efficiency Equipments / Machineries, Solar Roof Top etc.
- Transit from Diesel/Petrol as fuel to cleaner like PNG/CNG
- Other Green/Clean initiative aimed at reduction of Carbon Emission, Waste Management, Renewable Energy

## Loan Amount

- Upto 100% funding with cash collateral in the form of SIDBI FDR
- Minimum loan - Rs. 5 lakhs and
- Maximum Loan - Rs. 100 lakhs

## Key Features

- Concessional interest rate as per rating
- Repayment: up to 60 months
- Moratorium : upto 6 months
- Quicker sanction

## Target Sectors & Eligible Projects

- Manufacturing and service sectors
- Energy efficient machineries/technologies
- Renewable Energy Projects

## Eligibility

- Minimum of 3 years of operation and 2 years Cash Profit
- The borrowers should not have defaulted to any Banks/Financial Institutions
- Upto CMR-6 and FIT Rank 8

## Benefits to MSMEs

- Digitized application, In-Principle sanction process through FIT Rank model
- System driven Legal documentation

## Rate of Interest

Repo linked (7.00 % - 8.10%)

To Know more, visit our nearest branch. Locate us at: [www.sidbi.in](http://www.sidbi.in)  
Follow us on  [SIDBIofficial](#)  [sidbioofficial](#)  [sidbioofficial](#)  [SIDBI Official](#)

**in** SIDBI (Small Industries Development Bank of India)

**Small Industries Development Bank of India,**

Ground Floor, National Insurance Building, S.V.Patel Marg,  
Kingsway, Nagpur-440001.

Tel: 0712-2553201, 2526927 E-mail : [nagpur@sidbi.in](mailto:nagpur@sidbi.in)





**MONTHLY  
E-NEWSLETTER**  
**JULY 2023**

E-Post

From

**The Institute of  
Chartered Accountants of India**

**Nagpur Branch of**

**Western India Regional Council**

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