



WIRC BULLETIN

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Rs. 5/-

For Members only

December 2012

From the Desk of Chairman



Dear Professional colleagues,

The index of industrial production (IIP) is marginally up by 2.7% in the last month, over the same period last year, after several months of stagnant and even declining growth. It's a modest figure but the biggest year-on-year rise this fiscal, and seems to suggest a turnaround in growth. If government continues its

proactive policy stance—clearly apparent since few months—to boost investment, speedily coagulate funds and rationalize the large fuel subsidies while curbing expenditure. The growth of Indian economy is certain to be on a sound path of prosperity. With the Indian economy in a constant flux, CMA's can be better torch bearer to the nation for paving the path of growth of Indian economy.

By the time you have received this bulletin, I am sure that filing Cost Compliance Reports and Cost Audit Reports will be in full swing. I am happy to note that in the region, WIRC & Chapters were proactive enough and they had conducted programs on the said topics and members must have benefitted from those programs. I compliment the ICAI for its proactive role in offering XBRL conversion software to our members free of cost and for setting up toll free call centre at Ahmedabad to extend help in resolving members' problems. For this, I extend my hearty compliments to CMA Malav Dalwadi, CMA Ashwin Dalwadi & their colleagues.

In the faculty Meeting held on 28th November 2012 at IMC, Mumbai, the main agenda for discussion was about the New Syllabus which will come into force from 1st December 2012. CMA Aruna Soman, CCM-ICAI, CMA Ashok Nawal, Chairman, Students, Members and Chapter Co-ordination Committee, CMA Ashish Thatte – Vice Chairman, WIRC, CMA Debasish Mitra, RCM-WIRC, myself and many Faculty Members attended. During the occasion WIRC released the publication on "Objective Type Questions & Answers" for Intermediate examination.

*"Two thoughts decide the Success in your life:
The way you Manage when you have Nothing in Hand...
The way you Behave when you have Everything in Hand"*

Our Institute is committed to provide best Cost Accounting education, to ensure transparent and truthful

Cost Accounting, Cost audit and in its endeavour I earnestly appeal to all the members of our WIRC to contribute to our profession directly or indirectly by:

- (1) Requesting the non professional qualified staff of your organization to join the course of our Institute for making career in the field of Cost & Management Accounting.
- (2) Helping students in their studies by guiding and motivational support to improve their examination result.
- (3) Chapters Chairman / Coaching Coordinator can think for exchange of faculties among the chapters and can get best faculty within the chapters of the region.
- (4) Writing/Sending articles in WIRC bulletin which are useful to the students.
- (5) Giving suggestions for improvement of the image and development of our profession.
- (6) Helping the students to get the training in your organization or under you, if you are in practice, as six months training for the students appearing in final examination from 2013 is made mandatory.

I intend to start a Separate column "Chapter Writes..." in WIRC bulletin, where each chapter can share about chapter's difficulties to improve the infrastructure and performance of the chapter.

My Best wishes to all the students who will be appearing for December 2012 Institutes examination.

I wish Merry Christmas to you and to your family members.

With Warm Regards,

CMA SHRENIK S. SHAH

The energy, the faith, the devotion which we bring to this endeavor will light our country and all who serve it, and the glow from that fire can truly light the world.

– John F. Kennedy



Master of Business Administration Program

An Internationally Accredited Program by Maastricht School of Management in association with Institute for Technology and Management (ITM)



ITM Business School and Maastricht School of Management (MSM) are globally networked management schools, providing state-of-the-art management education to managers and professionals from many different backgrounds.

As educators, we prepare middle management executives, the self-employed and aspiring consultants for the future by providing them with critical skills for today's global business climate demands and to turn them into highly specialized global business managers.

Program Design

- Fifteen Month MBA program would be spread over five terms.
- The program would focus on course work & Research (Master Thesis).
- Teaching pedagogy would include - case based learning, class discussions, seminars, simulated assignments / field projects etc.
- Weekend classes with foreign faculty sessions to be taught in modular form at SHCIL House, Mahape, Navi Mumbai.*
- International Course work will be there for students for a suitable course module offered by Maastricht School of Business, Netherland and industrial visit in last term. This however will be optional.

Eligibility

- Graduates from any discipline from a recognized university
- About 3 years of full time work experience with a provision to accord due weightage / relaxation for the relevant experience / professional (or)
- Post Graduation qualification. Persons who have completed intermediate examination of CA / CS / CMA / CFA / CAIIB will be given experience relaxation.
- GMAT is a desirable prerequisite for entry into this MBA program

* An "Industry-Academia Interface" with Stock Holding Corporation of India Ltd. (SHCIL)

Program feature

- Portability
- European Credit Transfer System (ECTS)
- State-of-the-art curriculum
- International outlook and faculty
- Global network
- Global study potential
- Multicultural environment
- Enhanced career potential

Flexible Hours to Suit Senior Executives

Duration: 15 Months
Total Number of Terms: 5 (Five)
Batch starting from: January, 2013
Teaching Hours: 700 Hrs. (approx)

Application Deadline 31st December, 2012

Application procedure:

An application fee of Rs. 1000/- is to be paid in favor of "Institute for Technology and Management" by Cheque or DD. Completed application may be addressed to:

Mr. Sreenivas Sahith / Ms. Deepa Sabrinath
Admissions Coordinator

ITM – Institute of Financial Markets, 7th Floor, B-Wing, BSEL Tech Park, Opp. Vashi Railway Station, Navi Mumbai – 400703.

Contact No: 6513 4300 / 2293 0172.

Email: sahiths@itm.edu, deepas@itm.edu

Red Eye

International Accreditations





The Institute of Cost Accountants of India

(Statutory body under an Act of Parliament)

54TH NATIONAL COST CONVENTION-2013

Venue : Gujarat University Convention and Exhibition Center, Ahmedabad

Theme : India's Cost Competitiveness - Imperatives for CMAs

on 18-19 January, 2013 at Ahmedabad

DELEGATE FEE

Corporate Delegates	₹ 5,500/-	Student	₹ 2,000/-
Members	₹ 4,500/-	Spouse	₹ 2,000/-
Cost Accountant-in-Practice/Academicians	₹ 3,000/-	Foreign Delegates	US\$ 200/-

CEP Credit : 6 Hours

Dear Sir/Madam,

The business dynamics today is creating huge churning in the corporate world with each company striving for achieving its objective of sustained growth by unlocking business value and unleashing sweeping efforts and initiatives for bringing about excellence in all spheres of corporate functioning.

Competitiveness in operations and performance is the sole mantra which helps build great companies. It calls for a concerted and focused approach to developing business strategies which can be leveraged to deliver enhanced stakeholders value. It is the result of dedicated pursuit wherein the business is structured and managed in a way so as to bring about all round efficiencies and a culture of result orientation in economic, social and environmental dimensions of corporate activities.

The key objective of the companies is sustained growth which calls for a focused approach to Cost Management leading to all round efficiency in operations through appropriate leveraging of value drivers. The CMAs are the key professional resource for facilitating efficient management of scarce resources and providing a structure for continuous monitoring of the flow of cost information within the enterprise.

The survival and growth of the companies in this highly dynamic and volatile corporate world mandates a pragmatic and innovative approach to the management. Companies which assume leadership in Cost Management will be the winners of tomorrow. This poses as challenge for the CMAs to emerge as effective support for the companies in their efforts to steer through the highly competitive business environment.

Corporate competitiveness is essential for building world class organizations. Therefore, this year the Institute is organizing 54th National Cost Convention on the theme 'India's Cost Competitiveness - Imperatives for CMAs at Gujarat University Convention and Exhibition Center, Ahmedabad during 18-19 January 2013 in association with Western India Regional Council and Ahmedabad Chapter of Cost Accountants.

The Technical sessions will deliberate on the following themes - Cost Competitiveness - Key to Enterprise Survival and Growth, Building Enterprise competitiveness through enhancing professional skills set, Coping with the tardy growth of the economy, Analysing concern areas and the role of CMAs, Energising Infrastructure: Strategic options and action agenda, Availability of Adequate Power: Sine qua non for sustained economic development and Not everything is healthy in the HEALTH sector - imperatives for CMAs.

Looking forward for your co-operation and active participation and wishing you a very prosperous & eventful New Year 2013.

Thanking you,

With best regards,

CMA Shrenik S. Shah
Co-Chairman
Convention Committee

CMA Suresh Chandra Mohanty
Chairman
Convention Committee



54TH NATIONAL COST CONVENTION-2013

Programme Schedule

Day 1	18 th January 2013 (Friday)	Day 2	19 th January 2013 (Saturday)
08.30 a.m. to 09.20 a.m.	Registration	09.30 a.m. to 11.00 a.m.	Technical Session III : Energising Infrastructure - Strategic options and action agenda
09.30 a.m. to 11.00 a.m.	Inaugural Session		
11.00 a.m. to 11.30 a.m.	Tea Break	11.00 a.m. to 11.30 a.m.	Tea Break
11.30 a.m. to 01.00 p.m.	Plenary Session : Cost Competitiveness - Key to Enterprise survival and growth	11.30 a.m. to 01.00 p.m.	Technical Session IV: Availability of Adequate Power - Sine qua non for sustained economic development
01.00 p.m. to 02.00 p.m.	Lunch Break		
02.00 p.m. to 03.30 p.m.	Technical Session I : Building Enterprise Competitiveness through enhancing professional skills set	01.00 a.m. to 02.00 p.m.	Lunch Break
03.30 p.m. to 04.00 p.m.	Tea Break	02.00 p.m. to 03.30 p.m.	Technical Session V : Not everything is healthy in the Health sector: imperatives for CMAs
04.00 p.m. to 05.30 p.m.	Technical Session II : Coping with the tardy growth of the economy-Analysing concern areas and the role of CMAs	03.30 p.m. to 04.30 p.m.	Valedictory Session
07.30 p.m. to 10.00 p.m.	Cultural Programme followed by Conference Dinner		

Sponsorship Details

Platinum Sponsor (₹ 10,00,000)

Delegate fee (non-residential) exemption for 10 delegates
Display on the Convention Backdrop as Platinum Sponsor
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Sponsor For Mementoes (₹ 1,00,000)

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Sponsor name printed in Mementoes

Sponsor For Cultural Event (₹ 1,00,000)

Delegate fee (non-residential) exemption for 2 delegates,
Display at Convention Culture Event as Sponsor

*Note: One special full page (Coloured) advertisement in
the Souvenir for all above mentioned categories.*

Other Sponsorship

Banner/ Stall/ Publicity Material on request - ₹ 50,000



THE INSTITUTE OF COST ACCOUNTANTS OF INDIA

(Statutory body under an Act of Parliament)

54th NATIONAL COST CONVENTION-2013

Theme : India's Cost Competitiveness - Imperatives for CMAs

DELEGATES REGISTRATION FORM

The Chairman,
Delegates Committee,
National Cost Convention- 2013
The Institute of Cost Accountants of India
CMA Bhawan, 3, Institutional Area, Lodhi Road,
New Delhi-110003

Dear Sir,

Please register the following delegates for attending the 54 National Cost Convention -2013 held on 18th and 19th January, 2013 at Ahmedabad. The particulars of the delegates are as under:

Name of The Delegates & Membership No.	Designation	Address of the Delegate	Tel. No. / E-mail

Payment Particulars

A/c payee Cheque/ Demand Draft bearing No. dated drawn in favour of "ICAI- National Cost Convention 2013" payable at New Delhi is enclosed.

Details for NEFT Payment : Account Name - ICAI-National Cost Convention-2013

State Bank of India, Lodhi Road Branch, New Delhi- 110003
Current A/C No. - 32642074215 IFS Code - SBIN0060321
PAN No. - AAATT9744L Service Tax No. - AAATT9744LSD005

Contact Detail : Institute of Cost Accountants of India, CMA Bhawan, 3, Institutional Area, Lodhi Road, New Delhi- 110003
Tel. : 011-24622156-58 Fax : 011-43583642 E-mail : ncc2013@icwai.org

For enquiry and further details, please contact at:

The Institute of Cost Accountants of India, CMA Bhawan 12, Sudder Street, Kolkata-700 016
Phone : 033-22521031-34-35, Fax No : 033-22527993, E-mail : ncc2013@icwai.org, Website : www.icwai.org

Delhi Office, CMA Bhawan, 3, Institutional Area, Lodhi Road, New Delhi- 110003
Phone : 011-24622156-58 Fax : 011-43583642

Western Indian Regional Council of ICAI,
Rohit Chambers, 4th Floor, Janmabhoomi Marg, Fort Mumbai - 400 001
Phone : 022-22043406 / 3416, 22841138

Ahmedabad Chapter of Cost Accountants, 402-403, Shopper's Plaza-III, 4th Floor, Opp. Municipal Market, C.G. Road, Navrangpura, Ahmedabad-380009. Phone : 079-26403616



The Institute of Cost Accountants of India
(Statutory body under an Act of Parliament)

54th NATIONAL COST CONVENTION-2013

Theme : India's Cost Competitiveness – Imperatives for CMAs

SOUVENIR ADVERTISEMENT FORM

The Chairman
Souvenir Committee
National Cost Convention- 2013
The Institute of Cost Accountants of India
CMA Bhawan, 3, Institutional Area, Lodhi Road,
New Delhi-110003

We are pleased to release the following advertisement for the Souvenir to be brought out at the 54th National Cost Convention - 2013 held on 18th and 19th January, 2013 at Ahmedabad.

Advertisement in	Size	Tariff (₹)	✓*
Back Cover	18 cm x 24cm	75000/-	
Front Inside Cover	18 cm x 24 cm	50,000/-	
Back Inside Cover	18 cm x 24 cm	50,000/-	
Centre Spread (Colour)	18 cm x 24 cm	25,000/-	
Special full Page (Colour)	18 cm x 24 cm	20,000/-	
Ordinary Full Page	18 cm x 24 cm	15,000/-	

A crossed, Cheque/ DD bearing No.Dated.....
for ₹.drawn on Bank in favour
of **ICAI-National Cost Convention -2013** is enclosed herewith.

Name of the Organisation Signature.....
Address Name.....
..... Designation.....
Tele. No Mobile.....
Fax..... E-mail..... Website.....

Payment Particulars

Details for NEFT Payment : Account Name - ICAI-National Cost Convention-2013

State Bank of India, Lodhi Road Branch, New Delhi- 110003

Current A/C No. - 32642074215 IFS Code - SBIN0060321 PAN No. - AAATT9744I Service Tax No. - AAATT9744LSD005

Contact Detail : Institute of Cost Accountants of India, CMA Bhawan, 3, Institutional Area, Lodhi Road, New Delhi- 110003
Tel. : 011-24622156-58 Fax : 011-43583642 E-mail : ncc2013@icwai.org

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CMA P. Ghosh

Sr.	Name of Hotel & Address	Contact Person	No. of Rooms	Room Category	Tariff (Rs.)			Discount	Distance from Venue	Taxes	Check-out	Remarks
					Single	Double	Tripple					
1	Hotel Kalash Residency 2nd Floor, Vishwa Complex, Opp. Jain Temple, Navrangpura, Ahmedabad	Mr. Sajjan Purohit Sales & Marketing Manager - 97127700078 hotelkalashinn@hotmail.com	13	Super Deluxe Room	1800	2000		20%	4 Km	7.42% Extra	24 Hrs	
2	Hotel Kalashinn Kalash Complex, 1st Floor, Nr. Jain Derasar, B/h. Navrangpura Post Office, Navrangpura, Ahmedabad	Mr. Sajjan Purohit Sales & Marketing Manager - 97127700078 hotelkalashinn@hotmail.com	13	Super Deluxe Room	1500	1800		20%	4 Km	7.42% Extra	24 Hrs	
3	Hotel Crystal, Jivabhai Chambers, Opp. Bata Show Room, Ashram Road, Navrangpura, Ahmedabad	Mr. Sajjan Purohit Sales & Marketing Manager - 97127700078 hotelkalashinn@hotmail.com	18	Super Deluxe Room	1800	2000		20%	5 Km	7.42% Extra	24 Hrs	
4	Sarovar Portico Bhavan's College Road, Khanpur, Ahmedabad	Mr. Ajay Sharma - 9974022782 asharma@sarovarhotels.com	50		4500	5000	5700		7 Km			
5	Park Plaza Opp. Gujarat College, Ellisbridge, Ahmedabad	Mr. Ajay Sharma - 9974022782 asharma@sarovarhotels.com	50		6500	7500	8500		6 Km			
6	Hotel Kanak Comfort Nr. St.Laurin Hotel, Usmanpura, Ashram Road, Ahmedabad	Mr. Nilesh Shah - 9824369984 hotelkakakcomfort@sify.com	37	Royal Deluxe Room	2320	2880			5 Km	Extra	9.00 am	
7	Hotel Classic Inn (Ahmedabad) 2nd Floor, Vyapar Bhavan, Above Bhuj Mercantile Bank, Mithakhali Six Roads, Navrangpura, Ahmedabad	Mr. Firoz Narsidani 9825047312 hotel_classicinn@yahoo.in, firoznarsidani@yahoo.com	10	Executive A/c Room	1440	1800			5 Km	Extra	9.00 am	Rs.500/- extra per person per day
				Suit A/c. Room	2700	2700						
8	Hotel Sahajpalace Pvt. Ltd Opp. Terapanth Hall, Nr. Torrent House, B/h. Dinesh Hall, Income Tax, Ahmedabad	Mr. Ashok Bhavnani 9898020244 info@sahajpalace.com	10	Deluxe	1800	2000		20%	5 Km	Extra	9.00 am	
			10	Luxury	2500	2500						
			2	Executive	3000	3000						
9	Hotel Nest 37, Sardar Patel Nagar, off.CG Road, Navrangpura, Ahmedabad	079-26426255-65, 26562211 info@hotelnest.in, nest@sify.com	15	Deluxe	2700	3200		20%	4 Km	Extra	9.00 am	With Breakfast
10	Parker Lords Eco Inn Opp. IDBI Bank, Gulbai Tekra Road, Ahmedabad	Mr. Suhash 079-26306961 fompleia@lordshotels.com	5	Deluxe	2500	3000		20%	4 Km	Extra	12 Noon	With Breakfast
			3	Club	3000	3500						
11	Hotel Dev Coronet H.L.Commerce College Road, Opp.Bank of Baroda, Navrangpura, Ahmedabad	Mr. Ranjeetsingh Chauhan - General Manager 079-26463233, 26464241 info@hoteldevcoronet.com, gm@hoteldevcoronet.com	40	Deluxe / Super Deluxe	2000	2500			3 Km	Extra	9.00 am	With Breakfast, Extra bed Rs.800/-
12	Hotel Klassic Gold 42,Sardar Patel Nagar, B/h. Telephone Exchange, Navrangpura, Ahmedabad	079-26445508 / 25 / 78 info@klassicgold.com	10	Executive	4000	4500		30%	4 Km	Extra	9.00 am	With Breakfast, Airport Pick-up Free
13	Hotel Comfort Inn President - Off. C G Road, Opp. Municipal Market, Navrangpura, Ahmedabad	079-26467575, 26464020 president@comfortinnpresident.com, comfortinnpresident@gmail.com	13	Deluxe	3172	3770			4 Km	Extra	9.00 am	With Breakfast
			5	Super Deluxe Room	3770	4367						
			2	Deluxe Suit	4367	4956						

New Era of Service Tax - Simplification leads to Complexities

By **CMA Ashok Nawal**,

Past Chairman and Treasurer of WIRC of ICAI

E-mail: nawal@bizsolindia.com • Mobile: +91 98901 65001



New Era of Service Tax based on Negative List of Services is made effective from 01.07.2012 and it was very clearly stated in the Board Circular n. 161/12/2012 dated 6th July 2012 that there will be single accounting code and single accounting code no. 0041001089 was given along with different code for education cess, secondary and higher education cess, interest and penalty. Ministry of Finance Department of Revenue, it determined to implement GST and therefore, towards the path of reaching GST single accounting code was given for "Services" and same was also clearly stated in the letter issued by Joint Secretary (TRU) dated 16.03.2012. Considering the path to be achieved, following actions were initiated:

1. New registration was granted only under one service category i.e. "Services other than Negative List"
2. Date of filing ST-3 for the period April to June was extended upto 25th November, 2012.

Every Assessee has made changes in computerized system / ERP package for capturing the data for the followings:

1. Tax liability to be captured on the services provided / to be provided as output service provider
2. Tax liability to be captured on services received by him from various service providers where Reverse Charge Mechanism will apply
3. Mapping of all transactions appearing in various accounts and linking with service providers Master Data, so as to capture correct liability of service tax
4. Accounting codes were created
5. Mapping of all transactions for entitlement / availment of Cenvat Credit.

All this exercise will have to undergo lot of change since, Board has issued a Circular for Restoration of Service specific of accounting code for payment of service tax thereby stating that:

1. Descriptions of taxable services given in the annexure are solely for the purpose of statistical analysis.
2. On the advice of the office of the C & AG, a specific sub-head has been created for payment of "penalty" under various descriptions of services.
3. Henceforth, the sub-head "other receipts" is meant only for payment of interest payable on delayed payment of service tax.
4. Accounting Codes under the sub-head "deduct refunds" is not to be used by the taxpayers, as it is meant for use by the field formations while allowing refund of tax.
5. Registrations obtained under the positive list approach continue to be valid.
6. New taxpayers can obtain registrations by selecting the relevant description/s from among the list of 120 descriptions of services given in the Annexure.
7. Where registrations have been obtained under the description 'All

Taxable Services', the taxpayer should file amendment application online in ACES and opt for relevant description/s from the list of 120 descriptions of services given in the Annexure.

8. If any applications for amendment of ST-1 are pending with field formations, seeking the description 'all taxable services', such amendment may not be necessary and the officers in the field formations may provide necessary guidance to the taxpayers in this regard.
9. Directorate General of Systems will be making necessary arrangements for display of the list of 120 descriptions of services and their corresponding Accounting Codes in Form ST-1 and Form ST-2 as may be necessary.

Notification no.48/2012 has already been issued to amend / obtain service tax registration incorporating each of the category of the services as applicable.

It is very clear from the Circular that following steps needs to be taken with immediate effect and implement the same w.e.f. 01.07.2012. However, payment of service tax liability has already been made in accounting code 0041001089 for period 1.07.2012 to 31.10.12 and payment of November 2012 is required to be done in new accounting code brought back to Board Circular no. 165/16/2012 ST dated 20.11.2012. In view of the same ST-3 for the period July 2012 to September 2012 will not reflect 120 categories of services but it will reflect only one category of service.

1. Each person have to make a classification of Services, if such person is service provider as well as recipient of services where Reverse Charge is made applicable, i.e. liability to pay service tax is casted on recipient of services totally or partially.
2. Since such classification made by the person is not of statutory nature and even if payment is made under one or other heading no service tax can be demanded, however, how such person will be insulated from unnecessary litigation, letters from Lower Field Formation of the Department?
3. Principles of classification which was prevalent earlier, will be still applicable even if such Section 65A of Finance Act, 1994 has made inapplicable
4. Though earlier Section 65(105) (a to zzzzw) has been made inapplicable, still those have to be remembered
5. Even interest on delayed payment also to be calculated for each of such services since, there are different codes for interest for different categories of services.
6. Every person have to obtain registration for inclusion number of services considering output services provided by him and different services received by him where such person is liable to pay service tax totally or partially being recipient of services under Reverse Charge Mechanism after analyzing each transaction made / to be made by such person

We reproduce below the Annexure enclosed to the Board Circler no. 165/16/2012 ST dated 20.11.2012 and also part of Notification no. 48/2012 ST dated 30.11.2012:

No.	Finance Act, 1994 erstwhile Section 65 (105)	Descriptions of Taxable Services	Accounting Codes			
			Tax Collection	Other Receipts (interest)	Penalties	Deduct Refunds (for use by the field formations)
1	(a)	Stockbroker service	440008	440009	441298	440121
*	(b)	Telegraph authority-telephone connection [(b) was omitted w.e.f.01.06.2007 and clubbed under (zzzx)]	440003	440119	441296	440122
*	(c)	Telegraph authority-pager [(c) was omitted w.e.f.01.06.2007 and clubbed under (zzzx)]	440015	440020	441301	440021
2	(d)	General insurance service	440005	440006	441297	440120
3	(e)	Advertising agency services	440013	440016	441299	440017
4	(f)	Courier agency service	440014	440018	441300	440019
5	(g)	Consulting engineer services	440057	440058	441310	440059
6	(h)	Custom House Agent service	440026	440027	441302	440028
7	(i)	Steamer agent services	440029	440030	441303	440031
8	(j)	Clearing and forwarding agent services	440045	440046	441306	440047
9	(k)	Manpower recruitment/supply agency service	440060	440061	441311	440062
*	(ka)	Goods Transport Operator [This description is not to be used since omitted and clubbed under (zpz) Transport of goods by road - goods transport agency service - (zpz)]	440067	440068	441313	440069
10	(l)	Air travel agent services	440032	440033	441304	440034
11	(m)	Mandap keeper service	440035	440036	441305	440037
12	(n)	Tour operator services	440063	440064	441312	440065
13	(o)	Rent-a-cab scheme operator services	440048	440049	441307	440050
14	(p)	Architect services	440072	440073	441314	440074
15	(q)	Interior decoration/ Designer services	440076	440077	441315	440078
16	(r)	Management or business consultant service	440116	440117	441325	440118
17	(s)	Chartered accountant services	440092	440093	441319	440094
18	(t)	Cost accountant service	440096	440097	441320	440098
19	(u)	Company secretary service	440100	440101	441321	440102
20	(v)	Real estate agent service	440104	440105	441322	440106
21	(w)	Security/ detective agency service	440108	440109	441323	440110
22	(x)	Credit rating agency service	440088	440089	441318	440090
23	(y)	Market research agency service	440112	440113	441324	440114
24	(z)	Underwriter service	440084	440085	441317	440086
*	(za)	Mechanised slaughterhouse service [omitted vide Finance Act, 2001]	440080	440081	441316	440082
25	(za)	Scientific & technical consultancy services	440125	440126	441326	440127
26	(zb)	Photography service	440129	440130	441327	440131
27	(zc)	Convention service	440133	440134	441328	440135
*	(zd)	Telegraph authority - leased circuit [omitted w.e.f.01.06.2007 and clubbed under (zzzx)]	440137	440138	441329	440139
*	(ze)	Telegraph authority - telegraph service [omitted w.e.f.01.06.2007 and clubbed under (zzzx)]	440141	440142	441330	440143
*	(zf)	Telegraph authority - telex service [omitted w.e.f.01.06.2007 and clubbed under (zzzx)]	440145	440146	441331	440147

*	(zg)	Telegraph authority - facsimile service [omitted w.e.f.01.06.2007 and clubbed under (zzzx)]	440149	440150	441332	440151
28	(zh)	Online information and database access service and / or retrieval service through computer network	440153	440154	441333	440155
29	(zi)	Video production agency/video tape production service	440157	440158	441334	440159
30	(zj)	Sound recording studio or agency services	440161	440162	441335	440163
31	(zk)	Broadcasting service	440165	440166	441336	440167
32	(zl)	Insurance auxiliary service in relation to general insurance	440169	440170	441338	440171
33	(zm)	Banking and other Financial services	440173	440174	441339	440175
34	(zn)	Port service (major ports)	440177	440178	441341	440179
35	(zo)	Service for repair, reconditioning, restoration, or decoration or any other similar services, of any motor vehicle [(zzj) omitted w.e.f 16.6.05]	440181	440182	441343	440183
*	(zp)	Body corporate other than banks in relation to banking and other financial services [omitted w.e.f. 10.09.04 and clubbed under (zm)]	-----	-----	-----	-----
36	(zq)	Beauty parlours /beauty treatment	440209	440210	441361	440211
37	(zr)	Cargo handling service	440189	440190	441348	440191
38	(zs)	Cable operators	440217	440218	441366	440219
39	(zt)	Dry cleaning service	440221	440222	441369	440223
40	(zu)	Event management	440197	440198	441353	440199
41	(zv)	Fashion design	440213	440214	441363	440215
42	(zw)	Health club and fitness centre service	440205	440206	441358	440207
43	(zx)	Life insurance service	440185	440186	441346	440187
44	(zy)	Insurance auxiliary service concerning life insurance business	440185	440186	441346	440187
45	(zz)	Rail travel agent's service	440201	440202	441356	440203
46	(zza)	Storage and warehousing services	440193	440194	441350	440195
47	(zzb)	Business auxiliary service	440225	440226	441371	440227
48	(zcc)	Commercial training or coaching	440229	440230	441374	440231
49	(zcd)	Erection, commissioning and installation	440233	440234	441376	440235
50	(zce)	Franchise service	440237	440238	441384	440239
51	(zcf)	Internet café	440241	440242	441386	440243
52	(zcg)	Maintenance or repair service	440245	440246	441388	440247
53	(zch)	Technical testing and analysis service	440249	440250	441389	440251
54	(zci)	Technical inspection and certification agency service	440249	440250	441389	440251
*	(zci)	Authorised service station [omitted w.e.f 16.6.05 and clubbed under (zo)]	-----	-----	-----	-----
55	(zck)	Foreign exchange broker service	440173	440174	441339	440175
56	(zcl)	Other port (minor port) service	440177	440178	441341	440179
57	(zcm)	Airport services by airport authority	440258	440259	441391	440260
58	(zcn)	Transport of goods by air	440266	440267	441393	440268
59	(zco)	Business exhibition service	440254	440255	441390	440256
60	(zcp)	Transport of goods by road / goods transport agency service	440262	440263	441392	440264
61	(zcp)	Construction services other than residential complex, including commercial/industrial buildings or civil structures	440290	440291	441399	440292
62	(zcr)	Services by holder of intellectual property right providing intellectual property services other than copyright	440278	440279	441396	440280
63	(zcs)	Opinion poll agency service	440274	440275	441395	440276
64	(zct)	Outdoor catering	440051	440052	441308	440053
65	(zcu)	Services by a programme producer	440286	440287	441398	440288

66	(zzv)	Survey and exploration of mineral	440270	440271	441394	440272
67	(zzw)	Pandal or shamiana service	440054	440055	441309	440056
68	(zxx)	Travel agent for booking of passage (other than air/rail travel agents)	440294	440295	441400	440296
69	(zzy)	Services provided by recognised/registered associations in relation to forward contracts	440282	440283	441397	440284
70	(zzz)	Transport of goods through pipeline or other conduit	440302	440303	441430	440304
71	(zzza)	Site formation and clearance, excavation, earth moving and demolition services	440306	440307	441431	440308
72	(zzzb)	Dredging of rivers, ports harbours, backwaters, estuaries, etc.	440310	440311	441432	440312
73	(zzzc)	Survey and map making service	440314	440315	441433	440316
74	(zzzd)	Cleaning services	440318	440319	441434	440320
75	(zzze)	Club or association service	440322	440323	441435	440324
76	(zzzf)	Packaging service	440326	440327	441436	440328
77	(zzzg)	Mailing list compilation and mailing service	440330	440331	441437	440332
78	(zzzh)	Construction of residential complex service	440334	440335	441438	440336
79	(zzzi)	Service provided by a registrar to an issue	440338	440339	441439	440340
80	(zzzj)	Service provided by a share transfer agent	440342	440343	441440	440344
81	(zzzk)	Automated Teller Machine operations, maintenance or management service	440346	440347	441441	440348
82	(zzzl)	Service provided by a recovery agent	440350	440351	441442	440352
83	(zzzm)	Selling of space or time slots for advertisements	440354	440355	441443	440356
84	(zzzn)	Sponsorship service provided to body-corporate or firm including sports sponsorships	440358	440359	441444	440360
85	(zzzo)	Transport of passengers embarking on domestic/international journey by air	440362	440363	441445	440364
86	(zzzp)	Transport of goods by rail including transport of goods in containers by rail (for the present, transport of passengers by rail in air-conditioned class/first class also may be paid under this description/accounting code)	440390	440391	441446	440392
87	(zzzq)	Business support service	440366	440367	441447	440368
88	(zzxr)	Auction service	440370	440371	441448	440372
89	(zzzs)	Public relation management service	440374	440375	441449	440376
90	(zzzt)	Ship management service	440378	440379	441450	440380
91	(zzzu)	Internet telecommunication services (includes internet telephony Service which became taxable from 1-5-2006)	440382	440383	441451	440384
92	(zzzv)	Transport of persons by cruise ship	440386	440387	441452	440388
93	(zzzw)	Credit card, debit card, charge card or other payment card related services	440394	440395	441453	440396
94	(zzzx)	Services of telegraph authority in relation to telecommunication service	440398	440399	441454	440400
95	(zzzy)	Mining of mineral, oil or gas service	440402	440403	441455	440404
96	(zzzz)	Renting of immovable property services	440406	440407	441456	440408
97	(zzzaa)	Works contract service	440410	440411	441457	440412
98	(zzzbh)	Development and supply of content for use in telecom services, advertising agency, etc.	440414	440415	441458	440416
99	(zzzcc)	Asset management including portfolio management and fund management	440418	440419	441459	440420
100	(zzzdd)	Design service other than interior decoration and fashion designing	440422	440423	441460	440424
101	(zzzee)	Information technology software service	440452	440450	441461	440451

102	(zzzzf)	Services provided by an insurer of life insurance under Unit Linked Insurance Plan (ULIP)	440430	440431	441462	440432
103	(zzzzg)	Services provided by a recognized stock exchange in relation to transaction in securities	440434	440435	441463	440436
104	(zzzzh)	Services provided by recognised/registered associations in relation to clearance or settlement of transactions in goods or forward contracts	440438	440439	441464	440440
105	(zzzzi)	Services provided by a processing and clearinghouse in relation to securities, goods and forward contracts	440442	440443	441465	440446
106	(zzzzj)	Services provided by any person in relation to supply of tangible goods	440445	440447	441466	440448
107	(zzzzk)	Cosmetic and plastic surgery service	440460	440463	441467	440466
108	(zzzzl)	Transport of goods by coastal shipping (services by way of transportation of goods by inland waterways is placed in the negative list)	440470	440473	441468	440476
109	(zzzzm)	Legal consultancy service	440480	440483	441469	440486
110	(zzzzn)	Promotion, marketing, organizing or assisting in organizing games of chance including lottery, etc.	440595	440596	441470	440597
111	(zzzzo)	Health services by a clinical establishment, health check-up/diagnosis, etc.	440598	440599	441471	440600
112	(zzzzp)	Maintenance of medical records	440601	440602	441472	440603
113	(zzzzq)	Service of promotion or marketing of brand of goods/ services/events	440604	440605	441473	440606
114	(zzzzr)	Service of permitting commercial use or exploitation of events	440607	440608	441474	440609
115	(zzzzs)	Electricity exchange service	440610	440611	441475	440612
116	(zzzzt)	Copyright service - transfer temporarily/ permit use or enjoyment	440613	440614	441476	440615
117	(zzzzu)	Special services provided by builders	440616	440617	441477	440618
118	(zzzzv)	Restaurant service	441067	441068	441478	441069
119	(zzzzw)	Service of providing accommodation in hotels, inn, guest house, club or campsite whatever name called.	441070	441071	441479	441072
120		Other taxable services [services other than the 119 listed above]	441480	441481	441485	441482

EDUCATION CESS

Sl.No.	Description	Tax collection	Other receipts (interest)	Penalties	Deduct refunds
1	Primary Education Cess	00440298	440299	441486	440300
2	Secondary and Higher Education Cess	00440426	440427	441487	440428

ALL TAXABLE SERVICES

Description	Tax collection	Other receipts (interest)	Penalties	Deduct refunds
All Taxable Services (registrations obtained under this description should be amended online by selecting appropriate description/s from the list of 120 descriptions given in this Annexure)	00441089	441090	441093	441094

When Government wants to reduce the cost of collection and cost of compliances, complexities has been imposed on the persons at their cost only for the statistical purpose of been perforated that monitoring of correct payment of service tax and categories of service providers where probable evasion takes place will not be known in the "Single Code System". When Department will stop working on suspicion and introduce record based transparent system. This will not serve any purpose of either monitoring the tax or searching the tax invaders, since the data available

will be only of amount paid through cash after utilizing total Cenvat. Therefore, we are afraid, then perhaps new ST-3 Return may be devised to collect the data for Cenvat availment of each category of service received and Cenvat availed thereto which will be more complexes. Moreover, if this logic is extended then perhaps object of GST will never be achieved.

However, whatever may be one's observation and grievances, such person have to forget the same and work towards the directions made by such Board Circulars. ■

BAR ON LEGAL EDUCATION

By **S.G.Gokhale**, B.Com. (Hon), LL.M, F.C.S., F.I.I.I.

Advocate and Legal Advisor, Mumbai

Mob.: 9821467264 • E-mail: gokhalesg@rediffmail.com

[The subject of restriction introduced by Bar Council of India in perusing other courses simultaneously with Law Course is highlighted and analyzed in this article]

1) The clause 6 of Rules of Legal Education- 2008 of Bar Council of India is reproduced below.

6. Prohibition to register for two regular courses of study.

"No student shall be allowed to simultaneously register for a law degree program with any other graduate or postgraduate or certificate course run by the same or any other University or an Institute for academic or professional learning excepting in the integrated degree program of the same institution. Provided that any short period part time certificate course on language, computer science or computer application of an Institute or any course run by a Centre for Distance Learning of a University however, shall be excepted."

2) As per above clause a Law student cannot pursue any other academic/ professional course. Many students of C.A./C.M.A/C.S. course intending to pursue Law course simultaneously as an additional or necessary supplementary qualification are adversely affected by the above rule.

3) It is submitted that the said restriction is harsh/unreasonable and unfair for following reasons.

i. There is already a restriction on pursuing more than one University course. Thus, effectively the above restriction remains applicable only to the courses of the Institutes.

ii. The expression "Institute" is not defined in the Rules.

Thus, the prohibition is a sweeping one. Some Institutes are statutory. Some are either run or recognized by the various administrative Ministries of Central/State Governments. Some others are purely private. The examples, other than of ICAI/ICWA/ICSI, are of Insurance Institute of India and Indian Institute of Bankers. These Institutes are running the academic courses which are mostly pursued by insurance and bank employees.

iii. The above restriction appears to be proceeding on the premises that Law course is pursued only for the practice in Law. The fact is that the same is pursued by majority as an additional or necessary supplementary qualification.

iv. A student of 3 years Law course can be in the full time employment but cannot pursue other courses as above.

v. Even if a person is qualified for practice in more than one discipline he/she can practice only in one discipline. It is therefore unreasonable to put restriction at qualifying stage.

vi. In the case of any course, after completing the tuition period one may be required to only appear for exams for completing the course for a long period. It is not clarified during what period a Law student can be said to be pursuing other courses.

vii. While a University student, whether for graduate or post graduate studies in other branches can simultaneously pursue non-University course, student of Law course, which is essentially a University course, cannot do so.

viii. There is a un-certainty about completing any particular course. By curtailing the options, the career prospects of a student get adversely affected.

4) The in-built exemption to distant learning courses is quite logical. But it is applicable only to University. It is a different thing that it may come in to the clutches of University's own rules. However, if the said exemption to distant learning education is extended to the Institutes also, the situation can be substantially salvaged.

5) The issue is highlighted for the attention of various Institutes, academicians and prominent professionals for their consideration and pursuing it further if and as may be deemed appropriate. ■

CAREER FAIR

WIRC participated in Career Fair organized by Times Education Expo on 1st & 2nd December 2012 at Nehru Center, Worli.

Large Number of students visited the Institutes stall.

MIS Reports for Monitoring, Controlling & Reducing Utilities Cost

By CMA Rajesh Kapadia

Utility Cost usually dominates Cost Structure of Many Industries & Many Products. Production Process for any Product usually involves utilization of utilities like Electricity, Filtered Water, Demineralised Water, Steam, Compressed Air, Nitrogen etc.

Following MIS Reports can be generated by Costing Department to help management in monitoring, controlling & reducing utility cost.

1. Trend of Cost Centrewise Consumption of Electricity (in kwh)

1) Yearwise, Cost Centrewise Consumption of Electricity (in kwh)

YEAR	2011-12	%	2010-11	%	2009-10	%
COST CENTRES						
1						
2						
3						
4						
5						
6						
7						
TOTAL						

2) Monthwise, Cost Centrewise Consumption of Electricity (in kwh)

Month	March-2012	%	Feb-2012	%	Jan-2012	%
Cost Centres						
1						
2						
3						
4						
5						
6						
7						
TOTAL						

Utility of these Reports :

- 1) It provides at a glance trend of cost centrewise consumption of electricity.
- 2) Any increase in consumption without any corresponding increase in output requires focus and attention of the management.
- 3) To monitor, control & reduce electricity consumption, management should focus on A Category of Cost

Centres which may account for atleast 70 % of total electricity consumption.

2. Trend of Consumption of Electricity (in kwh) per Unit of Output.

1) Yearwise, Productwise Consumption of Electricity (in kwh)

YEAR	2011-12	2010-11	2010-09
	KWH/MT	KWH/MT	KWH/MT
PRODUCTS			
1			
2			
3			
4			
5			
6			
7			

2) Monthwise, Productwise Consumption of Electricity (in kwh)

Month	March-2012	Feb-2012	Jan-2012
	KWH/MT	KWH/MT	KWH/MT
PRODUCTS			
1			
2			
3			
4			
5			
6			
7			

Utility of these Reports :

- 1) It provides at a glance trend of productwise consumption of electricity per Unit of Output.
- 2) Any increase in consumption as compared to previous months or previous years requires the focus and attention of the management.
- 3) Usually, consumption of electricity per Unit of Output depends upon volume of output also.
So, better the capacity utilization for a product, lower should be the consumption of electricity per unit of output.

3. Trend of Utilities Cost.

1) Yearwise Trend

YEAR		2011-12	2010-11	2009-10
UTILITIES	Unit of Utility Cost			
Electricity	Rs/KWH			
FILTERED WATER	Rs/Cu.MT			
DEMINERALISED	Rs/Cu.MT			
WATER				
STEAM	Rs/MT			
COMPRESSED AIR	Rs/Cu.MT			
NITROGEN	Rs/Cu.MT			

2) Monthwise Trend

MONTHS		Mar-2012	Feb-2012	Jan-2012
UTILITIES	Unit of Utility Cost			
Electricity	Rs/KWH			
FILTERED WATER	Rs/Cu.MT			
DEMINERALISED	Rs/Cu.MT			
WATER				
STEAM	Rs/MT			
COMPRESSED AIR	Rs/Cu.MT			
NITROGEN	Rs/Cu.MT			

Utility of these Reports:

- 1) It provides at a glance trend of per Unit Utilities Cost
- 2) Any increase in Utility Cost as compared to previous months or previous years requires the focus and attention of the management.
- 3) Utility cost can best be monitored by improving the Input/Output ratio of each Utility.

Input/Output ratio for each Utility can be improved by Operating the Each Utility at Optimum Possible Level.

4. Trend of Utilities Cost per Unit of Output.

1) Yearwise Trend of Utilities Cost for Product 1

YEAR		2011-12	2010-11	2009-10
UTILITIES	Unit of Cost			
Electricity	Rs/MT			
FILTERED WATER	Rs/MT			
DEMINERALISED	Rs/MT			
WATER				
STEAM	Rs/MT			
COMPRESSED AIR	Rs/MT			
NITROGEN	Rs/MT			

2) Monthwise Trend of Utilities Cost for Product 1

MONTHS		Mar-2012	Feb-2012	Jan-2012
UTILITIES	Unit of Cost			
Electricity	Rs/MT			
FILTERED WATER	Rs/MT			
DEMINERALISED	Rs/MT			
WATER				
STEAM	Rs/MT			
COMPRESSED AIR	Rs/MT			
NITROGEN	Rs/MT			

Utility of these Reports:

- 1) It provides at a glance trend of Utilities Cost per Unit of Output.
- 2) Any increase in Utility Cost per Unit of Output as compared to previous months or previous years requires the focus and attention of the management.
- 3) Usually, consumption of Utilities per Unit of Output depends upon volume of output also.

So, better the capacity utilization for a product, lower should be the consumption of Utilities per unit of output.

Conclusion:

Once the above mentioned Reports are submitted by Costing Department, maximum benefits can be taken by the Management by properly discussing the various facets of Utilities Cost with Concerned Departments which will Ultimately result in Taking of Corrective Actions to Monitor, Control and Reduce Utilities Cost, Where ever possible.

CONDOLENCE MEETING

A condolence meeting was convened at WIRC Office on 4th December 2012 to pay homage to CMA A. Om Prakash, Central Council Member of the Institute who has passed away on 2nd December 2012 at Chennai.



CMA A. Om Prakash was the Chairman of Journal Committee of the Institute. Members, Students, Staff Members and CMA Debasish Mitra, RCM-WIRC attended the meeting.

May his soul rest in eternal peace.

CAPITAL BUDGETING

CMA needs a new look

by

Indraneel Sen Gupta, neel19414@gmail.com



The financial market took a huge turnaround after the debacle of 2008 where demand and supply inequality were the main players. Industrial revolution took a halt across the world and financial market reflected more fearful days. Global GDP took one of the hardest turnaround followed with diverse policies towards growth and survival of recession.

In this article I would like to depict more about why the companies are not actively behind new projects and why there is an active change in capital budgeting and financial management aspect. I hope this article will provide a new thought for the Cost Accountants and Investment bankers. My main target is to develop the insight of Cost Accountants beyond calculations and to be an active player in the Indian economy as well as in the global economic platform.

The old books of financial management and capital budgeting techniques has changed after 2008 recession phase across the globe. Investment opportunity has all taken a dramatic change due to the changing factors of capital budgeting and financial management. Business schools have also failed in majority of the case to find out the difference in project slowdown after 2008 debacle.

We have found that in India and in U.S economy corporate are having pile of profits in their books in the form of cash. Currently US corporate are having around \$2.5 trillion as cash in their books of accounts. But they are still reluctant to drive into the ocean of investments since capital budgeting techniques will fail to capture the

recessionary factors. In order to validate my data according to the recent report from Moody's Investors Service non-financial corporate cash position rose to \$1.24 trillion at the end of 2011. The report further states, that nearly \$700 billion, 57% of the corporate cash total, is held overseas which includes emerging economies. The below image depicts the same story.

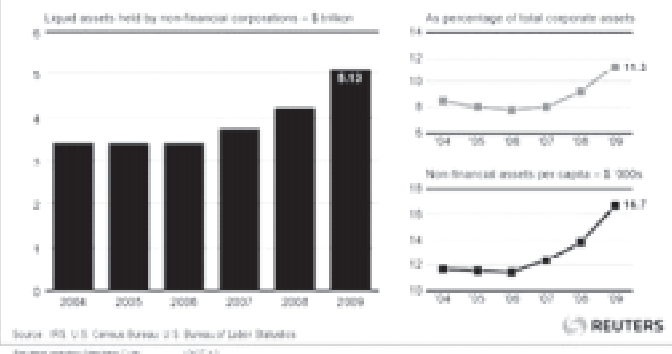
One will be shocked to find that according to the Federal Reserve that, at the end of March, U.S. corporations held \$1.7 trillion in cash reserves, which they keep in treasuries, other bonds, and bank accounts. When I drilled further I find that the cash position of the US corporate increased from 12% from 2006 to 24% from the Great Recession in 2008.

Time frame of generating cash flow is the biggest factor which the capital budgeting process will fail after the recession slow down. With negative growth in consumer demand in US and Europe and significant slowdown in Asian economy has changed the demand of any product. Hence more time will be consumed in generating a positive cash flow or even break even for any product as compared to the post recessionary phase.

Another aspect that fails to capture is the low cost of debt and equity component mixture within financial management of a project. US have got a zero interest rate which might seem like an gives an thumbs up to an investment project. But with significant slowdown in the global economy the real benefit of zero interest rate has negligible effect. At the same time with poor performance of the equity market and negative show down of the IPO

U.S. non-financial companies' cash stash

The Fed's latest Flow of Funds report showed that American non-financial companies held \$1.7 trillion in liquid assets at the end of March. But newly released IRS figures show that in 2009 these companies held \$5.13 trillion in liquid assets, triple the Fed figure.



market which is a key exit route for any venture capital and corporate finance has also changed the rules of financial management. Debt to equity ratio across the globe has taken a huge toll and a significant part of it can be witnessed in Indian market in the last 2 financial years.

Disparity about assumptions while drawing conclusion for project viability through capital budgeting and financial management techniques needs a high level of economic factors which needs to be accounted. I find project risk management has got a huge significant role to play since through this we can resolve the economic factors by certain percentage.

- Communication about risk in cash flow projection
- Identification of early risk in projects,
- Diverse markets and economic conditions linked with product consumption need to be linked with cash flow projections,
- In depth focus of equity option more than debt

consideration should be the key aspect since equity is the key exit option for financial investments,

- Life cycle costing of the product should be mapped with different geographies since after recession of 2008 there has been a significant change in demand culture.

Well the above list might be incomplete and needs some more inclusion but it's up to you to add up taking the practical aspects in mind.

In order to have new projects Cost Accountants needs to keep in mind those only mathematical calculations are no longer enough. One needs to grill into the cash flow projection factors while deriving the end result of the investment project. Geographical factors and product life cycle costing, needs to have a high level of priority to decide the project viability. Unless we cost accountants move ahead with these factors new projects will find times to come and hence the economic slowdown will only keep on growing.



The minimum Public shareholding Vs Delisting Dilemma

*CMA Jagdish Ahuja, ahuja.jag@gmail.com

It is worth noting that as per listing guidelines of "Minimum Public Shareholding" norms, the Government companies shall have a minimum public shareholding of 10% and the private companies shall have a minimum public shareholding of 25%. Such companies are expected to comply with this condition by June 2013. The SEBI has already hinted a do or die situation for such companies with high promoter holding. The recent news hitting the headlines of financial dailies suggest that SEBI is in no mood to relax its June 2013 deadline for such companies and defaulting companies would face dire consequences.

There are two options open to such companies. They can either delist the company shares by offering to buyback all its shares in public or alternatively, dilute its shareholding to bring to the level of 75% or below. The delisting option is subject to SEBI allowing on case to case basis depending on merits, where SEBI is of the opinion that it is difficult for the company to meet its minimum shareholding deadline.

The modes of dilution available with these companies is either through FPOs, IPPs, auction method or through preferential allotment. In order to facilitate compliance, SEBI has recently amended its rules, to help promoters of such companies to meet its divestment deadline and allowed the rights/bonus shares route as well to dilute

its shareholding.

Currently there are over 11 PSUs, where the Government holds more than 90% stake and must look for divestment. In the private sector there are over 110 such cases where the promoter's stake is above 75% and warrants dilution. It is surprising that despite the deadline is just 7 months away, many companies are yet to do spade work or take preliminary steps in this regard.

The list of companies under private sector, where the promoter's stake needs to be diluted below 75% includes inter alia Wipro, Jet Airways, Reliance Power, DLF, L&T Finance, Omaxe, Bajaj Corp, Jaypee Infra, etc. The leading PSUs where the promoter's holding is to be diluted below 90% include STC, National Fertilisers, State Bank of Mysore, RCF, etc.

Such companies seem to be in a dilemma as to what is more beneficial to them diluting promoter's stake in such companies or delisting. It is to be seen how the investors at large will be benefited from above as the first half of 2013 is expected to witness a multitude of investor friendly actions in such companies.

*Jagdish is a Mumbai based Company Secretary in Practice and can be reached at ahuja.jag@gmail.com



CMA Ashok Nawal, Chairman, Students, Members and Chapter Co-ordination Committee, WIRC welcoming Faculty Members during Faculty Meeting organized by WIRC on 28th November 2012. Also seen from L to R: CMA Shrenik Shah - Chairman, WIRC and CMA Aruna Soman, CCM, ICAI



CMA Aruna Soman, CCM, ICAI elaborating about New Syllabus to faculty members during Faculty Meeting organized by WIRC on 28th November 2012. Also seen (L to R): CMA Ashok Nawal, Chairman, Students, Members and Chapter Co-ordination Committee, WIRC, CMA Shrenik Shah - Chairman, WIRC, CMA Ashish Thatte - Vice Chairman, WIRC and CMA Debasish Mitra, RCM-WIRC



Release of New Publication on Objective types question and Answers during Faculty Meeting organized by WIRC on 28th November 2012.



View of Faculty Members during Faculty Meeting organized by WIRC on 28th November 2012



Institute's Stall during Career Fair organized by Times Education Expo on 1st & 2nd December 2012 at Nehru Center, Worli.



CMA Vijay P. Joshi, Past Chairman WIRC and CMA Dr. Niranjan Shastri, Chairman of Indore Dewas Chapter along with members, students & staff during Deepotsava organized by Indore Dewas Chapter



CMA S.S. Gupta delivering lecture during seminar of Service Tax organized by Bilaspur Chapter on 3rd November 2012.



View of Participants during seminar of Service Tax organized by Bilaspur Chapter on 3rd November 2012.

CHAPTER NEWS

INDORE DEWAS

Deepotsava & Volunteers' Meet

A celebration on the auspicious occasion of Deepawali was organized by Chapter on 13th November 2012 at Chapter Office Hall, Indore. Celebrations were started with Laxmi Pooja. CMA Dr. Niranjana Shastri Chairman of the Chapter welcomed staff, students and members for the divine program. CMA Vijay P. Joshi, Past Chairman WIRC explained the importance of this festival in the life of a professional. Program was attended by faculty members, members and students. The program was concluded with distribution of sweets and the Diwali bonus to staff, workers and volunteers. The program was followed by a volunteers' meet which was attended by volunteers and faculty members. CMA Dr. Niranjana Shastri appreciated the efforts of volunteers exhibited during recent programs organized by the Chapter. CMA Vijay P. Joshi Past Chairman WIRC urged the volunteers to take independent charge of programs and allow the faculty/committee members to play the role of facilitation only. Faculty Dr. Antimbala Shastri explained need of communication skills for successful leadership.

WIRC FACULTY MEETING

The Faculty Meet of Oral Training Centres was arranged at Indian Merchant Chambers, Churchgate, Mumbai on Wednesday, 28th November 2012 at 6.00 p.m. to discuss various issues relating to Oral Training.

CMA Ashok Nawal, Chairman, Students, Members and Chapter Co-ordination Committee, WIRC welcomed the Faculty members. CMA Aruna Soman, CCM, ICAI briefed about Perspective View of New Syllabus. CMA Shrenik Shah - Chairman, WIRC briefed about New Syllabus. CMA Ashish Thatte - Vice Chairman, WIRC briefed about WIRC activities. On the occasion WIRC released New Publication on Objective types question and Answers. The Council members replied the queries raised by the Faculty Members.

CMA Debasish Mitra, RCM-WIRC proposed vote of thanks.

OBJECTIVE TYPES QUESTION AND ANSWERS

WIRC released New Publication on Objective types question and Answers for Intermediate Group I & II for the students who will be appearing for December 2012 examination during Faculty Meet held on Wednesday, 28th November 2012.

It is available for sale at WIRC Office, Thane & Borivli SMF Centres.

Foundation & Final Objective types question and Answers will be released very shortly.

CMA Ashish Thatte, Chairman Professional Development Committee WIRC was the main resource person for bringing out these publications.



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Rohit Chambers, Janmabhoomi Marg, Fort, Mumbai 400 001.
Tel.: 2204 3406 / 2204 3416 / 2284 1138
Fax : 2287 0763
E-mail : bulletin@icwai-wirc.org
Website : www.icwai-wirc.org

To