



# WIRC BULLETIN

## EDITORIAL BOARD

**Chief Editor:**  
CMA Ashok B. Nawal

**Editorial Team:**  
CMA Yashodhar Thakar  
CMA Aditya Umarji  
CMA Pradnya Chandorkar

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For Members only

July 2012

## From the Desk of Chairman



Dear Professional Colleagues,

*"The true meaning of life is to plant trees,  
under whose shade you do not expect to sit".*

~ Nelson Henderson

All good things must come to an end. This will be my last communication as Chairman -WIRC, but I look back with a great deal of satisfaction and happiness, at what WIRC has been able to achieve, during the last financial year. Presently we are passing through good rainy season, I pray

that showers of new achievements should be fell upon us with your whole-hearted support for the development and growth of CMA Profession. I feel honoured and privileged to get an opportunity to present before you the annual performance summary with surplus of Rs.106 Lacs, a very good financial performance along with major milestones achieved by WIRC during last financial year. I attribute this success to the stellar efforts of our Regional Council Members, WIRC Staff and eminent members of the region for extending support and co-operation to me during my tenure as Chairman of Region.

In the history of CMA profession this is first time that Ministry of Company Affairs issued landmark notifications covering entire manufacturing sector under the preview of Statutory Cost Accounting Compliances & Cost Audit and to capitalize on this, we remain focused on "New Mechanism of Cost Audit and Cost Accounting Records" and organized series of seminars covering almost all notified Excise Chapter Headings. WIRC of ICAI in association with National Task Force (ICAI) has also organized CFO meet to generate awareness in the companies to interpret and implement the provisions of the said notifications. WIRC also started "Students Members Facilitation Centre" at St. Francis Institute of Management & Research, Borivali-Mumbai. Special thanks to CMA Ashish Thatte (Hon. Secretary, WIRC) and CMA Ashok Nawal (Chairman P.D. Committee -WIRC) for their unlimited support and extending time for P.D. activities in the region. I also wish to

thank CMA Sanjay Bhargave and CMA Amit Apte (CCMs) who has always been a great support behind these events. Apart from these WIRC also organized many events like Integrated Campus Program, Students Felicitation Programs, Faculty Meets, Budget Meet, Foundation Day Celebration and around 27 CEP Programs etc. I would like to compliment everyone of my Council colleagues in making these events a grand success. I also sincerely recognize the constant support of CMA S.S. Shah (Vice Chairman - WIRC) and CMA Neeraj Joshi (Treasurer -WIRC) in organizing events and managing WIRC affairs with their tireless efforts and significant contributions.

I am deeply indebted to our mentors in the region CMA D.V. Joshi (Advisor-WIRC), CMA V.S. Datey (Chairman-Nasik Chapter), CMA Kirit Mehta (Past Chairman-WIRC), CMA Sanjay Bhargave (CCM) and CMA Ashwin Dalwadi (Past CCM) for their support, stimulating suggestions, encouragement and hour to hour guidance all the time throughout the year.

On operational side, I need to underline efforts of Mr. K. P. Unnikrishnan (Joint Director-Admin., WIRC), WIRC staff and program co-ordinators for their support, dedication and team work.

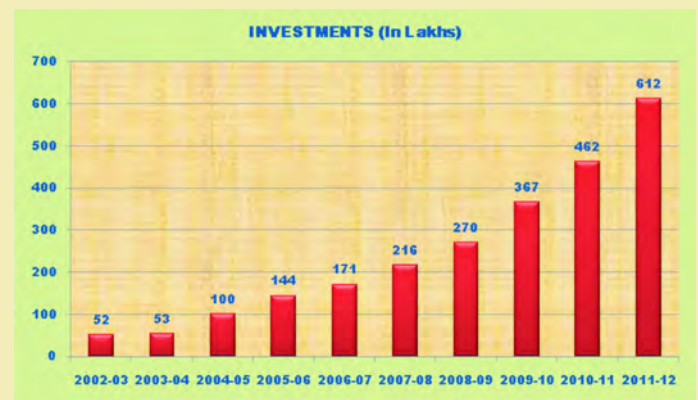
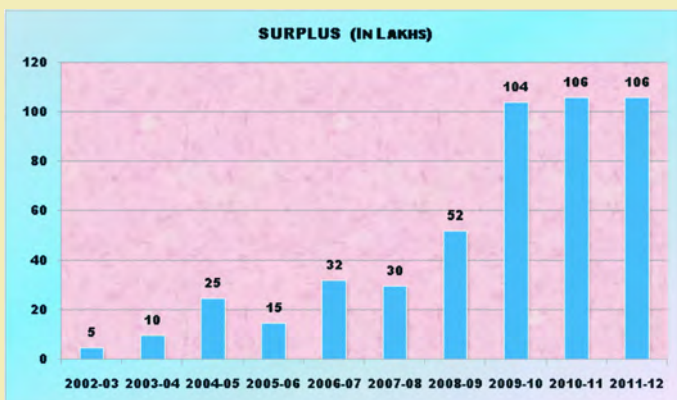
I also wish to express my sincere thanks to Hon'ble President, Vice President and all Central Council members and staff (ICAI Kolkata) for their immense support and co-operation.

While we have achieved some success, obviously much more needs to be done. This is the time when we should forget personal and political differences and work together because "Coming together is a beginning, Keeping together is progress and Working together is success". I once again thank every one of my colleagues, guides, members and students for your kindness and love that you have bestowed on me and the excellent co-operation and assistance extended to me during my term. I am certain that you will continue to extend the same to the new incumbent to this office and as a Past Chairman I will do my best to serve the profession with vigour and I am confident that under the leadership of incoming Chairman the new Council will take WIRC in new directions and will strive for further glory of our institute.

With profound regards and warm wishes,

**CMA Vijay P. Joshi**

## WIRC PERFORMANCE



## WIRC HIGHLIGHTS - 1998-99 to 2011-12 (in thousands)

PARTICULARS	1998-99	1999-00	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
INCOME	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
REVENUE FROM LEARNING & TRG.	2636	3198	2864	3311	5575	5599	6770	7057	8840	9224	15864	22657	24037	25746
GRANTS	813	842	595	830	913	1197	1223	1391	1521	1929	2938	3776	4519	6834
COMMISSION ON SALE OF PUBLS.	384	407	303	340	337	368	463	447	520	551	432	380	540	530
OTHER REVENUE	134	208	205	287	456	356	256	281	396	323	354	398	253	226
INTEREST	294	360	329	138	292	363	437	725	886	1619	2058	2902	3264	5229
SEMINAR & CONFERENCE & P. D.	311	616	362	303	1587	2751	1138	1198	1585	967	1795	4058	4587	3733
NCCMA - NET REVENUE	0	0	230	0	0	0	700	0	0	0	658	175	135	0
<b>TOTAL REVENUE</b>	<b>4572</b>	<b>5631</b>	<b>4888</b>	<b>5209</b>	<b>9160</b>	<b>10634</b>	<b>10987</b>	<b>11099</b>	<b>13748</b>	<b>14613</b>	<b>24099</b>	<b>34346</b>	<b>37335</b>	<b>42298</b>
<b>EXPENSES</b>														
LEARNING & TRAINING EXPS.	1406	1764	1571	1901	2877	2899	2848	3087	3236	3616	8436	11261	12097	14864
EMPLOYEE EXPENSES	2347	2597	3054	2844	2904	3264	3215	3415	3704	4221	4979	5714	6281	8496
SEMINAR & PROGRAMMES & P.D.	138	414	128	102	1243	1770	805	925	1344	847	1524	3228	4060	3227
OPERATING EXPENSES	696	818	888	1344	1232	1254	1266	1706	1716	1962	2941	2662	3785	4295
OTHER EXPENSES	493	559	513	371	358	421	348	428	543	922	1052	1039	524	792
<b>TOTAL EXPENSES</b>	<b>5080</b>	<b>6152</b>	<b>6154</b>	<b>6562</b>	<b>8614</b>	<b>9608</b>	<b>8482</b>	<b>9561</b>	<b>10543</b>	<b>11568</b>	<b>18932</b>	<b>23904</b>	<b>26747</b>	<b>31674</b>
<b>SURPLUS/DEFICIT</b>	<b>-508</b>	<b>-521</b>	<b>-1266</b>	<b>-1353</b>	<b>546</b>	<b>1026</b>	<b>2505</b>	<b>1538</b>	<b>3205</b>	<b>3045</b>	<b>5167</b>	<b>10442</b>	<b>10588</b>	<b>10624</b>
<b>LIABILITIES</b>														
GENERAL FUNDS	1684	1162	-232	-324	222	1247	3752	5290	8495	11540	16707	27150	37738	48362
OTHER FUNDS	702	730	757	785	813	841	866	894	922	950	979	1006	1034	1063
LIABILITIES	2328	3207	3869	4224	6955	6762	9777	12310	11830	12957	14650	17242	21538	24651
<b>TOTAL LIABILITIES</b>	<b>4714</b>	<b>5099</b>	<b>4394</b>	<b>4685</b>	<b>7990</b>	<b>8850</b>	<b>14395</b>	<b>18494</b>	<b>21247</b>	<b>25447</b>	<b>32336</b>	<b>45398</b>	<b>60310</b>	<b>74076</b>
<b>ASSETS</b>														
FIXED ASSETS	521	638	549	1067	644	585	465	474	620	659	542	822	767	891
CURRENT ASSETS	3398	3631	3103	1713	5567	6628	12044	15644	18359	22626	29126	41622	51373	66087
LOANS AND ADVANCES	333	356	457	1559	1441	1372	1389	1888	1906	1925	2008	2415	7245	6147
PUBLICATION - STOCK	462	474	285	346	338	265	497	488	362	237	660	539	925	951
<b>TOTAL ASSETS</b>	<b>4714</b>	<b>5099</b>	<b>4394</b>	<b>4685</b>	<b>7990</b>	<b>8850</b>	<b>14395</b>	<b>18494</b>	<b>21247</b>	<b>25447</b>	<b>32336</b>	<b>45398</b>	<b>60310</b>	<b>74076</b>

**WESTERN INDIA REGIONAL COUNCIL OF  
THE INSTITUTE OF COST ACCOUNTANTS OF INDIA**

4th Floor, Rohit Chambers, Janmabhoomi Marg, Mumbai 400 001

**NOTICE**

**ANNUAL GENERAL MEETING**

In terms of Regulation 136 of the Cost and Works Accountants Regulation 1959, Notice is hereby given that the Fifty-third Annual General Meeting of the Members of the Western India Regional Constituency of the Institute of Cost Accountants of India will be held on **Saturday, the 28th July 2012 at 6.00 pm at Seminar Hall of the Ahmedabad Chapter of Cost Accountants, 402/403, Shopper's Plaza Unit - III, Opp. Municipal Market, C.G. Road, Navrangpura, Ahmedabad - 380 009** to transact the following business:

**AGENDA**

1. To receive the Western India Regional Council's Fifty-third Annual Report.
2. To consider and adopt the Accounts of the Western India Regional Council for the year ended 31st March 2012, together with the Auditor's Report thereon.
3. To appoint Auditors for the year 2012-2013 and fix their remuneration.
4. To transact any other business as may be brought before the meeting with the permission of the Chair.

By order of the Regional Council

Place : Mumbai  
Date : 27th June 2012

**CMA Vijay P. Joshi**  
*Chairman*

**Note:** Those members, who require any clarification in respect of any matter connected with the Annual Report and / or Accounts, are requested to send their queries so as to reach this office at least 5 days before the date of the meeting.

**NOTICE OF PROPOSALS (Regulation 139)**

Every member of the Institute on the Regional Register shall be entitled to table any proposal(s) or resolution(s) for the consideration of the General Meeting of the Members, provided that such proposal(s) and resolution(s) are received by the Chairman of the Regional Council at least 10 days before the date of the meeting. Any such proposal(s) received after the prescribed time will be treated as proposal(s) for the next meeting of the Members unless admitted by the Chairman of the earlier meeting.

## Technical Discussion on Draft "Product Group Classification"

We are pleased to inform that WIRC of the Institute is organising a Technical Discussion on Draft "Product Group Classification" issued by the MCA on 25th June 2012. The MCA has asked for comments on the draft by 15th July, 2012 and hence we appeal to all the stakeholders to participate in the discussion.

Details of the program are given below:

<p>Topic : <b>Draft Product Group Classification</b></p> <p>Date : <b>Thursday, 12th July, 2012.</b></p> <p>Speaker/s : Senior Professionals will lead the discussion</p> <p>Time : 05.30 p.m. to 08.30 p.m.</p> <p>Venue : <b>Pimpri-Chinchwad-Akurdi Center of Pune Chapter of Cost Accountants</b> Office No. 1 to 4, NB Arcade, Near PCMC Hospital, Akurdi Main Road</p> <p>Fees : Nil (Registrations on First-come-first-served basis. Limited Seats)</p> <p>CEP Credit : 2 Hours</p>	<p>Topic : <b>Draft Product Group Classification</b></p> <p>Date : <b>Friday, 13th July, 2012</b></p> <p>Speaker/s : Senior Professionals will lead the discussion</p> <p>Time : 05.30 p.m. to 08.30 p.m.</p> <p>Venue : <b>Western India Regional Council</b> Rohit Chambers, 4th Floor, Fort, Mumbai 400 001.</p> <p>Fees : Nil (Registrations on First-come-first-served basis. Limited Seats)</p> <p>CEP Credit : 2 Hours</p>
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***We request you to register with WIRC of ICAI – E-mail: seminar@icwai-wirc.org***

# 53RD ANNUAL REPORT & ACCOUNTS 2011-2012

## WESTERN INDIA REGIONAL COUNCIL OF THE INSTITUTE OF COST ACCOUNTANTS OF INDIA

Rohit Chambers, 4th Floor,  
Janmabhoomi Marg, Fort, Mumbai - 400 001.  
Tel.Nos.: 2204 3406 / 2204 3416 / 2284 1138  
Fax : 2287 0763 | eMail:admin@icwai-wirc.org  
Website: [www.icwai-wirc.org](http://www.icwai-wirc.org)

CMA VIJAY P. JOSHI  
*Chairman*

CMA SHRENIK S. SHAH  
*Vice-Chairman*

CMA ASHISH P. THATTE  
*Hon. Secretary*

CMA NEERAJ D. JOSHI  
*Treasurer*

### **Members:**

CMA ASHOK B. NAWAL  
CMA DINESH K. BIRLA  
CMA G.R. PALIWAL  
CMA DEBASISH MITRA

### **Central Council Members:**

CMA AMIT A. APTE  
CMA SANJAY R. BHARGAVE  
CMA P.V. BHATTAD  
CMA ARUNA V. SOMAN

### **Bankers :**

BANK OF BARODA - Fort, Mumbai  
CANARA BANK - Fort, Mumbai

### **Auditors:**

MANOJ SAMPAT & ASSOCIATES  
*Chartered Accountants*

### **Internal Auditor:**

CMA SUBODH C. MAWALANKAR  
*Cost Accountant*

Dear Members,

On behalf of the Members of the Western India Regional Council of the Institute of Cost Accountants of India, I have pleasure in presenting the 53rd Annual Report and Audited Accounts for the year 2011-2012.

## **1. COUNCIL**

### **1.1 Office Bearers:**

In the 266th WIR Council Meeting held on Sunday, the 31st July, 2011, at Nasik, the following Office Bearers were elected for the year 2011-2012:

CMA Vijay P. Joshi - *Chairman*  
CMA Shrenik S. Shah - *Vice-Chairman*  
CMA Ashish P. Thatte - *Hon. Secretary*  
CMA Neeraj D. Joshi - *Treasurer*

### **1.2 Committees:**

#### **Executive Committee:**

CMA Vijay P. Joshi - *Chairman*  
CMA Shrenik S. Shah - *Member*  
CMA Ashish P. Thatte - *Member*  
CMA Neeraj D. Joshi - *Member*  
CMA Ashok B. Nawal - *Member*  
CMA Amit A. Apte - *Member*  
CMA Sanjay R. Bhargave - *Member*  
CMA Ashwin G. Dalwadi - *Member, Co-opted*

#### **Professional Development, Programme and CEP:**

CMA Ashok B. Nawal - *Chairman*  
CMA Ashish P. Thatte - *Member*  
CMA Neeraj D. Joshi - *Member*  
CMA Sanjay B. Mundade - *Member, Co-opted*

#### **Students, Members & Chapter Co-ordination:**

CMA Neeraj D. Joshi - *Chairman*  
CMA Ashish P. Thatte - *Member*  
CMA Ashok B. Nawal - *Member*  
CMA Dinesh K. Birla - *Member*  
CMA Sanjay R. Bhargave - *Member*  
Mr. Vinay Kisan Kanade - *Student Representative (Postal)*  
Mr. Bhushan Niwas Orpe - *Student Representative (Oral)*

#### **Research & Publications**

CMA Ashish P. Thatte - *Chairman*  
CMA Neeraj D. Joshi - *Member*  
CMA Ashok B. Nawal - *Member*  
CMA Debasish Mitra - *Member*  
CMA Amit A. Apte - *Member*

#### **Task Force for Brand Image of CMAs:**

CMA Amit A. Apte - *Chairman*  
CMA (Dr.) Heena S. Oza - *Member*

CMA Manisha Agarwal	-	Member
CMA Sanjeev Gawande	-	Member
CMA Samir K. Rakshit	-	Member
CMA Rammohan Menon	-	Member

**Editorial Board:**

CMA Ashok B. Nawal	-	Chairman
CMA Yashodhar S. Thakar	-	Member
CMA Aditya S. Umarji	-	Member
CMA Pradnya Chandorkar	-	Member

**Advisor WIRC of ICAI:**

CMA Dhananjay V. Joshi	-	Advisor
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Chairman and Vice-Chairman, WIRC will be permanent invitees on all the Committees.

NB:- CMA G.R. Paliwal, RCM from Nagpur in the WIR Council Meeting has categorically shown his unwillingness to participate in functioning of any Committee formed by WIR Council hence WIRC regretfully accepted his wish.

CMA Aruna Vilas Soman, CCM from WIRC, who was included in Executive Committee and PDP & CEP Committee of WIR Council has expressed her desire not to continue as the member in these Committees due to her duties as Central Council Member and other Commitments.

The Council and Committees met from time to time during the year under report.

**2. BULLETIN:**

WIRC News Bulletin is being published every month, which contained information and activities carried out by WIRC and its Chapters in the Region from time to time.

The WIR Council is thankful to the members, viz., CMAs Ashok B. Nawal, Manoj Behede, Sachin Gandhi, A.N. Raman, Indraneel Sen Gupta, K. Sreeramam, Rajesh Kapadia, R.N. Bhave, Jagdish Ahuja, Raja Dutta, Mr. S.G. Gokhale, Mr. K.R. Bhargava, Dr. Arvind S. Luhar, CA Harish Sharma and Mr. Hires S. Luhar, who have contributed by giving valuable articles on matters of professional interest for the benefit of the members at large. WIR Council is also thankful to the organization/s, which have released their advertisements in the Bulletin.

The Soft copy of the Bulletin is put up on the site of WIRC on 10th of every month and also sent by email to those members, who have provided their email Id for Bulletin. The Editor of the Bulletin is soliciting valuable articles from the members for publication in the Bulletin. Under the Editorship of CMA Ashok B Nawal, the quality and the contents of the WIRC Bulletin has improved.

**3. PROFESSIONAL DEVELOPMENT ACTIVITIES:****3.1 Seminars & Programmes:**

3.1.0 Continuing Education Programmes (CEPs) for Members:

3.1.1 WIRC organized CEP Training Programs for the benefit of the Practicing as well as general members as per detailed statement given below:

No.	Day & Date	Topic	Faculty
1	27/8/2011	Generally Accepted Cost Accounting Principles, WIRC	CMA Kishore Bhatia
2	10/9/2011	Discussion on Exposure Draft Guidance Notes - CAS 4, Thane SMFC	CMA Hemant Kulkarni
3	16/9/2012 & 17/9/2012	New Mechanism of Cost Audit & Cost Records, Hotel Ambassador, Mumbai Chief Guest: CMA B.B. Goyal, Advisor (Cost), MCA, CMA Rakesh Singh, Vice-President, ICAI and CMA Dhananjay V. Joshi, Past President, ICAI	CMAs Bhargave, Amit Apte, V.C. Kothari, Kirit Mehta, Vijay Joshi, A.G. Dalwadi, Ashok Nawal, Dr. N.M. Vechalekar, Neeraj Joshi, N.K. Nimkar, Milind Date & Harshad Deshpande
4	08/10/2011	Introduction to XBRL, Thane SMFC	CMA Prerana Tiwari
5	26/11/2011	New Mechanism of Cost Audit & Cost Records, Hotel Tip Top Plaza, Thane Chief Guest: Mr. Pramod K. Agrawal, Commissioner, Central Excise & Customs, Mumbai-III & CMA Dhananjay V. Joshi, Past President, ICAI, Keynote speaker	CMAs Amit Apte, Ashish Thatte, Neeraj Joshi, Harshad Deshpande, Chandrashekhar Joshi and Rohit Vora
6	10/12/2011	Foreign Direct Investments & Related Party Transaction, Thane SMFC	CS A.Sekar
7	8/1/2012	Opportunities for Practising Cost Accountant, Borivali SMFC	CMAs S.G. Narasimhan, Chandrashekhar Joshi & Y.R. Doshi
8	14/1/2012	Equity Market - Management Accountant's Strategy, Thane SMFC	CMA V.R. Berde
9	21/1/2012	SEZ - Going Ahead, Borivali SMFC	Mr. Swanand Dhondse
10	28/1/2012	Equity Market - Management Accountant's Strategy, WIRC	CMA V.R. Berde
11	11/2/2012	Opportunities for Practising Cost Accountant, Thane SMFC	CMAs Chandrashekhar Joshi and Aditya Umarji
12	17/2/2012	New Mechanism of Cost Audit & Cost Records, Hotel Parle International, Mumbai Chief Guest: CMA Dhananjay V. Joshi, Past President, ICAI	CMAs Vijay Joshi, Ashok Nawal, Neeraj Joshi, Harshad Deshpande, N.K. Nimkar and Chandrashekhar Joshi
13	18/2/2012	SCAM - How to spot Fraudulent Financial Statement, Borivali SMFC	Mr Sageraj Baria
14	22/2/2012	India Corporate and Investor Meet jointly with IMC, at Y B Chavan Centre Chief Guest: Mr.Veerappa Moily, Hon'ble Union Minister for Corporate Affairs.	Mrs. Deena Mehta, Ms. Sucheta Dalal, Mr. Madhusudan Kela, Mr. Mahesh Krishnamurthy, etc.
15	05/3/2012	Round Table Discussion on Draft CAS2 issued by ICAI. Thane SMFC	CMA Ashish Thatte
16	10/3/2012	Scam in Stock market, Thane SMFC	Mr. Amit Bagaria
17	17/3/2012	Union Budget, Borivali SMFC	Adv. M.H. Patil and CA Shripad Kabadi
18	24/3/2012	Union Budget, Thane SMFC	CMA Jagdish Ahuja and CA Shripad Kabadi
19	24/3/2012	Exposure Draft for Performance Appraisal, Vile Parle	CMA Kirit B Mehta

20	27/3/2012	Half Day Seminar on 'Applicability of Cost Audit & Cost Compliance in Engg.Machinery, Tractor & other Motor Vehicles (Chapters 84, 85 & 87), Thane	CMAs Amit Apte, Neeraj Joshi and Chandrashekhar Joshi
21	31/3/2012	Exposure Draft for Performance Appraisal, Ghatkopar	CMA Chandrashekhar Joshi
22	21/4/2012	Product Costing in SAP R/3, WIRC	CMA Pramod Bhawe
23	27/4/2012	Half Day seminar on Applicability of Cost Audit & Cost Compliance in Organic and Inorganic Chemicals Industry (Chapters 28, 29, 32, 38 & 39), at Chembur, Mumbai	CMAs Ashish Thatte, Kirit Mehta, Sukrut Mehta, Harshad Deshpande
24	02/6/2012	Full Day Seminar on Applicability of Cost Audit & Cost Compliance in Engg. Machinery, Tractor & other Motor Vehicles (Chapters 84, 85 & 87), Hotel VITS, Andheri, Mumbai	CMAs Amit Apte, Vijay Joshi, Shrenik Shah, Ashok Nawal, Kirit Mehta, Ashwin Dalwadi and Sukrut Mehta
25	09/06/2012	Time Management, Thane SMFC	Mr. Parag Amin
26	16/06/2012	Time Management Borivali SMFC	Mr. Parag Amin
27	23/06/2012	Common Myths & Mistake of Stock Market, WIRC	Mr. Sageraj Bariya

A large number of members benefited from the CEP and various Seminars conducted by WIRC during the year at WIRC, SMF Centres at Thane and Borivali. CMA Ashok B. Nawal, Chairman, PDP & CEP Committee, WIRC, CMA Ashish Thatte, Hon. Secretary, WIRC, CMA Neeraj Joshi, Treasurer, WIRC, were the main coordinators for arranging these CEP and Seminars successfully at WIRC, SMF Centres.

### 3.1.2 Two Day Seminar on "New Mechanism of Cost Audit & Cost Records" :

The continuous encouragements from the Government of India to Indian Industry to be Cost Competitive to face the Global Competition; keeping this objective of national interest, simplified and corporate friendly legislations are being introduced; the Ministry of Corporate Affairs has issued Notifications on the Companies (Cost Accounting Records) Rules, 2011 and (Cost Audit Report) Rules, 2011, which supersede the Cost Accounting Records Rules for 36 industries and Cost Audit Report Rules, 2011. MCA has issued orders consequential to these new notifications.

These new Rules have totally transformed the Cost Audit Mechanism. The new Cost Audit Report Rules provide for Cost Accounting Policy, Product Group Details, Product Group wise Abridged Cost Statement, Performance Appraisal Report and so on.

The new Cost Accounting Records Rules provide for maintenance of Cost Accounting Records on the basis of Cost Accounting Standards issued by the ICA and the Generally Accepted Cost Accounting Principles. The Compliance Report has been introduced for the first time, which is mandatory in case of almost all companies with turnover exceeding Rs.20 Crores.

WIRC arranged number of Seminars during the year. The first such Seminar on "New Mechanism of Cost Audit & Cost Records" was held at Hotel Ambassador,

Mumbai on 16th and 17th September, 2011 The Chief Guest was CMA B.B. Goyal, Advisor (Cost), MCA., Delhi, inaugurated the Seminar. CMA Rakesh Singh, Vice-President, ICAI also present in the inaugural function. CMA Dhananjay V. Joshi, Past President, ICAI delivered the Keynote address. The second Seminar at Thane was held on 26th November, 2011, was inaugurated by Mr. Pramod K. Agrawal, Commissioner, Central Excise & Customs, Mumbai-III.

The deliberations will help the participants to understand the new concepts, clear the doubts and comply with the requirements of new rule and orders. Keeping this in mind, Seminar on "New Mechanism of Cost Audit & Cost Records" at different locations in Mumbai and at Thane, were organized for the benefit of the members - practicing as well as in service .

The topics were handled by experts from various Costing fields, viz., CMAs Sanjay Bhargave, Amit Apte, Vijay Joshi, Ashish Thatte, Neeraj Joshi, Ashok Nawal, Kirit Mehta, Ashwin Dalwadi, Dr. N.M. Vechalekar, V.C. Kothari, N.K. Nimkar, Milind Date, Harshad Deshpande, Chandrashekhar Joshi, Malav Dalwadi, Sukrut Mehta and Rohit Vora. The Seminar was a grand success.

### 3.1.3 CFO Meet:

CFO Meet was organized on Friday, the 16th September, 2011, at Hotel Ambassador, Mumbai by National Task Force Committee of the ICA of India. CMAs V. Kalyanaraman, Convenor, National Task Force, J.K. Puri, Chairman, National Task Force and Dhananjay V. Joshi, Member, National Task Force, were organizers of the CFO Meet. Participants were from various renowned Organizations in Mumbai from top finance people (CFO level). In the meet, CMA Dhananjay V. Joshi's presentation was effective and highlighted various aspects of New Mechanism of Cost Audit and Cost Accounting Records, followed with thought-provoking and inspiring interactive session that helped us to exchange the views with corporate representatives, understanding their expectations and resolve their queries.

CFO Meet was attended by prominent Cost Accountants, viz., CMAs Prakash Sevekari, V.C. Kothari, Vijay Talati, V.V. Deodhar, P.D. Phadke, Central Council Members Sanjay Bhargave, Amit Apte, Aruna Soman, A. Omprakash and Sanjay Gupta and Regional Council Members Vijay Joshi, Shrenik Shah, Ashish Thatte, Neeraj Joshi, Ashok Nawal, etc.

Industry represented - Skoda Auto, Indian Rare Earths Ltd., Larsen & Toubro Ltd., D B Power Ltd., Tata International Ltd., Mandhana Industries Ltd., JSW Energy Ltd., Puneet Reshins Ltd., ESSAR Oil Ltd., Mahanagar Gas Ltd., JSW Steel Ltd., Parekh Alumines Ltd., Greaves Cotton Ltd., Positive Packaging Industries Ltd., Connaught Network Services Pvt. Ltd., etc.

### 3.1.4 XBRL Programme:

Extensible Business Reporting Language (xBRL) programme was arranged by the CEP Directorate of the ICA of India and organized by WIRC at Grand Hotel, Mumbai on 12th September, 2011.

Mr. Nimesh Mittal, Functional Consultant on MCA21 of TCS, Mr. Swaminathan, CEO, IRIS, xBRL Software Demonstration and Ms. Suchita Goyal, xBRL

Consultant, IRIS were the resource persons. Mr. Anil Bhardwaj, Director, Ministry of Corporate Affairs also guided the participants during panel discussion & question answer session.

CMAs Vijay P. Joshi, Chairman, WIRC, Ashok Nawal, Chairman, PDP & CEP Committee, WIRC, Aruna Soman, CCM-ICAI, Ashish Thatte, Hon. Secretary, WIRC were also present on the occasion of the programme.

### 3.1.5 CARR Meeting:

A Members' Meet was arranged at WIRC Office premises on Saturday, the 5th November, 2011, to discuss on the Exposure Draft on 'Guidance Notes on Maintenance of Cost Records' prepared by ICAI, to offer the views/suggestions there on by the members. The meeting was attended by senior members of the profession and a detailed deliberation took place on the Exposure Draft. All suggestions and recommendations of the participants will be consolidated by and forwarded to ICAI as suggestions by WIRC for their consideration.

The meeting was attended by CMAs Sanjay Bhargave, CCM and Chairman, PD Committee, ICAI, Amit Apte, CCM., ICAI, Aruna Soman, CCM, ICAI, Vijay Joshi, Chairman, WIRC, Shrenik Shah, Vice-Chairman, WIRC, Ashish Thatte, Hon. Secretary, WIRC, Neeraj Joshi, Treasurer, WIRC, V.V. Deodhar, Past President, ICAI, V.C. Kothari, Past CCM, ICAI and past Chairmen of WIRC CMAs S.R. Ray, Y.R. Doshi, N.S. Acharya, V.J. Talati and practicing members.

### 3.1.6 India Corporate and Investor Meet:

Ministry of Corporate Affairs, Government of India, continuing the initiative of organizing India Corporate Meet and India Investor Meet, organized this meet in Mumbai with Indian Merchants' Chamber (IMC) as the Conference Partner, on Wednesday, the 22nd February, 2012.

The key objective of the Meet is to connect to the corporate India and investors to understand their perspective on variety of current and emerging issues in the wake of India's growth strategy and the initiatives for deepening capital markets. Another objective is to provide information and share experiences on these subjects and identify matters that need to be taken up for further actions at different levels including the Ministry. The programme was supported by FICCI, CII, PHD Chamber, IRDA, ICSI, ICAI (The Institute of Cost Accountants of India) and ICAI (The Institute of Chartered Accountants of India).

Dr. M. Veerappa Moily, Hon'ble Union Minister for Corporate Affairs inaugurated the Seminar by lighting the lamp. Mr. Avinash Srivastava, Joint Secretary, MCA, Ms. Bhavna Doshi, President and Mr. Niranjan Hiranandani, Vice President, IMC were on the dais. CMA Aruna Soman, CCM-ICAI presented a flower bouquet to Dr. M. Veerappa Moily on behalf of the ICA of India.

The programme covered topics such as Investor Grievances, Stewardship role of Institutional Investors, issues and challenges faced by Boards and Gender Diversity, Evaluation of Board Performance and Corporate Social Responsibility. Ms. Deena Mehta, MD, Asit C. Mehta Investment Intermediates Ltd., Ms.

Sucheta Dalal - Moneylife Foundation, Mr. Madhusuden Kela, Reliance Capital Asset Management Ltd., Mr. Mahesh Krishnamurthy - Resources Global Professionals India Pvt. Ltd., were some of the speakers for the programme.

In valedictory session, CMA Aruna Soman, CCM - ICAI compared the last technical session on Corporate Social Responsibility on behalf of ICAI and presented a summarized report. Many CMAs from Mumbai participated in the Programme.

### 3.1.7 New Mechanism on Cost Audit and Cost Records:

The third Seminar on "New Mechanism of Cost Audit & Cost Records" was held at Hotel Parle International, Vile Parle, Mumbai on 17th February, 2012. The Chief Guest was CMA Dhananjay V. Joshi, Past President, ICAI inaugurated the Seminar. CMAs Vijay Joshi, Neeraj Joshi, Ashok Nawal, Harshad Deshpande, N.K. Nimkar and Chandrashekhar Joshi addressed the Seminar. The speakers explained in details the applicability of Cost Accounting Records Rules, applicability of Cost Audit and coverage on Cost Audit Report and Cost Compliance Report.

The last session was of panel discussion, where the queries of the delegates were replied by the expert panel. Large number of participants from the industry attended the programme.

### 3.1.8 Applicability of Cost Audit and Cost Compliance in Engineering Machinery, Tractor and other Motor Vehicles (Chapter 84,85 and 87):

a) A Seminar on 'Applicability of Cost Audit and Cost Compliance in Engineering Machinery, Tractor other Motor Vehicles' under Chapters 84, 85 & 87, was held by WIRC-ICAI, on 27th March, 2012, at Hotel Capitol, Thane, for the benefit of the members residing in and around Thane area. CMA Ashish Thatte, Hon. Secretary, WIRC of ICAI welcomed the faculty and the participants. CMAs Amit Apte, Neeraj Joshi and Chandrashekhar Joshi were the faculties for the Seminar. Seminar was a grand success.

b) A Seminar on 'Applicability of Cost Audit and Cost Compliance in Engineering Machinery, Tractor other Motor Vehicles' under Chapters 84, 85 & 87, was held by WIRC-ICAI, on 2nd June, 2012, at Hotel VITS, Andheri, Mumbai, for the benefit of the members residing in and around Western Suburb area. CMAs Shrenik Shah, Ashish Thatte, Ashok Nawal, Kirit Mehta, Sukrut Mehta, Ashwin Dalwadi, were the faculties for the Seminar.

### 3.1.9 Applicability of Cost Audit and Cost Compliance in Organic and Inorganic Chemicals Industry (Chapter 28,29,32,38 & 39):

A Seminar on 'Applicability of Cost Audit and Cost Compliance in Organic and Inorganic Chemicals Industry' under Chapters 28, 29, 32, 38 and 39, was held by WIRC-ICAI, on 27th April, 2012, at Hotel Jewel of Chembur, at Chembur, Mumbai for the benefit of the members residing in and around Chembur, Trombay

area. CMAs Ashish Thatte, Kirit Mehta, Sukrut Mehta and Harshad Deshpande were the faculty members.

### 3.1.10 Workshop on Indirect Taxation:

CEP Directorate and Indirect Taxation Committee of ICAI organized One Day Workshop on Indirect Taxation for CMAs on 30th May, 2012 at WIRC, Mumbai. CMA Vijay Joshi, Chairman, WIRC, CMA Manas Kumar Thakur, CCM., ICAI, were present. CMA Ashok Nawal and CMA N.K. Nimkar were the faculty members.

### 3.2 Union Budget 2012:

A meeting on Union Budget was arranged by WIRC on 17th March, 2012 at SMF Centre, Borivali., for the benefit of our Members. Adv. M.H. Patil, Advocate-Supreme Court and CA Shripad L. Kabadi - Tax Practitioner, were the speakers for the programme. They spoke about the amendments in the Union Budget relating to Excise, Cenvat and Service Tax lucidly.

Same programme was repeated at Mulund College on 24th March 2012. CA Shripad L. Kabadi - Tax Practitioner and CMA Jagdish Ahuja were the speakers for the programme.

A large number of members and students attended the programme.

### 3.3 Regional Cost Conference:

Indore-Dewas Chapter of Cost Accountants organized the Regional Cost Conference - 2011 on behalf of WIRC of ICAI on Friday & Saturday, the 23rd & 24th December, 2011, at Hotel Radisson Blu, at Indore. The theme of the Conference was 'Achieving Sustainable Excellence through Cost Management & Statutory Compliance'. The Conference started on an enthusiastic note from the Chairman of the Indore-Dewas Chapter, CMA Dr. Niranjana Shastri. CMA Vijay P. Joshi, Chairman, WIRC-ICAI opened the Conference with a welcome note and inaugural address continued by CMA Shrenik S. Shah, Vice-Chairman, WIRC-ICAI, Mr. Shiv Singh Mehta, Managing Director, Kriti Industries India Ltd., the Chief Guest and CMA Dhananjay V. Joshi, Past President, ICAI. All the dignitaries on the dais shared their wide experiences and marked appreciation towards the giant leap taken in the journey to bring the Profession and business to the shape as it exists, today.

Renowned subject experts like CMA V.S. Datey, who cleared clouds that existed about the Indirect Taxation and the rules related to valuation. CMA D.V. Joshi gave the preamble to the New Mechanism of Cost Audit. CMA Ashish Thatte, Hon. Secretary, WIRC-ICAI & CMA Neeraj Joshi, Treasurer, WIRC-ICAI, described the Cost Accounting Standards and its relevance with Cost Accounting Record Rules and Cost Accounting Compliances. CMA Sanjay R. Bhargave, CCM., ICAI, spoke about the Cost Audit Notifications issued by the MCA, Govt. of India. CMA Amit Apte also elaborated the discussion further by throwing some more light on the new Rules in specific respective concerns.

The session taken by CMA Ashok B. Nawal, Past Chairman, WIRC-ICAI, on the topic "SEZ - Past, Present and Future", was an eye opener in the sense that the practical aspects of the Business related to

Special Economic Zones and Free Trade Zones was discussed at length. This special session on SEZ was graced by the presence of Hon'ble Development Commissioner (Indore Special Economic Zone) Mr. S.K. Rathore and Hon'ble Deputy Commissioner Customs (ISEZ), Mr. Adesh Jain.

The second day started with an impressive presentation about the IFRS by CMA Ram Mohan Bhave, the expert in the IFRS field. The sessions threw light on lots of issues that envelop the compatibility of the Indian Accounting Standards and IFRS and also on the roadblocks to the implementation of IFRS in India. The next session was graced by the esteemed presence of the Hon'ble President of ICAI, CMA M. Gopalakrishnan, who addressed number of issues, viz., the change of the professional name of the Institute and designated nomenclature of members and the vision of the Institute to take on the challenge against the times to come were the major points of remembrance. Other things like the growing role of a Cost Accountant and the Professional avenues were mentioned and discussed.

In the last session many experts on the topic interest joint in the deliberations, viz., CMAs Ashok Nawal, Vijay Joshi, Sanjay Mundade. A lot of general understandings were brought to the information of the people on and off the dais. CMA Vijay Joshi floated the topic of the change in the definition of Accountant so as to include Cost Accountant also as far as VAT Audit in the state of MP is concerned, to which the Addl. Commissioner gave a positive response. Again a healthy set of discussion followed to a concrete conclusion to the session.

The Conference was attended by large number of members out of them a substantial composition was of Industry Representatives, justifying the need of knowledge sharing in the field of work. Also, a number of students experienced what it takes to be a Professional.

The theme Sustainable Excellence carried a lot of weight as the Profession calls for Excellence to be achieved in the area and only with constant updation of the knowledge, can it be sustained.

### 3.3.1 Chapters' Meet along with RCC:

Chapters' Meet was held on 23rd December, 2011, at Indore to coincide with the Regional Cost Conference of Western India Regional Council. Representatives from Chapters across the Region attended the Chapters' Meet. CMA Vijay P. Joshi, Chairman, WIRC-ICAI chaired the Meet. All the Office Bearers of WIRC were present. CMAs Sanjay Bhargave & Amit Apte, CCMs of ICAI represented the Head Quarters in the Meet. CMA Ashish Thatte, Hon. Secretary, WIRC extended a warm welcome to all the Chapter Representatives. CMA Vijay Joshi explained the activities undertaken by WIRC since beginning of the new term. Then an open discussion was held. CMA Neeraj Joshi appealed to all the Chapter Representatives to give their queries, concerns and suggestion on the issues to be raised by them to WIRC in writing, so that they can be compiled and communicated in proper way. CMA Shrenik Shah, Vice-Chairman, WIRC proposed vote of thanks and the meeting was followed by delicious dinner.



## 4. STUDENT SERVICES:

### 4.1 Learning Centres:

WIRC has seven Learning Centres spread in the City. Total number of students enrolled at Learning Centres during the year under report is given below (previous year 1857) :

Term	Foundation	Intermediate	Final	Total
July-December, 2011	300	736	49	1085
January to June, 2012	134	712	73	919
<b>TOTAL</b>	<b>434</b>	<b>1448</b>	<b>122</b>	<b>2004</b>

#### 4.1.1 Students Representative:

In order to have a better and more frequent interaction between the students, faculty & WIRC Staff, WIRC Co-opted two students' representatives on the co-ordination committee of the WIRC - one from the Oral Coaching and other one from the Postal Coaching. This ensures representation from oral as well as postal coaching streams. We also take regular feedback about the faculty and also about other facilities available at the oral coaching centres from the students. CMA Vijay P. Joshi, Chairman, WIRC and CMA Ashish P. Thatte, Hon. Secretary and CMA Neeraj D. Joshi, Chairman, Students, Members & Chapter Co-ordination Committee, WIRC, are very keen to further improve the quality of oral and postal coaching and have taken great efforts to improve the overall coaching administration.

#### 4.1.2 Visit to Learning Centres:

WIRC-ICAI employees and Council Members visited the Learning Centres during the Coaching Session to obtain the day to day report from the students and corrective action has been taken from time to time.

CMAs Ashish P. Thatte, Hon. Secretary, WIRC, Debasish Mitra, RCM, WIRC, M.S. Chandani, Vijay Jasuja and Aditya Umarji, inaugurated the new batches of Coaching Classes during the year at various locations.

#### 4.1.3 Thane SMF Centre - First Anniversary Celebration:

A get-together of members, students and staff members was arranged on the first Anniversary of Thane SMF Centre to celebrate its completion of one year period of existence. CMA Neeraj Joshi, Treasurer, WIRC of ICAI welcomed all the members and students. CMA Ashish Thatte, Hon. Secretary, WIRC inaugurated the get-together, by lighting the lamp. He explained the achievements of the SMF Centre. CMA Neeraj Joshi invited suggestions from members about the working of the SMF Centre to further improve the efficiency of its working. Function was followed by high-tea.

#### 4.1.4 GD / BCS:

Group Discussions & Business Communication Seminars for Intermediate were held at WIRC Office, Thane and Borivali SMF Centres for the Postal Coaching students and at all the respective Coaching Centres for Oral Coaching, during the year. The performance of the students was appreciated by the faculty members.

#### 4.1.5 Modular Training:

Modular Training Course was conducted for Final students twice during the year at Sydenham College of

Commerce & Economics, Churchgate, Mulund College of Commerce, Mulund and St. Francis Institute of Management Studies, Borivali for Oral as well as Postal Coaching students for a period of 15 days. Around 400 students participated on both the occasions.

#### 4.1.6 Orientation programme for the students:

##### (a) Study Circle lectures:

WIRC conducted Study Circle lectures at WIRC Premises, Thane SMF Centre and Borivali SMF Centre for the benefit of the students, who were preparing for June, 2012 ICAI Examinations of Intermediate and Final. A large number of students benefited from the same.

##### (b) Special lecture on 'Standard Costing':

A special lecture by CMA Shrenik Shah, Vice-Chairman, WIRC was engaged for the benefit of the students on the subject "Standard Costing" was held on 29th January, 2012, at Siddharth College, Mumbai. Many students utilized this opportunity.

##### (c) Meet our expert:

WIRC also arranged a 'Meet our expert' programme for the benefit of the students appearing for June, 2012 Examination for Intermediate and Final ICAI at WIRC Office, SMF Centres - Thane & Borivali.

#### 4.1.7 Career Exhibition:

WIRC has participated in following Career Fairs -

- 1) Times Education Expo on 3rd & 4th December 2011 at Nehru Centre, Worli, Mumbai,
- 2) Gurukul College, Ghatkopar (East), on 7th January, 2012,
- 3) Kirti College, Dadar on 20th January, 2012,
- 4) Sathye College, Vile Parle (East) on 27th & 28th January, 2012,
- 5) N.E.S. Ratnam College, Bhandup (West) on 28th January, 2012,
- 6) Career Foundation at Navghar Municipal School Ground, Bhayander on 31st March & 1st April 2012. Dr. Sanjeev Ganesh Naik, MP graced the occasion.
- 7) Sandesh Pratishthan, NGO at Andheri on 20th & 21st April 2012
- 8) Indian Education Society College, Bhandup, Mumbai on 2nd & 3rd June, 2012.

Good numbers of students visited the Institute's stall and the leaflets of ICA course have been distributed amongst the students.

#### 4.1.8 Career Guidance Lecture:

WIRC arranged 'Career Guidance Lectures' by eminent faculties about the Careers and Scope of Cost and Management Accountancy on 7th January, 2012 by CMA (Dr.) Anjali Bhavne at Gurukul College, at Ghatkopar (East), 21st January, 2012 by CMA Kirit B Mehta at Patkar College, Goregaon (West), and 27th January, 2012 by CMA Amrita Deodhar at Sathye College, Vile Parle (East), Mumbai, which were well attended by the College students.

#### 4.2 Postal Coaching:

WIRC is providing on the spot registration to the Postal Coaching students and the new IEPS Program System

of Student Registration, Study Material is issued by the Director of Studies, ICAI, Kolkata through Courier Service to the students. Total number of students enrolled during the year under report is given below (previous year 2680):

Term	Foundation	Intermediate	Final	Total
July-December, 2011	254	1,482	435	2,171
January to June, 2012	160	1,710	410	2,280
<b>Total</b>	<b>414</b>	<b>3,192</b>	<b>845</b>	<b>4,451</b>

#### 4.3 Faculty Meet:

Faculty Meet of WIRC was held on Saturday, the 17th September, 2011, at IMC Hall, Churchgate, Mumbai. The meeting was focused to get some feedback from faculty on the backdrop of June, 2011 examination results. CMA Neeraj Joshi, Chairman, Students, Members & Chapter Co-ordination Committee, WIRC, CMAs Vijay Joshi, Chairman, WIRC, Shrenik Shah, Vice-Chairman, WIRC, Sanjay R. Bhargave, CCM., Amit A. Apte, CCM., attended the Faculty Meet. CMA Neeraj Joshi welcomed all the faculty members. He introduced the new team of WIRC to the faculty. He requested faculty to share their experience and express their views and give suggestions for improving the results and quality of training imparted to the students. Faculty members then expressed their views. All the queries of faculty members were addressed by CMA Sanjay Bhargave. CMA Neeraj Joshi announced the revised rate remuneration to faculty. CMA Vijay Joshi shared his thoughts and expressed vote of thanks to conclude the faculty meet.

#### 4.4 Students' & Members' Facilitation (SMF) Centre at Borivli

WIRC opened 2nd Students & Members Facilitation Centre at Borivli for the benefit and service of the Students & Members residing at Western Suburbs. Mr. Gopal Shetty, local MLA inaugurated the Centre on Sunday, the 8th January, 2012.

Dr. Augustine, Director, St. Francis Institute of Management & Research welcomed the gathering and made of the announcement of the tie up, the Institute has made for the professional development activities. He offered the best support and services on behalf of the St. Francis Institute.

In his inaugural speech, Mr. Gopal Shetty, MLA welcomed the move taken by the Institute for opening a new Centre at Borivli and assured all kind of help from his side.

CMA Vijay Joshi, Chairman, WIRC congratulated the efforts taken by CMA Ashish Thatte, Hon. Secretary, WIRC, CMA Shrikant Jadhav, member from Borivli and WIRC staff for their inspiring and untiring efforts. CMAs Sanjay Bhargave, Amit Apte and Aruna Soman, CCMs - ICAI also shared their happiness during the occasion.

CMAs Ashok Nawal, Debasish Mitra, RCMs - WIRC and Bro. Chandramouli More, Chairman and Prof. Natika Jain from St. Francis Institute of Management & Research were present.

CMA Neeraj Joshi, Treasurer and Chairman, Students, Members & Chapter Co-ordination Committee, WIRC

proposed vote of thanks. More than 100 students and members attended the function.

#### 4.4.1 Activities conducted at SMF Centre at Borivli

CEP on Third Saturday/s of every month.

Collection of Membership fees

Modular Training for Final students

Refresher Coaching Classes

Study Circle Meeting for the students,

Library and Reading Room,

Computer Training

Admissions under Postal & Oral Coaching

Distribution and collection of Examination Forms.

#### 4.5 Students' Felicitation:

##### 4.5.1 On 5th November, 2011:

WIRC arranged Students' Felicitation function on Saturday, the 5th November, 2011, at Sydenham College Auditorium, Churchgate, Mumbai to felicitate and distribute Prizes to successful students of June, 2011 ICAI Foundation Course, Intermediate & Final Examination in Western Region. CMA P.S. Nadkarni, Past President, ICAI, was the Chief Guest.

CMA Neeraj Joshi, Chairman, Students, Members & Chapter Co-ordination Committee, WIRC, welcomed the Chief Guest, prize winner students along with their parents to the function. CMA Vijay Joshi, Chairman, WIRC felicitated the Chief Guest by offering bouquet. CMAs Sanjay Bhargave, Amit Apte, CCMs and Ashish Thatte, Hon. Secretary, WIRC, were also present occasion.

Prizes were distributed to the students at the hands of the dignitaries. CMA Shrenik Shah, Vice-Chairman, WIRC proposed vote of thanks. CMA Akshay Shah compered the function. Around 100 students and parents were present for the programme.

##### 4.5.2 On 19th May, 2012:

WIRC arranged Students' Felicitation function on Saturday, the 19th May, 2012, at M.L. Dahanukar College, Vile Parle (East), to felicitate and distribute Prizes to successful students of December, 2011 ICAI Foundation, Intermediate and Final Examination in Western Region.

CMA Neeraj Joshi, Chairman, Students, Members & Chapter Co-ordination Committee, WIRC, welcomed the Chief Guest CMA S. Gopalakrishnan, Director (Finance), Indian Rare Earth, Guest of Honour Dr. Madhavi Pethe, Principal, M L Dahanukar College and the prize winner students along with their parents to the function. CMA Vijay Joshi, Chairman, WIRC, CMA Shrenik Shah, Vice-Chairman, WIRC, CMA Ashish Thatte, Hon. Secretary, WIRC were also present.

CMA Ashish Thatte, Hon. Secretary, WIRC introduced the Chief Guest and Guest of Honour. The function inaugurated by lighting the traditional lamp at the hands of all the dignitaries present. Chairman, CMA Vijay Joshi congratulated all the prize winning students. Dr. Madhavi Pethe, Principal guided the students on the need of the education and its importance while selecting

the career. CMA Gopalakrishnan, Chief Guest informed the students about the importance of Cost Audit and how it is inevitable in the Industry.

All the prize winners were felicitated by the Chief Guest, Guest of Honour, Chairman and other dignitaries by giving them awards. The programme concluded with vote of thanks by CMA Shrenik Shah, Vice-Chairman, WIRC.

#### 4.6 Examinations:

The ICAI Examinations are conducted at 3 (three) Centers at Mumbai, viz., K.C. Law College, Dinshaw Wachha Road, Churchgate, Mumbai, Smt. M.M.K. College, Bandra and V.P.M. Institute of Management Studies, Thane. Examinations were conducted smoothly at these Centers. WIRC representatives and officials from HQ monitored the conduct of the Examinations.

#### 4.7 Computer Training:

Computer training was provided to the students at the following four locations:

1. WIRC Office, Rohit Chambers, Mumbai - 400 001
2. Siddharth College of Commerce & Economics, Fort, Mumbai
3. SMF Centre, Thane, and
4. SMF Centre, Borivali

considering the convenience of the students residing at various locations.

During the year, 2026 students completed the Computer Training (previous year 1920).

### 5. FACILITIES:

#### 5.1 Website: [www.icwai-wirc.org](http://www.icwai-wirc.org)

WIRC Website has been updated regularly. Online registration for Seminars / CEPs is made available for members through the site. Suggestions / comments are requested to improve further the utility of the site.

#### 5.2 Communication System:

The Video Conferencing Equipment was sponsored by HQ has been installed at WIRC Office. This will improve the communication system in between Head Quarters and Regional Council & Chapters. I P address of WIRC - 192.168.1.2

WIRC Board Lines: 2287 2010/ 2204 3406/ 2204 3416/ 2284 1138 Fax:022-2287 0763

Email: [admin@icwai-wirc.org](mailto:admin@icwai-wirc.org) / [wirc@icwai.org](mailto:wirc@icwai.org)

SMF Centre, Thane: 022-2545 0763 / SMF Centre, Borivali: 022-2894 8302

#### 5.3 Library - Reading Room:

Large number of students and members are taking benefit of the Library and Reading Room facilities at WIRC premises, particularly in the months of June and December at the time of ICAI Examinations. Library and Reading Room facilities are made available at Thane and Borivali SMF Centres.

Library Facilities have also been provided at all the Learning Centres. The Council has taken steps to update the records and improve the contents. Books worth Rs.44,238/- are added in the Library during the year.

### 5.4 Placement:

Many Public Sector Undertakings as well as various leading Organizations, firms of Practicing Cost Accountants placed their requirements for Management Trainees, Cost Trainees, Cost Accountants. A few names are given as under:-

Bayer CropScience Ltd.,  
Bengal Chemicals & Pharmaceuticals Ltd.,  
Bharat Heavy Electricals Ltd.  
Ceat Ltd.,  
Calyx Chemicals & Pharmaceuticals Ltd.,  
Essel Propack Ltd.,  
Godrej & Boyce Mfg. Co. Ltd.,  
Goldian International Ltd.,  
Gujarat Reclaim & Rubber Products Ltd.,  
Indian Oil Corporation Ltd.,  
Mazagon Dock Ltd.,  
Merck Ltd.,  
The Shopping Corporation of India Ltd.,  
Union Bank of India,  
Wills Processing Services (I) Pvt. Ltd.

The requirements of the above Organizations were put up on WIRC Placement Notice Board for the benefit of the Students and Members.

Many students and members got employment through placement services extended by WIRC at free of cost.

#### 5.4.1 Campus Interview:

The Seventh and Eight Campus for the Final Passed students in June & December, 2011 ICAI Examinations were held at Aruna Manharlal Shah Institute of Management Research, Ghatkopar, Mumbai on 15th October 2011 & 22nd April 2012, respectively. More than 100 students recruited by the participating Companies and the compensation package offered was from 3.5 to 10 lakhs.

##### 5.4.1.1 Organizations participated in the Campus Interviews held on 15-10-11 & 22-04-12:

- Accenture
- Amtek Auto Ltd
- Cipla Ltd.
- Coal India Ltd
- Highbar Technologies Limited
- Mukand Ltd
- ONGC
- Pidilite Industries Ltd
- Rashmi Housing Pvt. Ltd
- Suzlon Energy Ltd
- Tata Consultancy Services
- Wipro Technology Ltd
- Zamil Steel Buildings India Pvt Ltd.

CMA Ashish Thatte, Hon. Secretary WIRC and CMA Neeraj Joshi, Treasurer WIRC were coordinators of the Campus.

##### 5.4.1.2 Soft Skill for the Campus Students:

WIRC arranged special lectures for the students, who are eligible to participate in the Campus to improve their communication skills and the personality development for the Campus Interviews. Prof. Neha Mathur, HRD Consultant was the faculty for the programme. Programme was well appreciated by the students.

## 6. CHAPTERS:

### 6.1 Best Chapter Awards:

Following Chapters were awarded "Best Chapter Awards" for the year 2011 in the 53rd National Convention held at New Delhi in March 2012:

Category	Name of the Chapter
A	AHMEDABAD
B	SURAT-SOUTH GUJARAT
C	AURANGABAD
D	KOLHAPUR SANGLI

### 6.2 Formation of 'Vapi-Daman-Silvassa Chapter of Cost Accountants':

In pursuance of Regulation 146 of the Cost Accountants Regulations, 1959 the Council of ICAI, by virtue of power conferred therein has constituted the following Chapter of Cost Accountants:

Vapi-Daman-Silvassa Chapter of Cost Accountants C/o. J.P. Enterprises, Near Ayush Hospital, Opp: Azad Weigh Bridge, N.H. No.8, Vapi - 396 191 (Gujarat).

The Chapter was inaugurated by President, ICAI, CMA M. Gopalakrishnan on 29th March, 2012. CMA Rakesh Singh, Vice-President, ICAI, CMA Vijay Joshi, Chairman, WIRC, CMA Shrenik Shah, Vice-Chairman, WIRC, CMA Aruna Soman, CCM., CMA Manubhai Desai & CMA Ashwin Dalwadi, Past Chairmen, WIRC were present at the inaugural function. Eminent people from the industry, members and students in and around the Chapter area, also attended the function.

## 7 TRAINING PROGRAMME:

### 7.1 Reliance Certified Accountants (RCA)

WIRC successfully completed the third & fourth batches of 'Reliance Certified Accountants' at Jamnagar Petroleum Complex for Executives of Reliance Industries Ltd., for a period of two years. The training programme is conducted at Jamnagar under the supervision of Ahmedabad Chapter under the Coordination of CMA A.G. Dalwadi and CMA P.D. Modh of Ahmedabad Chapter.

WIRC expressed its thanks to Mr. V.K. Gandhi, Senior Executive Vice-President (Commercial) and Mr. K.K. Vagadia, Senior Vice-President (HR), Reliance Industries Ltd., for awarding the Training Programme to WIRC.

### 7.2 Mahindra & Mahindra Ltd., Nasik:

The third batch of the Training Programme - "Mahindra Certified Accountants Course, Pragati", is successfully completed during the year and the fourth batch is likely to commence in June/July, 2012. The programme conducted at M & M Training Centre at Nasik and coordinated by CMA (Dr.) N.M. Vechalekar and CMA Mrs. Shilpa Parkhi. We are also thankful to CMA V.S. Datey, Chairman of Nasik-Ojhar Chapter of Cost Accountants for his continued support for conducting the programme successfully.

WIRC expressed thanks for the kind co-operation extended by Mr. Uday Phadke, President - Finance, Legal

and Financial Services Sector of Mahindra & Mahindra Ltd., CMAS. Venkataraman, Controller of Accounts, Ms. Prachi Gupta & Dr. Nandakumar, HR Department and other Senior Officials of Mahindra & Mahindra Ltd., for successfully conducting the Training Programme.

## 8. ACCOUNTS & ADMINISTRATION:

### 8.1 Annual Results:

Accounts for the year 2011-2012, show a net surplus of Rs.1,06,24,264/- (Against previous years surplus of Rs. 1,05,88,227/-).

### 8.2 Office Working:

WIRC Office is kept open Monday to Friday and also on 2nd, 4th and 5th Saturdays (Office timing: 10.00 am to 6.00 pm - lunch break: 1 pm to 1.30 pm). The services rendered to members and students at WIRC are also made available at SMF Centres Thane & Borivali.

## 9. OBITUARY

The Members of the Institute, viz., CMA Pramod D. Parkhi (M/2732), a Fellow Member and Past Chairman, WIRC (1979-80) & Past President, ICAI (1988-89), from Pune, passed away on 24-09-2011, CMA S.B. Parikh (M/1051), a Fellow Member and Past Chairman, WIRC (1993-94) from Vadodara passed away on 3rd November, 2011.

They had been associated in the activities of the Institute for a long time for the development of the Profession. May their departed souls rest in eternal peace.

The list of deceased members is as per the information available at WIRC. Any omission is unintentional.

## 10. STAFF:

The Council places on record its appreciation for the services rendered by the Staff. During the year, the Management has signed a Staff Agreement for the period 1st April, 2011 to 31st March, 2015.

## 11. RELATIONSHIP:

The Council continues to keep cordial relationship with other Professional sister Institutes.

## 12. ACKNOWLEDGEMENT:

The Council gratefully acknowledges co-operation received from various Government Departments, particularly IG Mint, Reliance Industries, MPPGCL., Jabalpur, Mahindra & Mahindra Ltd., Central Council, Chapters, Coaching Faculty, Students, Members, College Principals, Program Faculties, CEP Coordinators, other Professional Bodies, Bankers, Corporate Organizations, Internal & External Auditors, Rohit Chambers Premises Co-op. Society and others.

For and on behalf of the  
**Western India Regional Council of  
 The Institute of Cost Accountants of India**

Place : Mumbai  
 Dated : 27-06-2012

**Vijay P. Joshi**  
 Chairman

Note This report includes events to-date.

**MANOJ SAMPAT & ASSOCIATES**

CHARTERED ACCOUNTANTS



4 SAMARPAN/ 6 SUKHRAM GRIHA,  
SIR VITHALDAS NAGAR, NORTH AVENUE  
SANTACRUZ WEST, MUMBAI 400054  
MOBILE NO 9870400877  
TELEPHONE NO 022-26606355, 26600921

**AUDITOR'S REPORT**

We have audited the attached Balance Sheet of The Western India Regional Council of The Institute of Cost Accountants of India (WIRC-ICAI) as at 31st March, 2012 and also the Annexed Income and Expenditure Account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Institute's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

We report that:

- (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- (b) In our opinion accounts are maintained in conformity with the requirements of the Cost & Works Accountants Act, 1959.
- (c) The Balance Sheet and Income and Expenditure Account dealt with by this report are in agreement with the books of account.
- (d) In our opinion the Balance Sheet and Income & Expenditure Account comply with the relevant Accounting Standards.
- (e) In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with other notes thereon and subject to the notes in Schedule 9 of Part B, of the Balance Sheet with notes thereon, and give a true and fair view in conformity with the accounting principles generally accepted in India :
  - i) in the case of Balance Sheet, of the state of affairs as at 31st March, 2012,  
and
  - ii) in the case of Income and Expenditure Account, of the excess of Income over Expenditure for the period year ended on 31st March, 2012.

For **MANOJ SAMPAT & ASSOCIATES**  
*Chartered Accountants*

**MANOJ SAMPAT**  
*Proprietor*  
(M.No.43632)  
Firm No.106035W

Place : Mumbai  
Dated: 27-06-2012

**WESTERN INDIA REGIONAL COUNCIL OF  
THE INSTITUTE OF COST ACCOUNTANTS OF INDIA**

**BALANCE SHEET AS AT 31ST MARCH, 2012**

PARTICULARS	Schedule No.	31.03.2012(Rs.)	31.03.2011(Rs.)
<b>LIABILITIES :</b>			
General Fund	1	48,362,308	37,738,044
Institute Fund	2	1,062,416	1,034,416
Students' Endowment Fund	3	257,512	258,702
Current Liabilities	4	24,393,523	21,278,840
<b>TOTAL :</b>		<b>74,075,759</b>	<b>60,310,002</b>
<b>ASSETS :</b>			
Fixed Assets	5	890,479	766,661
Investments	6	61,173,077	46,165,624
Current Assets	7	4,913,967	5,207,263
Loans & Advances	8	6,147,151	7,245,031
Stock of Publications & Seminar Stocks		951,085	925,423
<b>TOTAL :</b>		<b>74,075,759</b>	<b>60,310,002</b>

As per our report of even date annexed hereto.

For **WESTERN INDIA REGIONAL COUNCIL OF  
THE INSTITUTE OF COST ACCOUNTANTS OF INDIA**

For **MANOJ SAMPAT & ASSOCIATES**  
Chartered Accountants

**Vijay P Joshi**  
*Chairman*

**Shrenik S Shah**  
*Vice-Chairman*

**MANOJ SAMPAT**  
(M.No. 43632)  
FIRM NO 106035W

**Ashish P. Thatte**  
*Hon. Secretary*

**Neeraj D. Joshi**  
*Treasurer*

Place : Mumbai,  
Date : 27th June, 2012.

**WESTERN INDIA REGIONAL COUNCIL OF  
THE INSTITUTE OF COST ACCOUNTANTS OF INDIA**

**INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31-03-2012**

PARTICULARS	SCHEDULE	31.3.2012 (Rs.) 2011-12	31.3.2011 (Rs.) 2010-11
<b>INCOME</b>			
Learning & Training Fee	A	25,746,050	24,037,200
Seminar Programme & PD Activities		3,732,937	4,587,293
Grant from H.Q.	B	6,834,300	4,518,600
Other Income	C	5,984,511	4,056,357
Income from GJNCCMA		0	135,530
<b>TOTAL</b>		<b>42,297,798</b>	<b>37,334,98</b>
<b>EXPENDITURE</b>			
Employee Expenses	D	8,495,717	6,280,831
Learning & Training Expenses	E	14,863,974	12,096,886
Thane SMF Centre Expenses		606,168	922,333
Borivali SMF Centre Expenses		59,397	0
Seminar Programme & PD Activities		3,227,336	4,060,388
Printing & Stationery		556,433	380,037
Postage & Telegram		526,795	360,972
Telephone Charges		122,168	146,961
Electricity Charges		243,765	230,242
Repairs & Maintenance		134,858	160,845
WIRC Bulletin		465,654	470,936
Travelling & Conveyance		1,252,874	757,882
Depreciation		325,983	353,915
Misc Expenses	F	792,412	524,525
<b>TOTAL</b>		<b>31,673,534</b>	<b>26,746,753</b>
Excess of Income over Expenditure		10,624,264	10,588,227

As per our report of even date  
annexed hereto.

For **WESTERN INDIA REGIONAL COUNCIL OF  
THE INSTITUTE OF COST ACCOUNTANTS OF INDIA**

For **MANOJ SAMPAT & ASSOCIATES**  
Chartered Accountants

**Vijay P Joshi**  
*Chairman*

**Shrenik S Shah**  
*Vice-Chairman*

**MANOJ SAMPAT**  
(M.No. 43632)  
FIRM NO 106035W

**Ashish P. Thatte**  
*Hon. Secretary*

**Neeraj D. Joshi**  
*Treasurer*

Place : Mumbai,  
Date : 27th June, 2012.

**INCOME & EXPENDITURE SCHEDULES — YEAR 2011-2012**

<b>PARTICULARS</b>	<b>SCHEDULE</b>	<b>31.03.2012 (Rs.) 2011-12</b>	<b>31.03.2011 (Rs.) 2010-11</b>
<b>LEARNING &amp; TRAINING FEE:</b>	<b>A</b>		
Learning Fees		<b>11,599,600</b>	11,391,300
Computer Fees		<b>14,146,450</b>	12,645,900
<b>TOTAL</b>		<b>25,746,050</b>	<b>24,037,200</b>
<b>GRANT FROM H.Q.</b>	<b>B</b>		
Decentralisation		<b>6,658,300</b>	4,342,600
Revenue		<b>176,000</b>	176,000
<b>TOTAL</b>		<b>6,834,300</b>	<b>4,518,600</b>
<b>OTHER INCOME:</b>	<b>C</b>		
Interest		<b>5,228,713</b>	3,263,922
Misc. Income		<b>225,541</b>	252,774
Commission on sale of Publications		<b>530,257</b>	539,661
<b>TOTAL</b>		<b>5,984,511</b>	<b>4,056,357</b>
<b>EMPLOYEE EXPENSES:</b>	<b>D</b>		
Salaries & Allowances		<b>6,289,518</b>	5,044,116
Gratuity Provision		<b>1,379,717</b>	580,100
Contribution to PF		<b>504,985</b>	430,735
Medical benefit		<b>217,497</b>	177,880
LTA		<b>104,000</b>	48,000
<b>TOTAL</b>		<b>8,495,717</b>	<b>6,280,831</b>
<b>LEARNING &amp; TRAINING EXPS.</b>	<b>E</b>		
Learning Centre Expenses		<b>1,270,631</b>	1,014,257
Remuneration to Tutors		<b>2,962,308</b>	1,830,823
Service Charges to H.Q.		<b>4,710,600</b>	4,435,550
Advt.Charges		<b>336,671</b>	289,462
Computer Training Expenses		<b>5,583,764</b>	4,526,794
<b>TOTAL</b>		<b>14,863,974</b>	<b>12,096,886</b>
<b>MISC. EXPENSES</b>	<b>F</b>		
General Expenses		<b>610,550</b>	432,336
Office - Computers & Website. Maint.		<b>97,733</b>	26,368
News Papers & Periodicals		<b>2,907</b>	2,741
Bank Charges		<b>13,510</b>	15,292
Insurance Charges		<b>8,685</b>	7,788
Audit Fees		<b>30,000</b>	25,000
Internal Audit Fees		<b>20,000</b>	15,000
Loss on a/c. of sale of Fixed Assests		<b>9,027</b>	0
<b>TOTAL</b>		<b>792,412</b>	<b>524,525</b>



**BALANCE SHEET SCHEDULES — YEAR 2011-2012****SCHEDULE-1 : GENERAL FUNDS**

PARTICULARS	31.3.2012 (Rs.)	31.3.2011 (Rs.)
Balance as per last Balance Sheet	37,738,044	27,149,817
Add: Surplus/(Deficit) for the year	10,624,264	10,588,227
<b>TOTAL:</b>	<b>48,362,308</b>	<b>37,738,044</b>

**SCHEDULE-2 : INSTITUTE FUNDS (GRANTS)**

PARTICULARS	31.3.2012 (Rs.)	31.3.2011 (Rs.)
Balance as per last Balance Sheet	1,034,416	1,006,416
Add: Additions during the year	28,000	28,000
<b>TOTAL :</b>	<b>1,062,416</b>	<b>1,034,416</b>

**SCHEDULE - 3 : STUDENTS' ENDOWMENT FUND**

PARTICULARS	31.3.2012 (Rs.)	31.3.2011 (Rs.)
Balance as per last Balance Sheet	258,702	255,784
Add: Interest received on investments	21,414	19,922
Less: Prizes distributed to students	(22,604)	(17,004)
<b>TOTAL :</b>	<b>257,512</b>	<b>258,702</b>

**SCHEDULE - 4 : CURRENT LIABILITIES**

PARTICULARS	31.3.2012 (Rs.)	31.3.2011 (Rs.)
Library Deposit	625,505	604,980
Advance fees - Learning & Training	13,077,903	13,420,467
Due to Head Quarters	984,522	891,119
Due to Chapters	979,769	13,931
Provision for expenses	4,476,599	2,597,638
Payable to Staff -	14,638	14,638
Gratuity Provisions (as per actuarial valuation)	3,813,880	3,315,360
Opening Balance	3,315,360	
Less:- Amount Paid	(1,126,404)	
Add:- Addition during the Year	1,624,924	
Provision for Recoverables	420,707	420,707
<b>TOTAL:</b>	<b>24,393,523</b>	<b>21,278,840</b>

**SCHEDULE - 5: FIXED ASSETS**

PARTICULARS	Office Equipment Rs.	Furniture & Fixtures Rs.	Library Books Rs.	Computer - Office Rs.	Computer-Training Lab Rs.	Total Rs.
<b>Rate of Depreciation</b>	<b>15% &amp; below Rs.5,000/- 100%</b>	<b>10%</b>	<b>100%</b>	<b>60% &amp; below Rs.5,000/- 100%</b>	<b>60%</b>	<b>Rs.</b>
Total Cost upto 31.03.2011	708,170	847,744	1,071,632	904,812	1,345,155	4,877,513
Less: Deduction during the year	19,027	0	0	0	0	19,027
Add: upto 30/09/2011	110,500	0	10,325	6,500	0	127,325
Add: after 01-10-2011	420	0	33,913	98,850	208,320	341,503
Add: during the year	<b>110,920</b>	<b>0</b>	<b>44,238</b>	<b>105,350</b>	<b>208,320</b>	<b>468,828</b>
Total Cost upto 31.03.2012	800,063	847,744	1,115,870	1,010,162	1,553,475	5,327,314
Depreciation upto 31.03.2011	395,001	552,710	1,071,632	856,403	1,235,106	4,110,852
Depreciation upto 30/09/2011	60,696	29,503	10,325	32,945	66,029	199,498
Depreciation after 01/10/2011	420	0	33,913	29,656	62,496	126,485
<b>Depreciation during the year</b>	<b>61,116</b>	<b>29,503</b>	<b>44,238</b>	<b>62,601</b>	<b>128,525</b>	<b>325,983</b>
Cummulative Depreciation upto 31.03.2012	<b>456,117</b>	<b>582,213</b>	<b>1,115,870</b>	<b>919,004</b>	<b>1,363,631</b>	<b>4,436,835</b>
<b>NET BLOCK AS ON 31.03.2012</b>	<b>343,946</b>	<b>265,531</b>	<b>0</b>	<b>91,158</b>	<b>189,844</b>	<b>890,479</b>
NET BLOCK AS ON 31.03.2011	313,169	295,034	0	48,409	110,049	766,661

**SCHEDULE - 6: INVESTMENTS**

PARTICULARS	31.3.2012 (Rs.)	31.3.2011 (Rs.)
FDR's with Banks	<b>58,143,623</b>	43,544,109
STAFF GRATUITY FUND - LIC	<b>3,029,454</b>	2,621,515
<b>TOTAL :</b>	<b>61,173,077</b>	<b>46,165,624</b>

**SCHEDULE - 7 : CURRENT ASSETS**

PARTICULARS	31.3.2012 (Rs.)	31.3.2011 (Rs.)
<b>Accounts Receivable</b>		
" Chapters	<b>785,571</b>	367,323
" TDS Recovery from H.Q.	<b>1,165,943</b>	816,307
" Others	<b>1,108,679</b>	1,013,944
" Mr. Ramesh Joshi (Not confirmed by the party)	<b>24,638</b>	24,638
Prepaid Expenses	<b>469,297</b>	409,056
Postal stamps in hand	<b>2,667</b>	3,246
Post Office Saving Bank Account	<b>4,250</b>	4,250
Scheduled Bank Balances	<b>1,352,922</b>	2,529,994
Cash in hand	<b>0</b>	38,505
<b>TOTAL :</b>	<b>4,913,967</b>	<b>5,207,263</b>

**SCHEDULE - 8 : LOANS, ADVANCES & DEPOSITS**

PARTICULARS	31.3.2012 (Rs.)	31.3.2011 (Rs.)
Electricity Deposit	<b>40,520</b>	40,520
Telephone Deposit	<b>3,600</b>	3,600
Advance to Employees	<b>136,000</b>	163,500
Housing Repair loan to Staff	<b>674,980</b>	519,103
Advance to others (Deposit)	<b>200,500</b>	200,500
CIDCO Land Adv. account	<b>1,260,937</b>	1,260,937
Loan to Chapters	<b>3,830,614</b>	5,056,871
<b>TOTAL :</b>	<b>6,147,151</b>	<b>7,245,031</b>

**SCHEDULE – 9****SIGNIFICANT ACCOUNTING POLICIES AND NOTES ANNEXED TO AND FORMING PART OF  
THE BALANCE SHEET AND INCOME & EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31-03-2012****A) SIGNIFICANT ACCOUNTING POLICIES:****1. Basis for preparation of Financial Statements:**

The Financial statements are prepared under the historical cost convention, the applicable Accounting Standards, the relevant provisions of the Cost & Works Accountants Act, 1959, as amended by the Cost and Works Accountants (Amendment) Act, 2006 and are on accrual basis unless otherwise stated.

**2. Revenue Recognition:**

- Grant from H.Q.- Grant from H.Q. accounted on approval basis.
- Interest on Investments:- Interest on Investments accounted on accrual basis.
- Learning Training Fees:- Learning and training fees accounted on receipt basis, except the WIRC conducts coaching classes from January-June every year. 75% of the fees received is treated as Income pertaining to the current accounting year and 25% is deferred to the next year on the basis that major expenses for holding such classes are incurred in the year in which the fees are received.
- Seminar Programme Research Project:- Seminar Programme and Research Project receipts are accounted proportionately according to the period (Seminar), and completion of work (Research Project).
- Other Incomes:- All other incomes are accounted on accrual basis.

**3. Expenditure:-**

The Expenditure is recognized on accrual basis except for expenditure for reimbursement, which is accounted on cash basis.

**4. Fixed Assets:-**

Fixed Assets are stated as cost of acquisition and construction less accumulated depreciation.

**5. Depreciation:-**

Depreciation is provided as per the significant accounting policies of the Institute.

- |                          |     |        |
|--------------------------|-----|--------|
| 1) Computer, Printer etc | 60% | on WDV |
| 2) Computers             | 60% | on WDV |
| 3) Office Equipment      | 15% | on WDV |
| 4) Furniture & Fixtures  | 10% | on WDV |

- Depreciation on Fixed assets is provided on written down value method for the full year, if it is purchased on or before 30th September, and for half year if it is purchased after 30th September, at the rates specified under the Income tax Rule, 1962.
- Library books are depreciated at 100% in the year of purchase.
- Computer software is amortized over a period of three years.
- Individual low cost assets acquired for Rs.5,000/- or less are fully depreciated in the year of purchase.
- In the case of disposal or scrapping of assets, no depreciation is charged in the year of such disposal or scrapping.

**6. Investments:** Investments are stated and valued at cost.**7. Receivables:** Receivables are taken at book value / net realizable value whichever is lower by providing for bad or doubtful debts, if any.**8. Loans, Advances and Deposits:** Loans, Advances and Deposits are taken at book value / net realizable value whichever is lower by providing for bad or doubtful accounts, if any.**9. Inventories:** Stock of Publications and other items are valued at cost except those which are outdated & obsolete and not worth for sale or free distribution which are written off.**10. Prior Period Income / Expenditure:-** Prior Period items which arise in the current period as a result of errors or omissions in the preparation of financial statements in one or more prior period are separately disclosed in the Income & Expenditure Account.**11. Figures of the previous years are rearranged / regrouped wherever necessary.****12. The ICWAI is registered under section 12A of the IT Act, 1961 and is entitled to exemptions under section 10(23A) read with section 11 of the IT Act, 1961. In view of this no provision for taxation has been made in the accounts. No provision for deferred Tax Liability (Asset) is considered for the year.****13. As at 31st March, 2012 there is no amount including interest payable to Micro, Small and Medium Enterprises as defined under "The Micro, Small and Medium Enterprises Development Act, 2006", based on the information available with the WIRC.****B) NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31-03-2012:****1. Letters have been issued by WIRC for confirmation of Accounts in respect Accounts receivables, loans & advances and current liabilities to the respective agencies including HQ and Chapters and Balances are subject to confirmation.****2. The Net Amount payable to H.Q. is Rs.9,84,522/- (last year payable Rs. 8,91,119/-) as at 31st March, 2012 is subject to reconciliation with H.Q. Necessary provision has been made in respect of the same in the accounts for the current year. Necessary statements are sent to HQ for confirmation.****3. The provision for Gratuity Liability upto current year Rs.38,13,880/- has been made in the Accounts on the basis of actuarial valuation certificate obtained from M/s. J.B. Boda & Co., as per the increase limit of Rs.10,00,000/-. The above provision is inclusive of interest earned on Investment of the fund made with LIC-Group Gratuity Scheme the value of which as on 31st March, 2012 is Rs.30,29,454/- (previous year Rs. 26,21,515/-).****4. Current Assets – Accounts Receivables :** Mr. Ramesh Joshi (Not Confirmed by the party) The amount of Rs. 24,638/- is shown as outstanding in the accounts of WIRC since 2004-2005. We have been informed by the WIRC that Disciplinary Proceedings are before the Competent Authority of The Institute of Cost Accountants of India in this regards. Since the matter is sub-judice, a status-quo has been maintained as far as the provision for the said amount is concerned. From the record produced before me & explanation offered to me we say that Mr. Ramesh Joshi has asked certain information under RTI which was provided to him from time to time.

As per our report of even date annexed hereto.

**For WESTERN INDIA REGIONAL COUNCIL OF  
THE INSTITUTE OF COST ACCOUNTANTS OF INDIA**

For MANOJ SAMPAT & ASSOCIATES  
Chartered Accountants

**Manoj Sampat**  
(M.No.43632) Firm No.106035W

**Vijay P. Joshi**  
Chairman

**Shrenik S. Shah**  
Vice-Chairman

**Ashish P. Thatte**  
Hon. Secretary

**Neeraj D. Joshi**  
Treasurer

Place : Mumbai,  
Date : 27th June 2012.

**MEMBERS ELECTED TO THE WESTERN INDIA REGIONAL COUNCIL OF THE ICAI FOR THE TERM 2011-2015**

S.No.	NAME	OFFICE ADDRESS & PHONE NO/S.	RESIDENCE ADDRESS & PHONE NO/S.
1.	CMA VIJAY P. JOSHI CHAIRMAN	Vijay P. Joshi & Associates, Cost Accountants, 302, Sham Tower, 164/2, R.N.T. Marg, Opp: Hotel Presidential, INDORE - 452 004. 0731-4023808 Fax No.: 0731-4060863 Mob:98260 11923 vijaypjoshi@yahoo.com	302, Sham Tower, 164/2, Near Hotel Presidential, R.N.T. Marg, INDORE - 452 004. 0731-4065367
2.	CMA SHRENIK S. SHAH VICE-CHAIRMAN	HOD - Accountancy, H.L. College of Commerce, Navrangpura, AHMEDABAD -380 009. 079-2646 2820, Mob:98243 39003 ssshah_hi@yahoo.co.in	"Swashraya", I-A, A.D.C. Bank Society, B/H. Sahajanand College, Ambawadi, AHMEDABAD - 380 015.  079-2630 5116
3.	CMA ASHISH P. THATTE HON. SECRETARY	504, Juniper, Everest World, Kolshet Road, THANE (WEST) - 400 607. Mob.: 98209 73559 ashishphatte@gmail.com	504, Juniper, Everest World, Kolshet Road, THANE (WEST) - 400 607.
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# Changes in Service Tax w.e.f. 01.07.2012

By CMA Ashok Nawal E-mail: nawal@bizsolindia.com



We take immense pleasure in providing you the Bizsol Analysis w.r.t. the various Service tax changes which will be effective from 1st July, 2012. As can be seen from the analysis, besides the major amendments w.r.t. Reverse Charge, Cenvat Credit Rules, Coverage of Exempted Services, etc the major change which will impact the industry will be the Place of Provision of Services Rules, 2012 and as such the provision w.r.t. applicability of Service Tax on all Cross Border Transactions needs to be revisited. We hope you find the analysis simple to understand and useful for implementation of the compliances w.r.t. revised provisions.

## AUTHOR'S ANALYSIS ON NOTIFICATIONS OF SERVICE TAX ISSUED ON 20TH JUNE 2012

No.	New Notification No.	Earlier Notification Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
1	31/2012-ST	18/2009-ST	"Notification 18/2009-ST:"1. (zpz)Service provided to an exporter for transport of the said goods by road from any container freight station or inland container depot to the port or airport, as the case may be, from where the goods are exported; or Service provided to an exporter in relation to transport of said goods by road directly from their place of removal, to an inland container depot, a container freight station, a port or airport, as the case may be, from where the goods are exported." 2. (zzb) Service provided by a commission agent located outside India and engaged under a contract or agreement or any other document by the exporter in India, to act on behalf of the exporter, to cause sale of goods exported by him."	"Service provided to an exporter for transport of the said goods by goods transport agency in a goods carriage from any container freight station or inland container depot to the port or airport, as the case may be, from where the goods are exported; or "Service provided to an exporter in relation to transport of the said goods by goods transport agency in a goods carriage directly from their place of removal, to an inland container depot, a container freight station, a port or airport, as the case may be, from where the goods are exported"	"Commission services provided by an agent outside India are classified as Intermediary services and therefore in accordance with Place of Provision of Services Rules, 2012, the same fall outside the purview of service tax, since the place of provision of service is outside India i.e. outside Taxable Territory. Therefore the same are removed from the exemption list. "Notification 52/2011 dt.30.12.2011 ST also needs an amendment to this effect."
2	32/2012-ST	9/2007-ST	Notification 9/2007-ST exempts all taxable services, provided or to be provided, by a Technology Business Incubator (TBI) or a Science and Technology Entrepreneurship Park (STEP) recognized by the National Science and Technology Entrepreneurship Development Board (NSTEDB) of the Department of Science and Technology, Government of India, from the whole of the service tax leviable thereon under section 66 of the said Finance Act.	exempts taxable services, provided or to be provided, by a Technology Business Incubator (TBI) or a Science and Technology Entrepreneurship Park (STEP) recognized by the National Science and Technology Entrepreneurship Development Board (NSTEDB) of the Department of Science and Technology, Government of India, from the whole of the service tax leviable thereon under section 66B of the said Finance Act	As sec 66 is been deleted in new budget 2012-13, so sec 66 is being replaced by newly added sec 66B in the new notification and the same exemption to TBI, STEP, NSTEDB has been continued.
3	33/2012-ST	6/2005-ST	6/2005-ST: Exempts taxable services of aggregate value not exceeding ten lakh rupees in any financial year from the whole of the service tax leviable thereon under section 66 of the said Finance Act	33/2012-ST: Exempts taxable services of aggregate value not exceeding ten lakh rupees in any financial year from the whole of the service tax leviable thereon under section 66B of the said Finance Act	As sec 66 is been deleted in new budget 2012-13, so sec 66 is being replaced by newly added sec 66B in the new notification and the same exemption limit of Rs. 10 lakhs has been continued.
4	Notification 40/2012 dated 20th June, 2012	Notification 17/2011 dated 1st march, 2011	exempts the taxable services specified in clause (105) of section 65 of the Finance Act, chargeable to tax under section 66 or section 66A of the Finance Act, received by a Unit located in a Special Economic Zone (hereinafter referred to as SEZ) or Developer of SEZ for the authorised operations, from the whole of the service tax, education cess and secondary and higher education cess leviable thereon.	hereby exempts the services on which service tax is leviable under section 66B of the said Act, received by a unit located in a Special Economic Zone (hereinafter referred to as SEZ) or Developer of SEZ and used for the authorised operations, from the whole of the service tax, education cess and secondary and higher education cess leviable thereon.	"1. Since section 65, 66 & 66A are not be operational w.e.f. 1st July, 2012; exemption to SEZ unit & SEZ developers is granted on which service tax is leviable under section 66B (new section inserted in budget) of the said Act. 2. The provisions of this notification are effective from 1st July, 2012 3. To conclude, exemption will be claimed in the following circumstances:

No.	New Notification No.	Earlier Notification Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
					<p>a) Performance base: if performance of service is within SEZ in accordance with Rule 4 of Place of Provision of Service Rule 2012</p> <p>b) services in relation with immovable property in accordance with Rule 5 of Place of Provision of Service Rule 2012</p> <p>c) services which are provided to a recipient who does not have any unit other than SEZ against FORM A otherwise, the exemption by way of refund to be obtained in the specified ratio (turnover ratio) Earlier, services exclusively for SEZ were also exempt now seems to be withdrawn in absence of clarification.</p>
5	Sr. no 2 (a) of Notification 40/2012 dated 20th June, 2012	Sr. No. 2(a) Notification 17/2011 dated 1st March, 2011	the exemption shall be provided by way of refund of service tax paid on the specified services received for the authorised operations in a SEZ:	the exemption shall be provided by way of refund of service tax paid on the specified services received by a unit located in a SEZ or the developer of SEZ and used for the authorised operations:	Exemption is already provided to the sub contractor providing the services to the main contractor in relation to works contract vide notification no. 25/2012 ST dated 21.06.2012 and therefore subcontractor providing the services in SEZ is also exempted
6	Explanation (C) to Sr. no 2 (b) of Notification 40/2012 dated 20th June, 2012		Not defined	“export turnover of services” means the value of the export service calculated in the following manner, namely:- Export turnover of services = payments received during the relevant period for export services + export services whose provision has been completed for which payment had been received in advance in any period prior to the relevant period – advances received for export services for which the provision of service has not been completed during the relevant period;	Since the definition of export turnover is changed from accrual basis to receipt basis all SEZ units have to keep tracking of realisation and accordingly refund may vary based on realisation of exports of services however same is not applicable for export turnover of goods and DTA turnover of goods and services. It seems to be contradictory and analogy is not applied. It may be perhaps, point of taxation of such export services has been shifted based on realisation basis.
7	Explanation (D) to Sr. no 2 (b) of Notification 40/2012 dated 20th June, 2012	Explanation (1) to Sr. no 2 (d) of Notification 40/2012 dated 20th June, 2012	" total turnover?means the sum total of the value of (i) all output services and exempted services provided, including the value of services exported;" (ii) all excisable and non-excisable goods cleared, including the value of the goods exported;" (iii) bought out goods sold,"	“total turnover” means sum total of the value of- “(a) all excisable goods cleared during the relevant period including exempted goods, dutiable goods and excisable goods exported;" (b) export turnover of services determined in terms of clause (C) and the value of all other services, during the relevant period;"	Value of bought of goods sold during the period is excluded from the definition of total turnover since there is no service involved in procurement of bought out goods and sale of bought out goods is tantamount to trading which is Negative Service
8	Sr. no 2 (h) of Notification 40/2012 dated 20th June, 2012		Not specified	no refund shall be available on services wholly consumed for operations in the Domestic Tariff Area (DTA) worked out in the same manner as clauses (i) and (ii) of the explanation to condition (a)	More clarity is provided, therefore SEZ unit / Developer needs to ensure no service tax is charged by any service provider when Services provided in accordance with Rule 4 and Rule 5 of Place of Provision of Service. While calculating turnover, it has to be ensured, services w.r.t. wholly consumed for SEZ & DTA will have to be determined in terms of Place of Provisions of Services Rules, 2012
<b>Rebate of service tax on exported services</b>					
1	Notification No 39/2012 dated 20th June, 2012	Notification 11/2005 & notification 12/2005 issued under Rule 5 of Export of Service Rules, 2005	Rebate of Service tax on exported services as per notification 11/2005 and rebate of the whole of the duty paid on excisable inputs or the whole of the service tax and cess paid on all taxable input services, used in providing taxable service exported in terms of rule 3 of the Export of Service Rules, 2005	rebate of the whole of the duty paid on excisable inputs or the whole of the service tax and cess paid on all input services (herein after referred to as 'input services'), used in providing service exported in terms of rule 6A of the Service Tax Rules, 1994 as amended by notification number 36/2012 dated 20th June, 2012.	"1. Since Export of Services Rules, 2005 has been resinded & replaced by Place of Provision of Service, Rules, 2012 readwith Rule 6A of Service Tax Rules, 1994; the earlier provisions allowing rebate of service tax and cess paid on all taxable services exported and whole of input duty & service tax on input services used in provision export of services are no longer applicable w.e.f. 1st July, 2012.

No.	New Notification No.	Earlier Notification Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
					As per the new provision only rebate of the whole of the duty paid excisable inputs or the whole of the service tax and cess paid on all input services can be obtained. 2. Before claiming the rebate declaration needs to be filed to the Jurisdictional Central Excise Officer and application is required to be made in FORM ASTR-2. 3. It is evident from the format the rebate will be allowed only for inputs and input services and no rebate will be granted on the service tax paid on the output services."4. The provisions of this notification are effective from 1st July, 2012"
2	Sr. no 2(d) of Notification No 39/2012 dated 20th June, 2012	Sr. no 2(d) of Notification No 39/2012 dated 20th June, 2012	the total amount of rebate of duty, service tax and cess admissible is not less than five hundred rupees;	the total amount of rebate of duty, service tax and cess admissible is not less than one thousand rupees	The rebate amount below Rs,1000/- can not be claimed.
3	34/2012-ST	06/2012-Service Tax	Exemption to the services referred to in clause (zzzo) of sub-section (105) of section 65 of Finance Act, 1994	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		45/2011 - Service Tax	Exemption to services referred under item (iii) of sub-clause (zzzm) of clause (105) of section 65 of Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		42/2011 - Service Tax	Exemption of services provided by certain association of dyeing units	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		33/2011 - Service Tax	Exemption to preschool coaching and training	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		31/2011 - Service Tax	Exemption to taxable service referred in sub-clause (zzzw) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		30/2011 - Service Tax	Exemption to taxable service referred in sub-clause (zzzo) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		11/2011 - Service Tax	Exemptions for certain services provided in relation to the execution of works contract, referred to in sub-clause (zzza) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		10/2011 - Service Tax	Exemptions for certain services provided in relation to the execution of works contract, referred to in sub-clause (zzza) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		09/2011 - Service Tax	Exemptions for certain taxable services as referred to in sub-clause (zzn) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		08/2011 - Service Tax	Exemptions for certain taxable services as referred to in sub-clauses (zzn), (znp) and (zzp) of clause (105) of section 65	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		07/2011 - Service Tax	Exemptions for certain taxable service specified in sub-clause (d) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services

No.	New Notification No.	Earlier Notification Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
		06/2011 - Service Tax	Exemptions for certain taxable service of execution of a works contract referred to in sub-clause (zzzza) of clause (105) of section 65 of Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		05/2011 - Service Tax	Exemptions for certain taxable service specified in sub-clause (zzo) of clause (105) of section 65 of Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		58/2010 - Service Tax	Exempts general insurance business provided under the Weather Based Crop Insurance Scheme or the Modified national Agricultural Insurance Scheme	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		53/2010 - Service Tax	Conditional exemption from the whole of service tax for packaged or canned software	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		50/2010 - Service Tax	Exemption to persons marketing the lottery tickets referred in sub-clause (zzzn) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		47/2010 - Service Tax	Exemption to service of outdoor catering	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		42/2010 - Service Tax	Exemption to certain taxable service of commercial or industrial construction when provided wholly within the airport Rescinded	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		41/2010 - Service Tax	Exemption to certain services when provided wholly within the port or other port or airport	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		38/2010 - Service Tax	Exemption to certain taxable service of commercial or industrial construction	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		32/2010 - Service Tax	Exemption to the taxable service provided for distribution of electricity	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		31/2010 - Service Tax	Exemption for certain services when provided within a port or an airport	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		30/2010 - Service Tax	Exemption for tournaments or championships	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		28/2010 - Service Tax	Exemption to construction of complex when provided to Jawaharlal Nehru National Urban Renewal Mission and Rajiv Awaas Yojana	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		27/2010 - Service Tax	Exemption for passengers embarking on a journey originating or terminating in an airport located in specified States of India	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		25/2010 - Service Tax	Exemption to air transport of passengers	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		23/2010 - Service Tax	Exemption to Modular Employable Skill courses	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services



No.	New Notification No.	Earlier Notification Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
		13/2010 - Service Tax	Exemption to taxable service provided in relation to on-line information and database access or retrieval services and business auxiliary services by any Indian news agency	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		12/2010 - Service Tax	Exemption to the taxable service provided in relation to erection, commissioning or installation of mechanised food grain handling systems, equipment for setting up or substantial expansion of cold storage, and expansion of units for processing agricultural, apiary, horticultural, dairy, poultry, aquatic and marine products and meat.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		11/2010 - Service Tax	Exemption to the taxable service provided in relation to transmission of electricity.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		10/2010 - Service Tax	Exemption to the taxable service provided by a Central or State Seed Testing Laboratory and Central or State Seed Certification Agency notified under Seeds Act, 1966 from technical testing and analysis services and technical inspection and certification service.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		08/2010 - Service Tax	Exemption to the taxable service provided in relation to transport of specified goods by rail.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		42/2009 - Service Tax	Exemption to the taxable service during the course of manufacture of parts of cycles or sewing machines	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		41/2009 - Service Tax	Exemption to the taxable service referred to in sub-clause (zzzz) of clause (105) of section 65 of Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		39/2009 - Service Tax	Exemption to the taxable service specified in sub-clause (zzb) of clause 105 of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		33/2009 - Service Tax	Exemption to the taxable service provided to any person in relation to transport of goods by rail referred in sub-clause (zzzp) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		32/2009 - Service Tax	Exemption to the taxable service referred to in sub-clause (zzb) of clause (105) of section 65 of the Finance Act.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		31/2009 - Service Tax	Exemption to the taxable service referred to in sub-clause (zzb) of clause (105) of section 65 of the Finance Act.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		30/2009 - Service Tax	Exemption to the taxable service provided to any person in relation to the transport of goods referred in sub-clause (zzzzl) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		24/2009 - Service Tax	Exemption to the taxable service provided in relation to management, maintenance or repair of roads	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		20/2009 - Service Tax	Exemption to the taxable service referred to in sub-clause (n) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services

No.	New Notification No.	Earlier Notification Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
		19/2009 - Service Tax	Exemption to the taxable service, referred to in sub-clause (zm) or (zzk) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		01/2009 - Service Tax	Exemption to the taxable services specified in sub-clauses (j), (k), (zr), (zza), (zzb), (zzf), (zzq) and (zzzi) of clause (105) of section 65 of the Finance Act, provided by any person to a goods transport agency for use by the said goods transport agency to provide any service, referred to in sub-clause (zyp) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		14/2008 - Service Tax	Exemption to the taxable service provided by a person, having his place of business, fixed establishment, permanent address or usual place of residence, in a country other than India, and which is received by a hotel located in India, in relation to booking of an accommodation in the said hotel, for a customer, who has his place of business, fixed establishment, permanent address or usual place of residence, in a country other than India	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		13/2008 - Service Tax	Exempts the taxable service provided by a goods transport agency to any person in relation to transport of goods by road in a goods carriage, referred to in sub-clause (zyp) of clause (105) of section 65 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		34/2007 - Service Tax	Exemption to the taxable services provided to diplomats	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		33/2007 - Service Tax	Exemption to the taxable services provided to diplomatic missions and consular post	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		25/2007 - Service Tax	Exemption to the commercial or industrial construction service	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		12/2007 - Service Tax	Exemption to the taxable services, provided or to be provided, under an agreement, by any person to other person who has the right to authorise any person to exhibit cinematograph film, from the whole of the service tax leviable thereon under section 66 of the said Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		11/2007 - Service Tax	Exemption to the taxable service, specified in sub-clause (zzh) of clause (105) of section 65 of the said Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		10/2007 - Service Tax d	Exemption to the taxable services provided by an entrepreneur located within the premises of a Technology Business Incubator (TBI) or Science and Technology Entrepreneurship Park (STEP) recognized by the National Science and Technology Entrepreneurship Development Board (NSTEDB) of the Department of Science and Technology Government of India	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services

No.	New Notification No.	Earlier Notification Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
		08/2007-Service Tax d	Exemption to the taxable services, specified in sub-clause (zzze) of clause (105) of section 65 of the said Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		22/2006-Service Tax	Exemption to the taxable services provided or to be provided to any person, by the Reserve Bank of India	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		06/2006-Service Tax	Exemption to services specified in sub-clause (zzh) of clause (105) of Section 65 of Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		04/2006-Service Tax	Exemption to the taxable service specified in sub-clause (zm) of clause (105) of Section 65 of Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		01/2006-Service Tax	Effective rates of duty for specified services	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		29/2005-Service Tax	Exemption to the taxable service, referred to in sub-clause (zzn) of clause (105) of section 65 of the Finance Act, provided to any person, by an aircraft operator, in relation to transport of export goods by aircraft.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		21/2005-Service Tax	Exemption to the taxable service of production or processing of goods for, or on behalf of, the client, referred to in sub-clause (v) of clause (19) of section 65 of the said Finance Act, provided by a commercial concern.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		17/2005-Service Tax	Exemption to the site formation and clearance, excavation and earthmoving and demolition and such other similar activities provided to any person by any other person in the course of construction of roads, airports, railways, transport terminals, bridges, tunnels, dams, ports or other ports	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		08/2005-Service Tax	Exemption to the taxable service of production of goods on behalf of the client referred in sub-clause (v) of clause (19) of section 65 of the said Finance Act.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		34/2004-Service Tax	Exemption to the taxable service provided by a goods transport agency to a customer, in relation to transport of goods by road in a goods carriage	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		33/2004-Service Tax	Exemption to the taxable service provided by a goods transport agency to a customer, in relation to transport of fruits, vegetables, eggs or milk by road in a goods carriage under section 66 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		29/2004-Service Tax	Exemption to the value of taxable service provided to a customer, by a banking company or a financial institution including a non-banking financial company, or any other body corporate or commercial concern.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		24/2004-Service Tax	Exemption to the taxable services provided in relation to commercial training or coaching	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services

No.	New Notification No.	Earlier Notification Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
		17/2004-Service Tax	Exemption to the taxable service provided by the holder of intellectual property right to any person, in relation to intellectual property service	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		14/2004-Service Tax	Exemption to the taxable service provided to a client by a commercial concern in relation to the business auxiliary service	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		13/2004-Service Tax	Exemption to the taxable service provided by a banking company or a financial institution including a non-banking financial company, or any other body corporate or commercial concern, to the Government of India or the Government of a State in relation to collection of any duties or taxes levied by the Government of India or the Government of a State.	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		16/2003-Service Tax		Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		14/2003-Service Tax	Exemption to the taxable services provided to any person by a mandap keeper for the use of the precincts of a religious place as a mandap, from the service tax leviable thereon, under section 66 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		13/2003-Service Tax	Exemption to the business auxiliary services provided by a commission agent from the service tax leviable thereon under sub-section (2) of section 66 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		12/2003-Service Tax	Exemption to all the taxable services, as is equal to the value of goods and materials sold by the service provider to the recipient of service, from the service tax leviable thereon under section (66) of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		10/2003-Service Tax	Exemption to the taxable services provided by a commercial training or coaching centre, in relation to commercial training or coaching	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		18/2002-Service Tax	Exemption to the taxable services provided by a consulting engineer to a client on transfer of technology	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		16/2002-Service Tax	Exemption to all the taxable services specified in section 65 of the said Act provided by any person, to the United Nations or an International Organisation, from the whole of the service tax leviable under section 66 of the Finance Act	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		10/2002-Service Tax	Exemption to the taxable service provided to any person by a cargo handling agency in relation to, agricultural produce or goods intended to be stored in a cold storage	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		4/2000-Service Tax			To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services

No.	New Notification No.	Earlier Notification Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
		3/2000-Service Tax		Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		2/2000-Service Tax		Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		22/1997-Service Tax		Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		12/1997-Service Tax		Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
		03/1994-Service Tax		Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services
4	35/2012-ST	32/2007 - Service Tax	Works Contract (Composition Scheme for Payment of Service Tax) Rules, 2007	Rescinded	To give effect to the amended provisions w.r.t. revised definition of services and deletion of classification of taxable services

### AUTHOR'S ANALYSIS ON CENVAT CREDIT RULES, 2004

No.	New Notification	Earlier Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
a	28/2012-CE (NT)	Rule 2(a) (A) (viii)	Motor vehicles other than those falling under tariff headings 8702, 8703, 8704, 8711 and their chassis	Motor vehicles other than those falling under tariff headings 8702, 8703, 8704, 8711 and their chassis but including their dumpers and tippers	"dumpers and tippers" also included in definition of capital goods
		Rule 2(a) (B)	motor vehicle falling under tariff headings 8702, 8703, 8704, 8711 and their chassis registered in the name of provider of output service for providing taxable service as specified in sub-clauses (f), (n), (o), (zr), (zrp), (zrt) and (zrw) of clause (105) of section 65 of the Finance Act	"motor vehicle designed for transportation of goods including their chassis registered in the name of the service provider, when used for- (i) providing an output service of renting of such motor vehicle; or (ii) transportation of inputs and capital goods used for providing an output service; or (iii) providing an output service of courier agency"	Definition of motor vehicle has been made more wider so as to include renting of Motor Vehicle.
			Dumpers or tippers falling under chapter 87 of First Schedule to the central Excise Tariff Act 1985, registered in the of service provider of output service for providing taxable services as specified in sub-clause (zzza) and (zzzy) of clause 105 of Sec 65 of the said Finance Act.	"motor vehicle designed to carry passengers including their chassis, registered in the name of the provider of service, when used for providing output service of (i) transportation of passengers; or (ii) renting of such motor vehicle; or (iii) imparting motor driving skills"	Definition of motor vehicle has been made more wider so as to include renting of Motor Vehicle and imparting motor driving skills.
			"exempted services" means taxable services which are exempt from the whole of the service tax leviable thereon, and includes services on which no service tax is leviable under section 66 of the Finance Act and taxable services whose part of value is exempted on the condition that no credit of inputs and input services, used for providing such taxable service, shall be taken."Explanation.- For the removal of doubts, it is hereby clarified that "exempted services" includes Trading	"exempted service" means a-“(1) taxable service which is exempt from the whole of the service tax leviable thereon; or“(2) service, on which no service tax is leviable under section 66B of the Finance Act; or“(3) taxable service whose part of value is exempted on the condition that no credit of inputs and input services, used for providing such taxable service, shall be taken;“but shall not include a service which is exported in terms of rule 6A of the Service Tax Rules, 1994.	"1. Since Sec 66 is omitted so definition has been amended in line with Sec 66B of Finance Act to the existing definition valid. "2. In other words negative list and exempted list of service and thereby no service tax can be availed against such services or alternatively provisions of sub-rule 3A of Rule 6 of Cenvat Credit Rules, 2004 will be applicable. Even though manufacturing or processing of the goods is covered under the negative list being those are excisable goods mischief of Rule 3A read with definition will not affect Cenvat Credit since corresponding those are covered in Input and Inp[ut Services"

No.	New Notification	Earlier Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
		Rule 2(k) (B)	"any goods used for-"(a) construction of a building or a civil structure or a part thereof; or"(b) laying of foundation or making of structures for support of capital goods, except for the provision of any taxable service specified in sub-clauses (zn), (zzl), (zzm), (zzq), (zzzh) and (zzzza) of clause (105) of section 65 of the Finance Act;"	"any goods used for -"(a)construction or execution of works contract of a building or a civil structure or a part thereof; or"(b)laying of foundation or making of structures for support of capital goods,"except for the provision of service portion in the execution of a works contract or construction service as listed under clause (b) of section 66E of the Act;"	Due to omission of section 65 of Finance Act, 1994, the excluded services covered under sec 66E are inserted. Now Cenvat credit has been restricted only for works contract and construction services and other services provided by Architect etc are excluded
		Rule 2(l) (i)	used by a provider of taxable service for providing an output service	used by a provider of output service for providing an output service	Since list of 119 taxable services will have no relevance after negative list of services regime and all output services are taxable.
		Rule 2(l) (ii) (A)	"specified in sub-clauses (p), (zn), (zzl), (zzm), (zzq), (zzzh) and (zzzza) of clause (105) of section 65 of the Finance Act (hereinafter referred as specified services), in so far as they are used for-"(a) construction of a building or a civil structure or a part thereof; or"(b) laying of foundation or making of structures for support of capital goods, except for the provision of one or more of the specified services; or"	"service portion in the execution of a works contract and construction services including service listed under clause (b) of section 66E of the Finance Act (hereinafter referred as specified services) in so far as they are used for -"(a) construction or execution of works contract of a building or a civil structure or a part thereof; or"(b) laying of foundation or making of structures for support of capital goods,"except for the provision of one or more of the specified services; or";	Due to omission of section 65 of Finance Act, 1994, the excluded services covered under sec 66E are inserted.
		Rule 2(l) (ii) (B)	specified in sub-clauses (o) and (zzzzj) of clause (105) of section 65 of the Finance Act, in so far as they relate to a motor vehicle which is not a capital goods; or	"services provided by way of renting of a motor vehicle, in so far as they relate to a motor vehicle which is not a capital goods; or	Due to omission of section 65 of Finance Act, 1994, name of services itself is substituted in the definition.
		Rule 2(l) (ii) (BA)	"specified in sub-clauses (d) and (zo) of clause (105) of section 65 of the Finance Act except when used by "(a) a manufacturer of a motor vehicle in respect of a motor vehicle manufactured by him; or"(b) a provider of output service as specified in sub-clause (d) of clause (105) of section 65 of the Finance Act, in respect of a motor vehicle insured or reinsured by him; or"	"service of general insurance business, servicing, repair and maintenance , in so far as they relate to a motor vehicle which is not a capital goods, except when used by -"(a) a manufacturer of a motor vehicle in respect of a motor vehicle manufactured by such person ; or"(b) an insurance company in respect of a motor vehicle insured or reinsured by such person; or"	Due to omission of section 65 of Finance Act, 1994, name of services itself is substituted in the definition.
		Rule 2(p)	"output service" means any taxable service, excluding the taxable service referred to in sub-clause (zzp) of clause (105) of section 65 of the Finance Act, provided by the provider of taxable service, to a customer, client, subscriber, policy holder or any other person, as the case may be, and the expressions 'provider' and 'provided' shall be construed accordingly	"output service" means any service provided by a provider of service located in the taxable territory but shall not include a service,-"(1) specified in section 66D of the Finance Act; or"(2) where the whole of service tax is liable to be paid by the recipient of service."	No change has been made in definition of Output Service but definition made in line with new concept of negative list of services.
		Rule 3(1)	A manufacturer or producer of final products or a provider of taxable service shall be allowed to take credit	A manufacturer or producer of final products or a provider of Output Service shall be allowed to take credit	Since list of 119 taxable services will have no relevance after negative list of services regime and all output services are taxable.
		Rule 3(1) (ixb)		the service tax leviable under section 66B of the Finance Act	
		Rule 3(1) (xi) (i)	any input or capital goods received in the factory of manufacture of final product or premises of the provider of output service on or after the 10th day of September, 2004	any input or capital goods received in the factory of manufacture of final product or by the provider of output service on or after the 10th day of September, 2004	

No.	New Notification	Earlier Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
		Rule 3(4)		Explanation. - CENVAT credit cannot be used for payment of service tax in respect of services where the person liable to pay tax is the service recipient”	Explanation to sub rule 4 added. It is explicitly clarified that Cenvat Credit cannot be utilized for payment of service tax under reverse charge.
		Rule 3(5B)	Provided that if the said input or capital goods is subsequently used in the manufacture of final products or the provision of taxable services, the manufacturer or output service provider, as the case may be, shall be entitled to take the credit of the amount equivalent to the CENVAT credit paid earlier subject to the other provisions of these rules.	Provided that if the said input or capital goods is subsequently used in the manufacture of final products or the provision of Output Service, the manufacturer or output service provider, as the case may be, shall be entitled to take the credit of the amount equivalent to the CENVAT credit paid earlier subject to the other provisions of these rules.	Since list of 119 taxable services will have no relevance after negative list of services regime and all output services are taxable.
		Rule 5 (2) (Proviso 2)	Provided further that no refund of credit shall be allowed if the manufacturer or provider of output service avails of drawback allowed under the Customs and Central Excise Duties and Service Tax Drawback Rules, 1995, or claims rebate of duty under the Central Excise Rules, 2002, in respect of such duty; or claims rebate of service tax under the Export of Services Rules, 2005 in respect of such tax.	Provided further that no refund of credit shall be allowed if the manufacturer or provider of output service avails of drawback allowed under the Customs and Central Excise Duties and Service Tax Drawback Rules, 1995, or claims rebate of duty under the Central Excise Rules, 2002, in respect of such duty; or claims rebate of service tax under the Service Tax Rules, 1994 in respect of such tax.	As Export of Services rules, 2005 are not applicable so definition has been made in line with concept of negative list of services.
		Rule 5 (2) (Explanation 1)	export service? means a service which is provided as per the provisions of Export of Services Rules, 2005, whether the payment is received or not	export service means a service which is provided as per rule 6A of the Service Tax Rules 1994	As Export of Services rules, 2005 are not applicable so definition has been made in line with concept of negative list of services and insertion of Rule 6A in Service Tax Rules, 1994.
		Rule 5B		"Refund of CENVAT credit to service providers providing services taxed on reverse charge basis.- "A provider of service providing services notified under sub-section (2) of section 68 of the Finance Act and being unable to utilize the CENVAT credit availed on inputs and input services for payment of service tax on such output services, shall be allowed refund of such unutilized CENVAT credit subject to procedure, safeguards, conditions and limitations, as may be specified by the Board by notification in the Official Gazette."	Refund provision has been made for the service providers who are providing services which are taxable under reverse charge and unable to utilize the input cenvat credit
		Rule 6	Obligation of a manufacturer or producer of final products and provider of taxable service	Obligation of a manufacturer or producer of final products and provider of Output Service	Since list of 119 taxable services will have no relevance after negative list of services regime and all output services are taxable.
		Rule 6 (3) (iii) Proviso added		Provided that in case of transportation of goods or passengers by rail the amount required to be paid under clause (i) shall be an amount equal to 2 per cent. of value of the exempted services."	
		Rule 6 (3A)		in clauses (a), (b), (c) and (h), for the words "taxable" wherever they occur, the words, "output" shall be substituted;	
		Rule 6 (3B)	Notwithstanding anything contained in sub-rules (1), (2) and (3), a banking company and a financial institution including a non-banking financial company, providing taxable service specified in sub-clause (zm) of clause (105) of section 65 of the Finance Act, shall pay for every month an amount equal to fifty per cent. of the CENVAT credit availed on inputs and input services in that month	Notwithstanding anything contained in sub-rules (1), (2) and (3), a banking company and a financial institution including a non-banking financial company, engaged in providing services by way of extending deposits, loans or advances, shall pay for every month an amount equal to fifty per cent. of the CENVAT credit availed on inputs and input services in that month	

No.	New Notification	Earlier Reference	Provision as per Earlier Notification	Amended Provision	Bizsol Comments
		Rule 6 (3D) Explanation		"Explanation I. - "Value" for the purpose of sub-rules (3) and (3A),—"d.in case of trading of securities, shall be the difference between the sale price and the purchase price of the securities traded or one per cent. of the purchase price of the securities traded, whichever is more"e. shall not include the value of services by way of extending deposits, loans or advances in so far as the consideration is represented by way of interest or discount;"	1. Separate provision has been made for computation of service value towards trading of securities for the purpose of reversal of Cenvat credit as per Rule 6. 2. Interest or discount taken by Banking & Financial Institute will not form part of exempted service value for the purpose of reversal of Cenvat Credit as per Rule 6"
		Rule 6(6A)	The provisions of sub-rules (1), (2), (3) and (4) shall not be applicable in case the taxable services are provided, without payment of service tax, to a unit in a Special Economic Zone or to a developer of a Special Economic Zone for their authorised operations.		Omitted since new provision mentioned below is inserted (Rule 6 (7))
		Rule 6(7)		The provisions of sub-rules (1), (2), (3) and (4) shall not be applicable in case the taxable services are provided, without payment of service tax, to a unit in a Special Economic Zone or to a developer of a Special Economic Zone for their authorised operations or when a service is exported	Services provided to SEZ Developer and the Unit has been taken at par with exports for the purpose of Rule 6 of Cenvat Credit Rules, 2004, whereas Rule 6A of Service Tax Rules, 1994 do not cover SEZ Exports.
		Rule 6(8)		"For the purpose of this rule, a service provided or agreed to be provided shall not be an exempted service when:- (a) the service satisfies the conditions specified under rule 6A of the Service Tax Rules, 1994 and the payment for the service is to be received in convertible foreign currency; and (b) such payment has not been received for a period of six months or such extended period as maybe allowed from time-to-time by the Reserve Bank of India, from the date of provision."	
		Rule 7 (d)	credit of service tax attributable to service used in more than one unit shall be distributed prorata on the basis of the turnover of the concerned unit to the sum total of the turnover of all the units to which the service relates	credit of service tax attributable to service used in more than one unit shall be distributed pro rata on the basis of the turnover during the relevant period of the concerned unit to the sum total of the turnover of all the units to which the service relates during the same period.	
		New Explanation to Rule 7(d) added		"Explanation 3. - (a) The relevant period shall be the month previous to the month during which the CENVAT credit is distributed."(b) In case if any of its unit pays tax or duty on quarterly basis as provided in rule 6 of Service Tax Rules, 1994 or rule 8 of Central Excise Rules, 2002 then the relevant period shall be the quarter previous to the quarter during which the CENVAT credit is distributed."(c) In case of an assessee who does not have any total turnover in the said period, the input service distributor shall distribute any credit only after the end of such relevant period wherein the total turnover of its units is available.	Clarity has been brought in for considering the turnover as reported in ER-1 / ER-2 / proposed EST for distribution of ISD Credit.



**EXEMPTION OF TAXABLE SERVICES FROM SERVICE TAX LEVIABLE  
UNDER SECTION 66B OF FINANCE ACT,1994**

S.No.	Existing	Proposed	Bizsol Comments
	<b>Notification 12/2012-ST dated 17<sup>th</sup> March 2012</b>	<b>Notification 25/2012-ST dated 20<sup>th</sup> June 2012</b>	
1	Para 6: Services provided to any person other than a business entity by – a. an individual as an advocate; or b. a person represented on and as arbitral tribunals;	Services provided by- (a) an arbitral tribunal to - (i) any person other than a business entity; or (ii) a business entity with a turnover up to rupees ten lakh in the preceding financial year; (b) an individual as an advocate or a partnership firm of advocates by way of legal services to,- (i) an advocate or partnership firm of advocates providing legal services ; (ii) any person other than a business entity; or (iii) a business entity with a turnover up to rupees ten lakh in the preceding financial year; or (c) a person represented on an arbitral tribunal to an arbitral tribunal;	1. Turnover limit is specified for the business entity 2. Partnership firm of advocates providing legal services are also included in the exemption list. 3. Advocates providing the service to another Advocate are also included in the exempted list
2	Para 9: Services provided- a. to an educational institution by way of catering under any centrally assisted mid – day meals scheme sponsored by Government; b. to or by an institution in relation to educational services, where the educational services are exempt from the levy of service tax, by way of transportation of students or staff; c. to or by an institution in relation to educational services, where the educational services are exempt from the levy of service tax, by way of services in relation to admission to such education;	Services provided to or by an educational institution in respect of education exempted from service tax, by way of,- (a) auxiliary educational services; or (b) renting of immovable property;	Specific services in existing exemption list has been rescinded and all genre of “auxilliary” education services are included alongwith specific renting of immovable property service. Educational institute providing classrooms to another educational institute are exempted from service tax.
3	Para 12: Services provided to the Government or local authority by way of erection, construction, maintenance, repair, alteration, renovation or restoration of – a. a civil structure or any other original works meant predominantly for a non-industrial or non-commercial use;	Services provided to the Government, a local authority or a governmental authority by way of construction, erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation, or alteration of - (a) a civil structure or any other original works meant predominantly for use other than for commerce, industry, or any other business or profession; (b) a historical monument, archaeological site or remains of national importance, archaeological excavation, or antiquity specified under the Ancient Monuments and Archaeological Sites and Remains Act, 1958 (24 of 1958); (c) a structure meant predominantly for use as (i) an educational, (ii) a clinical, or (iii) an art or cultural establishment; (d) canal, dam or other irrigation works; (e) pipeline, conduit or plant for (i) water supply (ii) water treatment, or (iii) sewerage treatment or disposal; or (f) a residential complex predominantly meant for self-use or the use of their employees or other persons specified in the Explanation 1 to clause 44 of section 65 B of the said Act;	Earlier any service provided to Government or local authority related to civil structure or any other original work, if it was for commercial or industrial use was out of coverage of exemption list. Now more clarity is brought in coverage of exempted services. Clauses b,c,d,e & f are included whether for commercial or industrial use.
4	Para 13: Services provided by way of erection, construction, maintenance, repair, alteration, renovation or restoration of,- a. road, bridge, tunnel, or terminal for road transportation for use by general public; b. building owned by an entity registered under section 12 AA of the Income tax Act, 1961(43 of 1961) and meant predominantly for religious use by general public;	Services provided by way of construction, erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation, or alteration of,- (a) a road, bridge, tunnel, or terminal for road transportation for use by general public; (b) a civil structure or any other original works pertaining to a scheme under Jawaharlal Nehru National Urban Renewal Mission or Rajiv Awaas Yojana;	More clarity is brought w.r.t services such as commissioning , installation, fitting out etc Specific inclusion of clause (b) w.r.t. services to notified schemes. Services w.r.t construction, erection, commissioning, installation, completion, fitting out, repair, maintenance, renovation, or alteration of structure meant for funeral, burial or cremation of deceased is included.

S.No.	Existing	Proposed	Bizsol Comments
	c. pollution control or effluent treatment plant, except located as a part of a factory; or d. electric crematorium;	(c) a building owned by an entity registered under section 12 AA of the Income tax Act, 1961(43 of 1961) and meant predominantly for religious use by general public;  (d) a pollution control or effluent treatment plant, except located as a part of a factory; or a structure meant for funeral, burial or cremation of deceased;	
5	14. Services by way of erection or construction of original works pertaining to,- a. airport, port or railways; b. single residential unit otherwise as a part of a residential complex; c. low- cost houses up to a carpet area of 60 square meters per house in a housing project approved by competent authority empowered under the 'Scheme of Affordable Housing in Partnership' framed by the Ministry of Housing and Urban Poverty Alleviation, Government of India; d. post- harvest storage infrastructure for agricultural produce including a cold storages for such purposes; or e. Mechanized food grain handling system, machinery or equipment for units processing agricultural produce as food stuff excluding alcoholic beverages	Services by way of construction, erection, commissioning, or installation of original works pertaining to, (a) an airport, port or railways, including mono-rail or metro; (b) a single residential unit otherwise than as a part of a residential complex; (c) low- cost houses up to a carpet area of 60 square metres per house in a housing project approved by competent authority empowered under the 'Scheme of Affordable Housing in Partnership' framed by the Ministry of Housing and Urban Poverty Alleviation, Government of India; (d) post- harvest storage infrastructure for agricultural produce including a cold storages for such purposes; or (e) mechanised food grain handling system, machinery or equipment for units processing agricultural produce as food stuff excluding alcoholic beverages;	Construction services for monorail and metro are also included in the exemption list.
6	Para 18: Services by way of renting of a hotel, inn, guest house, club, campsite or other commercial places meant for residential or lodging purposes, having declared tariff of <b>a room</b> below rupees one thousand per day or equivalent;	Services by way of renting of a hotel, inn, guest house, club, campsite or other commercial places meant for residential or lodging purposes, having declared tariff of a unit of accommodation below rupees one thousand per day or equivalent	Now it is more specific w.r.t unit of accommodation whereby the exemption limit would be Rs 1000/- per day irrespective of number of rooms in a particular unit
7	20. Services by way of transportation by rail or a vessel from one port in India to another of the following goods – a. petroleum and petroleum products falling under Chapter heading 2710 and 2711 of the First Schedule to the Central Excise Tariff Act, 1985 (5 of 1986); b. relief materials meant for victims of natural or man-made disasters, calamities, accidents or mishap; c. defense or military equipment's; d. postal mail, mail bags or household effects; e. newspaper or magazines registered with Registrar of Newspapers; f. railway equipment's or materials; g. agricultural produce; h. foodstuff including flours, tea, coffee, jaggery, sugar, milk products, salt and edible oil, excluding alcoholic beverages; or i. chemical fertilizer and oilcakes	Services by way of transportation by rail or a vessel from one place in India to another of the following goods - (a) petroleum and petroleum products falling under Chapter heading 2710 and 2711 of the First Schedule to the Central Excise Tariff Act, 1985 (5 of 1986); (b) relief materials meant for victims of natural or man-made disasters, calamities, accidents or mishap; (c) defence or military equipments; (d) postal mail or mail bags; (e) household effects; (f) newspaper or magazines registered with the Registrar of Newspapers; (g) railway equipments or materials; (h) agricultural produce; (i) foodstuff including flours, tea, coffee, jaggery, sugar, milk products, salt and edible oil, excluding alcoholic beverages; or (j) chemical fertilizer and oilcakes;	Earlier coverage was from port , now it is replaced with any place in India.  Household effects is being added to the list
8	21. Services provided by a goods transport agency by way of transportation of – a. fruits, vegetables, eggs, milk, food grains or pulses in a goods carriage; b. goods where gross amount charged on a consignment transported in a single goods carriage does not exceed one thousand five hundred rupees; or c. goods, where gross amount charged for transportation of all such goods for a single consignee in the	Services provided by a goods transport agency by way of transportation of - (a) fruits, vegetables, eggs, milk, food grains or pulses in a goods carriage; (b) goods where gross amount charged for the transportation of goods on a consignment transported in a single goods carriage does not exceed one thousand five hundred rupees; or	Amguity is removed with respect to cluse (b), i.e. transportation of goods on a consignment transported in a single goods carriage.

S.No.	Existing	Proposed	Bizsol Comments
	goods carriage does not exceed rupees seven hundred fifty;	(c) goods, where gross amount charged for transportation of all such goods for a single consignee in the goods carriage does not exceed rupees seven hundred fifty;	
9	Para 23: Transport of passengers, with or without accompanied belongings, by – a. air, embarking or terminating in an airport located in the state of Arunachal Pradesh, Assam, Manipur, Meghalaya, Mizoram, Nagaland, Sikkim, or Tripura or at Bagdogra located in West Bengal; or b. a contract carriage for the transportation of passengers, excluding tourism, conducted tour, charter or hire;	Transport of passengers, with or without accompanied belongings, by - (a) air, embarking from or terminating in an airport located in the state of Arunachal Pradesh, Assam, Manipur, Meghalaya, Mizoram, Nagaland, Sikkim, or Tripura or at Bagdogra located in West Bengal; (b) a contract carriage for the transportation of passengers, excluding tourism, conducted tour, charter or hire; or (c) ropeway, cable car or aerial tramway;	Specific inclusion of ropeway, cable car or aerial tramway in the exempted list.
10	Para 24: Services by way of <b>motor</b> vehicle parking to general public excluding leasing of space to an entity for providing such parking facility;	Services by way of vehicle parking to general public excluding leasing of space to an entity for providing such parking facility	All types of vehicles are covered for the purpose of providing exemption to the said parking service.
11	Para 25: Services provided to the Government or a local authority by way of- a. repair of a ship, boat or vessel; b. effluents and sewerage treatment c. waste collection or disposal; d. storage, treatment or testing of water for drinking purposes; or e. transport of water by pipeline or conduit for drinking purposes;	Services provided to Government, a local authority or a governmental authority by way of - (a) carrying out any activity in relation to any function ordinarily entrusted to a municipality in relation to water supply, public health, sanitation conservancy, solid waste management or slum improvement and upgradation; or (b) repair or maintenance of a vessel or an aircraft;	Incidental services in relation the services which has been otherwise outsourced are also covered in the exempted list. Hope Government / Local Authorities will be motivated for outsourcing their jobs for brining more efficiency and eradication of corruption. Repairs and maintainence services related to an aircraft is included in the exempted list.
12	27. Services provided by an incubatee up to a total business turnover of fifty lakh rupees in a financial year subject to the following conditions, namely:- a. The total business turnover had not exceeded fifty lakh rupees during the preceding financial year; and b. A period of three years has not lapsed from the date of entering into an agreement as an incubatee;	Services provided by an incubatee up to a total turnover of fifty lakh rupees in a financial year subject to the following conditions, namely:- (a) the total turnover had not exceeded fifty lakh rupees during the preceding financial year; and (b) a period of three years has not been elapsed from the date of entering into an agreement as an incubatee;	The word “total business turnover” is replaced with the word “total turnover”.
13	28. Service by an unincorporated body or an entity registered as a society to own members by way of reimbursement of charges or share of contribution a. As a trade union; b. For the provision of exempt services by the entity to third persons; or c. Up to an amount of five thousand rupees per month per member for sourcing of goods or services from a third person for the common use of its members in a housing society or a residential complex;	Service by an unincorporated body or a non-profit entity registered under any law for the time being in force, to its own members by way of reimbursement of charges or share of contribution - (a) as a trade union; (b) for the provision of carrying out any activity which is exempt from the levy of service tax; or (c) up to an amount of five thousand rupees per month per member for sourcing of goods or services from a third person for the common use of its members in a housing society or a residential complex;	Exemption specifically to non-profit entity for carrying out exempted services has been redrafted to adhere to the negative list of services
14	Para 29: Services by the following persons in respective capacities – a. sub-broker or an authorized person to a stock broker; b. an authorised person to a member of a commodity exchange; c. a mutual fund agent or distributor to mutual fund or asset management company for distribution or marketing of mutual fund; d. a selling or marketing agent of lottery tickets to a distributor or a selling agent; e. a selling agent or a distributor of SIM cards or recharge coupon vouchers; or f. a business facilitator or a business correspondent to a banking company or an insurance company in a rural area;	Services by the following persons in respective capacities - (a) sub-broker or an authorised person to a stock broker; (b) authorised person to a member of a commodity exchange; (c) mutual fund agent to a mutual fund or asset management company; (d) distributor to a mutual fund or asset management company; (e) selling or marketing agent of lottery tickets to a distributor or a selling agent;	Wherever agent / sub-agent / contractor / sub-contractor concept are prevailing in such cases, sub-agent providing services services to agent and sub-contractor providing service to the contractor are included in the exempted category.

S.No.	Existing	Proposed	Bizsol Comments
		(f) selling agent or a distributor of SIM cards or recharge coupon vouchers; (g) business facilitator or a business correspondent to a banking company or an insurance company, in a rural area; or (h) sub-contractor providing services by way of works contract to another contractor providing works contract services which are exempt;	
15	Para 34: Services received from a service provider located in a non- taxable territory by – a. the Government, a local authority or an individual in relation to any purpose other than industry, business or commerce; or b. an entity registered under section 12AA of the Income tax Act, 1961 (43 of 1961) for the purposes of providing charitable activities.	Services received from a provider of service located in a non- taxable territory by - (a) Government, a local authority, a governmental authority or an individual in relation to any purpose other than commerce, industry or any other business or profession; (b) an entity registered under section 12AA of the Income tax Act, 1961 (43 of 1961) for the purposes of providing charitable activities; or (c) a person located in a non-taxable territory;	Now the clause ( c) is incorporated.
16		35.Services of public libraries by way of lending of books, publications or any other knowledge- enhancing content or material;	Newly added.
17		36. Services by Employees' State Insurance Corporation to persons governed under the Employees' Insurance Act, 1948 (34 of 1948);	Newly added
18		–37. Services by way of transfer of a going concern, as a whole or an independent part thereof;	Newly added
19		38. Services by way of public conveniences such as provision of facilities of bathroom, washrooms, lavatories, urinal or toilets;	Newly added. It is perhaps to reduce the cost of toilets and such facilities for public convenience.
20		39. Services by a governmental authority by way of any activity in relation to any function entrusted to a municipality under article 243 W of the Constitution.	Newly added
21	Definitions: 4 “authorised medical practitioner” means any medical practitioner registered with any of the Councils of the recognised system of medicine and includes medical professional having the requisite qualification to practice in any recognised system of medicine as per any law for the time being in force,	“authorised medical practitioner” means a medical practitioner registered with any of the councils of the recognised system of medicines established or recognised by law in India and includes a medical professional having the requisite qualification to practice in any recognised system of medicines in India as per any law for the time being in force;	Now the definition specifically mentions about the requirement regarding being established or recognised by law in India to be an authorised medical practitioner for exemption purpose.
22	5. “authorised person” means and includes any person whether being an individual, partnership firm, limited liability partnership or body corporate, who is appointed as such either by a stock broker including trading member or by a member of commodity exchange and who provides access to trading platform of a stock exchange or a commodity exchange, as an agent of the stock broker or member of a commodity exchange,	“authorised person” means any person who is appointed as such either by a stock broker (including trading member) or by a member of a commodity exchange and who provides access to trading platform of a stock exchange or a commodity exchange as an agent of such stock broker or member of a commodity exchange;	Now exhaustive definition is given by legislator rather than inclusive as stated earlier
23		2(f) “auxiliary educational services” means any services relating to imparting any skill, knowledge, education or development of course content or any other knowledge – enhancement activity, whether for the students or the faculty, or any other services which educational institutions ordinarily carry out themselves but may obtain as outsourced services from any other person, including services relating to admission to such institution, conduct of examination, catering for the students under any mid-day meals scheme sponsored by Government, or transportation of students, faculty or staff of such institution;	Newly added

S.No.	Existing	Proposed	Bizsol Comments
24		2(h) "brand ambassador" "brand ambassador" means a person engaged for promotion or marketing of a brand of goods, service, property or actionable claim, event or endorsement of name, including a trade name, logo or house mark of any person;	Newly added
25	8. "clinical establishment" means a hospital, nursing home, clinic, sanatorium or an institution by whatever name called, that offers services or facilities requiring diagnosis or treatment or care for illness, injury, deformity, abnormality or pregnancy in any recognised system of medicine, established and administered or maintained by any person or a place established as an independent entity or a part of an establishment to carry out diagnostic or investigative services of diseases,	"clinical establishment" means a hospital, nursing home, clinic, sanatorium or any other institution by, whatever name called, that offers services or facilities requiring diagnosis or treatment or care for illness, injury, deformity, abnormality or pregnancy in any recognised system of medicines in India, or a place established as an independent entity or a part of an establishment to carry out diagnostic or investigative services of diseases;	the word recognised system of medicines "in India" is incorporated.
26	9. "charitable activities" means activities relating to – a. public health by way of – (I) care or counseling of (i) terminally ill persons or persons with severe physical or mental disability, (ii) persons afflicted with HIV or AIDS, or (iii) persons addicted to a dependence-forming substance such as narcotics drugs or alcohol; or (II) public awareness of preventive health, family planning or prevention of HIV infection b. advancement of religion; c. advancement of educational programmes or skill development relating to,- (i) abandoned, orphaned or homeless children; (ii) physically or mentally abused and traumatized persons; (iii) prisoners; or (iv) persons over the age of 65 years residing in a rural area; d. preservation of environment including watershed, forests and wildlife; or e. advancement of any other object of general public utility up to a value of twenty five lakh rupees in a financial year subject to the condition that total value of such activities had not exceeded twenty five lakhs rupees during the preceding financial year. Explanation: - For the purpose of this clause, 'general public' means the body of people at large sufficiently defined by some common quality of public or impersonal nature.	(k) "charitable activities" means activities relating to - (i) public health by way of - (a) care or counseling of (i) terminally ill persons or persons with severe physical or mental disability, (ii) persons afflicted with HIV or AIDS, or (iii) persons addicted to a dependence-forming substance such as narcotics drugs or alcohol; or (b) public awareness of preventive health, family planning or prevention of HIV infection; (ii) advancement of religion or spirituality; (iii) advancement of educational programmes or skill development relating to,- (a) abandoned, orphaned or homeless children; (b) physically or mentally abused and traumatized persons; (c) prisoners; or (d) persons over the age of 65 years residing in a rural area; (iv) preservation of environment including watershed, forests and wildlife; or (v) advancement of any other object of general public utility up to a value of,- (a) eighteen lakh and seventy five thousand rupees for the year 2012-13 subject to the condition that total value of such activities had not exceeded twenty five lakhs rupees during 2011-12; (b) twenty five lakh rupees in any other financial year subject to the condition that total value of such activities had not exceeded twenty five lakhs rupees during the preceding financial year;	The word "spirituality" in clause (ii) is been added so as to include yoga, pranayam etc Explanation regarding exemption limit for the FY 2012-13 is been inserted Explanation regarding "general public" is separately defined .
27		2(q) "general public" means the body of people at large sufficiently defined by some common quality of public or impersonal nature;	Newly added
28		2(s) "governmental authority" "governmental authority" means a board, or an authority or any other body established with 90% or more participation by way of equity or control by Government and set up by an Act of the Parliament or a State Legislature to carry out any function entrusted to a municipality under article 243W of the Constitution;	Newly added
29	16. "health care services" means any service by way of diagnosis or treatment or care for illness, injury, deformity, abnormality or pregnancy in any recognised system of medicine and includes services by way of supply of meals for the patient or	t) "health care services" means any service by way of diagnosis or treatment or care for illness, injury, deformity, abnormality or pregnancy in any recognised system of medicines in India and includes services by way of transportation of the pa	the word recognised system of medicines "in India" is incorporated.

S.No.	Existing	Proposed	Bizsol Comments
	transportation of the patient to and from a clinical establishment, but does not include hair transplant or cosmetic or plastic surgery, except when undertaken to restore or to reconstruct anatomy or functions of body affected due to congenital defects, developmental abnormalities, injury or trauma,	tient to and from a clinical establishment, but does not include hair transplant or cosmetic or plastic surgery, except when undertaken to restore or to reconstruct anatomy or functions of body affected due to congenital defects, developmental abnormalities, injury or trauma;	
30		(w) “legal service” means any service provided in relation to advice, consultancy or assistance in any branch of law, in any manner and includes representational services before any court, tribunal or authority;	Newly added
31	20. “original works” means – a. all new constructions; or b. all types of additions and alterations to abandoned or damaged structures on land that are required to make them workable,	(y) “original works” means has the meaning assigned to it in Rule 2A of the Service Tax (Determination of Value) Rules, 2006;	
32	23. “religious place” means a place which is primarily meant for conduct of prayers or worship pertaining to a religion,	2(zb) “religious place” means a place which is primarily meant for conduct of prayers or worship pertaining to a religion, meditation, or spirituality	Now place of meditation and spirituality is also a religious place.
33	26. “single residential unit” means an independent residential unit with specific facilities for living, cooking and sanitary requirements,	2(ze) “single residential unit” means a self contained residential unit which is designed for use, wholly or partially, for residential purposes for one family	Definition is more specific and restricted to one family. However family has not been defined and therefore family may include group of persons irrespective of relation.
34	29. “Sub-broker” has the meaning assigned to it in sub-clause (gc) of clause 2 of the Securities and Exchange Board of India (Stock Brokers and Sub-brokers) (Second Amendment) Regulations, 2006,	2(zh) “Sub-broker” has the meaning assigned to it in sub-clause (gc) of clause 2 of the Securities and Exchange Board of India (Stock Brokers and Sub-brokers) Regulations,1992	There seems to be some error as new definition refers to SEBI (Stock Brokers and Sub-brokers) Regulations,1992 instead of recent regulations of 2006

### ABATED SERVICES - NOTIFICATION 26/2012-ST DATED 20TH JUNE 2012

Sr.No. as per Notn	Existing	New	Taxable Value % of Invoice Value	Conditions	Bizsol Comments
	Notification 13/2012-ST dated 17 <sup>th</sup> March 2012	Notification 26/2012-ST dated 20 <sup>th</sup> June 2012			
1	Financial leasing services including equipment leasing and hire purchase	Services in relation to financial leasing including hire purchase	10		i) Proposed change is broader coverage of services in relation to financial leasing. ii) Defination of financial leasing services is rescinded from the notification
4	Supply of food or any other article of human consumption or any drink, in a premises, including hotel, convention center, club, pandal, shamiana or any place specially arranged for organizing a function	Bundled service by way of supply of food or any other article of human consumption or any drink, in a premises (including hotel, convention center, club, pandal, shamiana or any other place, specially arranged for organizing a function) together with renting of such premises	70	(i) CENVAT credit on any goods classifiable under Chapters 1 to 22 of the Central Excise Tariff Act, 1985 (5 of 1986) used for providing the taxable service, has not been taken under the provisions of the CENVAT Credit Rules, 2004.	In case of composite / indivisible contract which may include supply of food and same percentage of abatement
10	Transport of goods in a vessel from one port in India to another	Transport of goods in a vessel	50	CENVAT credit on inputs, capital goods and input services, used for providing the taxable service, has not been taken under the provisions of the CENVAT Credit Rules, 2004.	The word “from one port in India to another” is removed
12		Construction of a complex, building, civil structure or a part thereof, intended for a sale to a buyer, wholly or partly except where entire consideration is received after issuance of completion certificate by the competent authority	25	(i) CENVAT credit on inputs used for providing the taxable service has not been taken under the provisions of the CENVAT Credit Rules, 2004. (ii) The value of land is included in the amount charged from the service receiver.	Newly added.

### Notification 27/2012 dated 20.06.2012

Exemption to taxable services provided by any person, for the official use of a foreign diplomatic mission or consular post in India, or for personal use or for the use of the family members of diplomatic agents or career consular officers posted therein from whole of the service tax leviable under section 66B of the said Act, subject to the stipulated conditions

### Notification 29/2012-ST dated 20th June 2012

#### Exemption of Taxable Service of Renting of an Immovable Property

S.No.	Existing	New	Bizsol Comments
–	Notification number 24/2007 dated 22-05-2007	<b>Notification 29/2012-ST dated 20<sup>th</sup> June 2012</b> exempts the taxable service of renting of an immovable property, from so much of the service tax leviable thereon under section 66B of the said Finance Act, as is in excess of the service tax calculated on a value which is equivalent to the gross amount charged for renting of such immovable property less taxes on such property, namely property tax levied and collected by local bodies:	<b>Notification number 24/2007 dated 22-05-2007</b> has been rescinded to adhere to new provisions of negative services. Property Tax paid to be reduced proportionately from the value of renting of immovable property.

### Reverse Charge - Notification 30/2012-ST dated 20th June 2012

S.No.	Existing	New	Bizsol Comments
	Notification 15/2012-ST dated 17 <sup>th</sup> March 2012	Notification 30/2012-ST dated 20 <sup>th</sup> June 2012	
1	(ii) provided or agreed to be provided by a goods transport agency in respect of transportation of goods by road, where the consignor or the consignee is , (refer sub-clauses a to f of notification)	(ii) provided or agreed to be provided by a goods transport agency in respect of transportation of goods by road, where the person liable to pay freight is , - (refer sub-clauses a to f of notification)	The responsibility of payment of service tax will be on the person liable to pay freight
2	(iv) provided or agreed to be provided by an arbitral tribunal or an individual advocate or the support service provided or agreed to be provided by Government or local authority, to any business entity located in the taxable territory;	(iv) provided or agreed to be provided by,- (A) an arbitral tribunal, or (B) an individual advocate or a firm of advocates by way of support services, or (C) Government or local authority by way of support services excluding,- (1) renting of immovable property, and (2) services specified in sub-clauses (i), (ii) and (iii) of clause (a) of section 66D of the Finance Act, 1994, to any business entity located in the taxable territory;	1) Inclusion of firm of advocates by way of support services. 2) Exclusion of certain specified services by Government.
3	(v) provided or agreed to be provided by way of renting or hiring any motor vehicle designed to carry passenger or supply of manpower for any purpose or works contract by any individual, Hindu Undivided Family or proprietary firm or partnership firm, whether registered or not, including association of persons; located in the taxable territory to any company formed or registered under the Companies Act, 1956 (1 of 1956) or a business entity registered as body corporate located in the taxable territory;	(v) provided or agreed to be provided - by way of renting of a motor vehicle designed to carry passengers to any person who is not in the similar line of business or - supply of manpower for any purpose or -service portion in execution of works contract by any individual, Hindu Undivided Family or partnership firm, whether registered or not, including association of persons, located in the taxable territory to a business entity registered as body corporate, located in the taxable territory;	Service provided in relation to rent-a-cab amongst the service availer and the provider and who are in the same line of business, reverse charge will not be applicable. Reverse charge mechanism in such case will be applicable to only to the companies registered under Companies Act, 1956.

**Notification 37/2012-ST dated 20th June 2012**

S.No.	Existing POT Rules, 2011	Proposed POT (Amendment) Rule 2012	Bizsol Comments
	Notification 18/2011-ST dated 01-03-2011	Notification 37/2012-ST dated 20 <sup>th</sup> June 2012	
1	2(b) “associated enterprises” shall have the meaning assigned to it in section 92A of the Income Tax Act, 1961 (43 of 1961);	omitted	As such it is redundant in view of change in point of taxation rules and rescinding of Import of Service Rules
2	2(f) “taxable service” means a service which is subjected to service tax, whether or not the same is fully exempt by the Central Government under Section 93 of the Act;	omitted	
3		for the words, “provided or to be provided” wherever they occur, the words “provided or agreed to be provided” shall be substituted	

**Notification 38/2012-ST dated 20th June 2012**

S.No.	Existing	New	Bizsol Comments
	Notification 28/2011-ST dated 1st April 2011	Notification 38/2012-ST dated 20 <sup>th</sup> June 2012	
1		for the words, brackets, letters and figures “referred to in clauses (zzq), (zzh), (zzx), (zzu) and (zzza) of section 65(105) of the Finance Act” the words “of telecommunication service and service portion in execution of a works contract” shall be substituted	To adhere to negative list of services

**Notification 36/2012 dated 20<sup>th</sup> June 2012- Service Tax (Second Amendment) Rules, 2012**

New Provision		Existing provision		Bizsol Comments
Rule No.	Definition	Rule No.	Definition	
Rule 2(1) (bb)	“banking company” has the meaning assigned to it in clause (a) of section 45A of the Reserve Bank of India Act, 1934 (2 of 1934);			New definition has been inserted considering negative list of services and exempted list of services.
Rule 2(1) (bc)	“body corporate” has the meaning assigned to it in clause (7) of section 2 of the Companies Act, 1956 (1 of 1956);			New definition has been inserted considering negative list of services and exempted list of services.
Rule 2(1) (bd)	financial institution” has the meaning assigned to it in clause (c) of section 45-I of the Reserve Bank of India Act, 1934 (2 of 1934);”			New definition has been inserted considering negative list of services and exempted list of services.
Rule 2(1) (c1a)	“goods carriage” has the meaning assigned to it in clause (14) of section 2 of the Motor Vehicles Act, 1988 (59 of 1988);”			New definition has been inserted considering negative list of services and exempted list of services.
Rule 2(1) (cba)	insurance agent” has the meaning assigned to it in clause (10) of section 2 of the Insurance Act, 1938 (4 of 1938);”			New definition has been inserted considering negative list of services and exempted list of services.
New Provision Rule 2(1) cca	legal service” means any service provided in relation to advice, consultancy or assistance in any branch of law, in any manner and includes representational services before any court, tribunal or authority;			New definition has been inserted considering negative list of services and exempted list of services.
Rule 2(1) ccb	“life insurance business” has the meaning assigned to it in clause (11) of section 2 of the Insurance Act, 1938 (4 of 1938);			New definition has been inserted considering negative list of services and exempted list of services.
Rule 2(1) ccc	“non banking financial company” has the meaning assigned to it in clause (f) of section 45-I of the Reserve Bank of India Act, 1934 (2 of 1934)			New definition has been inserted considering negative list of services and exempted list of services.



New Provision		Existing provision		Biszol Comments
Rule No.	Definition	Rule No.	Definition	
Rule 2(1)(dd)	“place of provision” shall be the place as determined by Place of Provision of Services Rules 2012;			New definition has been inserted considering negative list of services and exempted list of services.
Rule 2(1)(f)	“renting of immovable property” means any service provided or agreed to be provided by renting of immovable property or any other service in relation to such renting.			New definition has been inserted considering negative list of services and exempted list of services.
Rule 2(1)(g)	“supply of manpower” means supply of manpower, temporarily or otherwise, to another person to work under his superintendence or control.’			New definition has been inserted considering negative list of services and exempted list of services. It is very important to draft the contractual term w.r.t. superintendents or control of service provider or recipient of the service. If control is of the service provider then it will not cover under supply of manpower.
Rule 2 (d)	“(d)?“person liable for paying service tax”,	Rule 2 (d)	“Person liable for paying service tax” means,-	The definition are in line with notification w.r.t. reverse charge and place of provision of the services.
	(i) in respect of the taxable services notified under sub-section (2) of section 68 of the Act, means, - (A) in relation to service provided or agreed to be provided by an insurance agent to any person carrying on the insurance business, the recipient of the service. (B) in relation to service provided or agreed to be provided by a goods transport agency in respect of transportation of goods by road, where the person liable to pay freight is, (I) any factory registered under or governed by the Factories Act, 1948 (63 of 1948); (II) any society registered under the Societies Registration Act, 1860) or under any other law for the time being in force in any part of India; (III) any co-operative society established by or under any law;		(i) in relation to telecommunication service (a) the Director General of Posts and Telegraphs, referred to in clause (6) of Section 3 of the Indian Telegraph Act, 1885(13 of 1885); or (b) the Chairman-cum-Managing Director, Mahanagar Telephone Nigam Ltd, Delhi, a company registered under the Companies Act, 1956 (1 of 1956); or (c) any other person who has been granted a licence by the Central Government under the first proviso to sub-section (1) of Section 4 of the Indian Telegraph Act, 1885(13 of 1885);	
	(IV) any dealer of excisable goods, who is registered under the Central Excise Act, 1944 (1 of 1944) or the rules made thereunder; (V) any body corporate established, by or under any law; or (VI) any partnership firm whether registered or not under any law including association of persons; any person who pays or is liable to pay freight either himself or through his agent for the transportation of such goods by road in a goods carriage;		(ii) in relation to general insurance business, the insurer or re-insurer, as the case may be, providing such service;]2	
	Provided that when such person is located in a non-taxable territory, the provider of such service shall be liable to pay service tax.		(iii) in relation to insurance auxiliary service by an insurance agent, any person carrying on the general insurance business [or the life insurance business, as the case may be,] in India;	
	(C) in relation to service provided or agreed to be provided by way of sponsorship to anybody corporate or partnership firm located in the taxable territory, the recipient of such service;		[ (iv) in relation to any taxable service provided or to be provided by any person from a country other than India and received by any person in India under section 66A of the Act, the recipient of such service;].3	
	(D) in relation to service provided or agreed to be provided by,-		(v) In relation to taxable service provided by a goods transport agency, where the consignor or consignee of goods is,-	
	(I) an arbitral tribunal, or (II) an individual advocate or a firm of advocates by way of legal services, to any business entity located in the taxable territory, the recipient of such service;		(a) any factory registered under or governed by the Factories Act, 1948 (63 of 1948) (b) any company formed or registered under the Companies Act, 1956 (1 of 1956) (c) any corporation established by or under any law	

New Provision		Existing provision		BisSol Comments
Rule No.	Definition	Rule No.	Definition	
	(E) in relation to support services provided or agreed to be provided by Government or local authority except,- (a) renting of immovable property, and (b) services specified sub-clauses (i), (ii) and (iii) of clause (a) of section 66D of the Finance Act, 1994, to any business entity located in the taxable territory, the recipient of such service;		(d) any society registered under the Societies Registration Act, 1860 (21 of 1860) or under any law corresponding to that Act in force in any part of India (e) any co-operative society established by or under any law	
	(F) in relation to services provided or agreed to be provided by way of :- (a) renting of a motor vehicle designed to carry passengers, to any person who is not engaged in a similar business; or (b) supply of manpower for any purpose; or (c) service portion in execution of a works contract-		(f) any dealer of excisable goods, who is registered under the Central Excise Act, 1944 (1 of 1944) or the rules made thereunder or (g) any body corporate established, or a partnership firm registered, by or under any law, any person who pays or is liable to pay freight either himself or through his agent for the transportation of such goods by road in a goods carriage;	
	by any individual, Hindu Undivided Family or partnership firm, whether registered or not, including association of persons, located in the taxable territory to a business entity registered as a body corporate, located in the taxable territory, both the service provider and the service recipient to the extent notified under sub-section (2) of section 68 of the Act, for each respectively. (G) in relation to any taxable service provided or agreed to be provided by any person which is located in a non-taxable territory and received by any person located in the taxable territory, the recipient of such service; (ii) in a case other than sub-clause (i), means the provider of service.”		[ (vi) in relation to business auxiliary service of distribution of mutual fund by a mutual fund distributor or an agent, as the case be, the mutual fund or asset management company, as the case may be, receiving such service;] 4 [ (vii) in relation to sponsorship service provided to any body corporate or firm located in India, the body corporate or; as the case may be the firm who receives such sponsorship service;] 5 description, classification and value of taxable service provided or to be provided	
Rule 4 sub-rule (1)	rule 4, in sub-rule (1), for the word and figures “section 66”, the word, figures and letter “section 66B” shall be substituted			Section 66 replaced by section 66B
Rule 4A sub-rule (1)	words provided or to be provided, the words provided or agreed to be provided shall be substituted;			This in line with change in the definition of service.
Rule 4A sub-rule (1)(iii)	description and value of taxable service provided or agreed to be provided;	Rule 4A sub-rule (1)(iii)		Since classification of services is no more valid, the same is amended.
First proviso to Rule 4A	Provided that in case the provider of taxable service is a banking company or a financial institution including a non-banking financial company providing service to any person, an invoice, a bill or, as the case may be, challan shall include any document, by whatever name called, whether or not serially numbered, and whether or not containing address of the person receiving taxable service but containing other information in such documents as required under this sub-rule	First proviso to Rule 4A	Provided that in case the provider of taxable service is a banking company or a financial institution including a non banking financial company, or any other body corporate or [any other person]’, providing service [to any person] <sup>22</sup> in relation to banking and other financial services, an invoice, a bill or, as the case may be, challan shall include any document, by whatever name called, whether or not serially numbered, and whether or not containing address of the person receiving taxable service but containing other information in such documents as required under this sub-rule.	
Forth proviso Rule 4	Provided also that in case the provider of taxable service is a banking company or a financial institution including a non-banking financial company providing service to any person, the period within which the invoice, bill or challan, as the case may be, is to be issued, shall be forty-five days:	Forth proviso Rule 4	Provided that in case the provider of taxable service is aircraft operator providing the service of air transport of passenger, an invoice, a bill or as the case may be, challan shall include ticket in any form by whatever name called and whether or not containing registration number of the service provider, classification of the service received and address of the service receiver but containing other information in such documents as required under this sub-rule.]	The time limit for issuance of invoice for banking company or a financial institution including a non-banking financial company is specified as 45 days.

New Provision		Existing provision		Biszol Comments
Rule No.	Definition	Rule No.	Definition	
Fifth proviso to Rule 4A	“Provided that in case the provider of taxable service is providing the service of transport of passenger, an invoice, a bill or as the case may be, challan shall include ticket in any form by whatever name called and whether or not containing registration number of the provider of service and address of the recipient of service but containing other information in such documents as required under this sub-rule”;	Fifth proviso to Rule 4A	Provided also that wherever the provider of taxable service receives an amount upto rupees one thousand in excess of the amount indicated in the invoice and the provider of taxable service has opted to determine the point of taxation based on the option as given in Point of Taxation Rules, 2011, no invoice is required to be issued to such extent	
Proviso to Sub-rule 2 of Rule 4A	Provided that in case the input service distributor is an office of a banking company or a financial institution including a non-banking financial company providing service to any person an invoice, a bill or, as the case may be, challan shall include any document, by whatever name called, whether or not serially numbered but containing other information in such documents as required under this sub-rule:	Proviso to Sub-rule 2 of Rule 4A	Provided that in case the input service distributor is an office of a banking company or a financial institution including a non-banking financial company or any other body corporate or 9[any other person], providing service [to any person], in relation to banking and other financial services, an invoice, a bill or, as the case may be, challan shall include any document, by whatever name called, whether or not serially numbered but containing other information in such documents as required under this sub-rule.	
		Rule 5B	The date of determination of rate, the rate of tax in case of service provided or to be provided shall be the rate prevailing at the time when the services are deemed to have been provided under the rules made in this regards	The provision is removed.
		Third proviso to sub-rule 1 of Rule 6	Provided also that in case of taxable services covered under sub-rule (1) of rule 3 of the Export of Services Rules, 2005, this sub-rule shall not apply subject to the condition that the payment is received within the period specified by the Reserve Bank of India, including such extended period as may be allowed from time to time	The provision is removed.
Forth proviso to sub-rule 1 of Rule 6	in the fourth proviso, for the words “provided or to be provided”, the words “provided or agreed to be provided” shall be substituted;	Forth proviso to sub-rule 1 of Rule 6	Provided also that in case of individuals and partnership firms whose aggregate value of taxable services provided from one or more premises is fifty lakh rupees or less in the previous financial year, the service provider shall have the option to pay tax on taxable services provided or to be provided by him up to a total of rupees fifty lakhs in the current financial year, by the dates specified in this sub-rule with respect to the month or quarter, as the case may be, in which payment is received.	
Sub rule 4C of Rule 6	Notwithstanding anything contained in sub-rules (4), (4A) and (4B), where the person liable to pay service tax in respect of service of renting of immovable property has paid to the credit of Central Government any amount in excess of the amount required to be paid towards service tax liability for a month or quarter, as the case may be, on account of non-availment of deduction of property tax paid in terms of notification No. 29/2012-Service Tax , dated the 20th June, 2012, from the gross amount charged for renting of the immovable property for the said period at the time of payment of service tax, the assessee may adjust such excess amount paid by him against his service tax liability within one year from the date of payment of such property tax and the details of such adjustment shall be intimated to the Superintendent of Central Excise having jurisdiction over the service provider within a period of fifteen days from the date of such adjustment.	Sub rule 4C of Rule 6	Notwithstanding anything contained in sub-rules (4), (4A) and (4B), where the person liable to pay service tax in respect of services provided or to be provided in relation to renting of immovable property, referred to in sub-clause (zzzz) of clause (105) of section 65 of the Act, has paid to the credit of Central Government any amount in excess of the amount required to be paid towards service tax liability for a month or quarter, as the case may be, on account of non-availment of deduction of property tax paid in terms of notification No.24/2007-Service Tax, dated the 22nd May, 2007, from the gross amount charged for renting of the immovable property for the said period at the time of payment of service tax, the assessee may adjust such excess amount paid by him against his service tax liability within one year from the date of payment of such property tax. The details of such adjustment shall be intimated to the Superintendent of Central Excise having jurisdiction over the service provider within period of fifteen days from the date of such adjustment.	notification No.24/2007-Service Tax, dated the 22nd May, 2007 substituted by notification No. 29/2012-Service Tax , dated the 20th June, 2012

New Provision		Existing provision		BisSol Comments
Rule No.	Definition	Rule No.	Definition	
Sub rule 7B of Rule 6	The person liable to pay service tax in relation to purchase or sale of foreign currency, including money changing, shall have the option to pay an amount calculated at the following rate towards discharge of his service tax liability instead of paying service tax at the rate specified in section 66B of Chapter V of the Act, namely :''	Sub rule 7B of Rule 6	The person liable to pay service tax in relation to purchase or sale of foreign currency, including money changing, provided by a foreign exchange broker, including an authorised dealer in foreign exchange or an authorized money changer, referred to in sub-clauses (zm) and (zzk) of clause (105) of section 65 of the Act, shall have the option to pay an amount calculated (at following rate) towards discharge of his service tax liability instead of paying service tax at the rate specified in section 66 of Chapter V of the Act:	Reference of section 65 has been removed
Sub Rule 7C of rule 6		Sub Rule 7C of rule 6		Reference of Section 66 has been removed.
Rule 6A (1) & (2)	Export of services.- (1) The provision of any service provided or agreed to be provided shall be treated as export of service when,- (a) the provider of service is located in the taxable territory, (b) the recipient of service is located outside India, (c) the service is not a service specified in the section 66D of the Act, (d) the place of provision of the service is outside India, (e) the payment for such service has been received by the provider of service in convertible foreign exchange, and (f) the provider of service and recipient of service are not merely establishments of a distinct person in accordance with item (b) of Explanation 2 of clause (44) of section 65B of the Act 2) Where any service is exported, the Central Government may, by notification, grant rebate of service tax or duty paid on input services or inputs, as the case may be, used in providing such service and the rebate shall be allowed subject to such safeguards, conditions and limitations, as may be specified, by the Central Government, by notification."			New provision for export of services has inserted as export of service rules has rescinded and earlier conditions to qualify for export has remained the same.

## Place of Provision of Services Rules, 2012

### Location of the Service Provider

Rules 2H provides the definition of "Location of Service Provider" which means:

- A. Where the service provider has obtained a single registration whether centralized or otherwise, the premises for which such registration has been obtained.
- B. Where the service provider is not covered under sub clause A - (i) the location of his business establishment or (ii) where the services are provided from a place other than the business establishment, i.e. to say, a fixed establishment elsewhere the location of such establishment or (iii) where services are provided from more than 1 establishment, whether business are fixed, the establishment most directly concerned with the provision of service and (iv) in the absence of such places, the usual place of residence of the service provider.

"Location of Service Receiver" which means:

- A. Where the service receiver has obtained a single registration whether centralized or otherwise, the premises for which such registration has been obtained

- B. Where the service receiver is not covered under sub clause A - (i) the location of his business establishment or (ii) where the services are received at a place other than the business establishment, i.e. to say, a fixed establishment elsewhere the location of such establishment or (iii) where services are received at more than 1 establishment, whether business are fixed, the establishment most directly concerned with the use of service and (iv) in the absence of such places by usual place of residence of the service receiver.

It is important to note in terms of Rule 3, place of provision of service shall be the location of the recipient of the service. However when location of the service receiver is not available in ordinary course of the business then place of provision of the service will be the location of the service provider.

In accordance with the Rule 14, where the provision of the services is prima facie determinable in terms of more than one rule, it shall be determined in accordance with the rule that occurs later amongst the rules that merits equal consideration.

We give below the place of provision of the services, in view of Rule 4 to Rule 12 of the said rules

Rule	Nature of Service	Place of Service
Rule 4	Physical Performance of the service on the goods	Location where the services are actually / physically performed or services where goods are located when service are provided to electronic mode
Rule 5	Services related to immovable property	Location of the Immovable Property
Rule 6	Services relating to events like admission to or organization of cultural, artistic, scientific, sporting, educational or entertainment event, celebration, conference, fair, exhibition or similar events and services ancillary to such events	Location of the event / celebration
Rule 7	Where place of provision of service provided at more than one location	Location at which greatest proportion of the service is provided.
Rule 8	When Service provide and recipient of service is located in taxable territory	Location of the recipient of the service.
Rule 9	1. Banking Company / Financial Institutions / NBFC 2. Online information and data base access for retrieval services 3. Intermediary services 4. Hiring of means of transport upto period of 1 month	Location of the service provider
Rule 10	Goods Transport Service other than mail and courier.	Place of destination of the goods
Rule 10	Goods Transport Agency	Place of the recipient of the service who is liable to pay tax
Rule 11	Passenger Transport Service	Place where the passenger embarks on the conveyance for continuous journey
Rule 12	Service provided on board a conveyance e.g: services to the passengers for their wholly or substantially consumed while on board.	First schedule point of the departure of the conveyance of the journey.

Central Government is empowered to notify place of service for any specified services in accordance with Rule 13 of the said rules.

### Author's Comments:

- In terms of import of the services, since place of the location of the service provider is not in taxable territory, place of provision of the service will be location of the service receiver. However in case of following services no service tax will be applicable under Reverse charge mechanism,
    - International Passenger Travel
    - Goods transport service
    - Banking Company / Financial Institutions / NBFC
    - Online information and data base access for retrieval services
    - Intermediary services
    - Hiring of means of transport upto period of 1 month
    - Services in relation to events like admission to or organization of cultural, artistic, scientific, sporting, educational or entertainment event, celebration, conference, fair, exhibition or similar events and services ancillary to such events
    - Service in relation to immovable property located outside India
    - Services when provided physically outside India where goods are also located at outside India. E.g: Legal Service provided by business entity w.r.t. legal suites outside India, Repairs services carried outside on the goods located outside India.
  - Place of provision of the service to be determined in reverse sequential order that is Rule 12, Rule 11, Rule 10 likewise and therefore later rule will be determining factor for deciding place of provision of service.
  - Place of provision of service rules are one step towards implementation of GST especially for revenue sharing between the states since GST is also on the basis of consumption.
- Since, in accordance with Rule 4 of Service Tax Rules, 1944, registration is required to be obtained by the person who is liable to service tax, registration should be taken from the jurisdictional central excise officer where location of the service provider is situated in accordance with aforesaid definition and therefore place of provision of the service except for import of the service will not be much of relevance till the time GST is implemented. It is more for revenue sharing between the state Government and it will have hardly any impact on the service provider.

## CHAPTER NEWS

### AHMEDABAD

#### Office Bearers for 2012-13

CMA P.H. Desai	... <i>Chairman</i>
CMA R.B. Kothari	... <i>Vice-Chairman</i>
CMA V.H. Savalia	... <i>Secretary</i>
CMA Ashish Bhavsar	... <i>Treasurer</i>

### AURANGABAD

#### Office Bearers for 2012-13

CMA R.S. Deshmukh	... <i>Chairman</i>
CMA S.J. Deore	... <i>Vice-Chairman</i>
CMA N.L. Kuyate	
CMA R.V. Goud	... <i>Secretary</i>
Miss Aboli Pathak	... <i>Jt. Secretary</i>
CMA Mrs. V.S. Mansabdar	... <i>Treasurer</i>

## NAVI MUMBAI CHAPTER

### Inauguration of Oral Coaching Classes

The 5th batch of Oral Coaching organized by Navi Mumbai Chapter of ICAI was inaugurated at the hands of Vice Principals of K.B. Patil College, Prof. Jogdand and Prof. Tapase on 1st July 2012.

The Secretary, CMA Amit Sarker gave the welcome address.

The Chairman, CMA Vivek Bhalerao explained the growth of the Chapter activities over the years and appealed to the students to show active involvement in their classes and produce good results which will automatically carve out a fine career for them. He thanked the K.B. Patil college authorities for their full cooperation extended in running the coaching classes successfully and wished the same should continue in years to come. He also gave a memento to the In-charge-Administration for the excellent service provided during the admission process.

The Chief Guest Shri. Jogdand and Guest of Honour Prof. Tapase stated that they are proud of their connections with the Chapter and appreciated the sincere efforts of the chapter members in grooming the Coaching activities. They assured all possible support in future too.

On this occasion the erstwhile In charge of oral Coaching and senior Chapter member, CMA V. Narayanan counseled the students on how to go about the oral coaching with all seriousness.

CMA (Dr.) Rashmi Soni, the new In charge-Oral Coaching also assured full support to the students and faculty. The Vice Chairman, CMA Narayanaswamy also gave valuable advice to the students.

The programme, which was well attended by the students and their guardians, concluded with a vote of thanks by the Treasurer, CMA B.K. Das.

## OBITUARY

**CMA B. L. Tholiya** (M. No. 94), one of the senior most practicing Cost Accountants, practicing for over 45 years, reached his heavenly abode on Friday, 29th June, 2012 at the age of 89.



Earlier, he was Central Council Member of the Institute of Cost Accountants of India. He has helped and guided many eminent practicing Cost Accountants & senior members from Industry in establishing their professional career. In the true sense, he was a friend, philosopher & guide to the Cost Accountants fraternity.

May his soul rest in eternal peace.

## WIRC CEP REPORT

**On 9th June 2012** WIRC organized a CEP on "Time Management" at Thane SMF Centre. Mr. Parag Amin was the speaker. CMA Ashish Thatte, Hon. Secretary was present on the occasion.

**On 16th June 2012** programme on "Time Management" was repeated at Borivali SMF Centre. CMA Ashish Thatte, Hon. Secretary was present on the occasion.

**On 23rd June 2012** WIRC organized a CEP at WIRC Office. Topic was "Common Myths & Mistake of Stock Market." Mr. Sageraj Bariya, Managing Partner, Equitorials Doman Expertise was the faculty for the programme.

**On 29th June 2012** WIRC organized a CEP at WIRC Office. Topic was "Team Building Exercise." Prof. Aparna Rao was the faculty for the programme.

**On 30th June 2012** WIRC organized a CEP at Borivali SMF Centre. Topic was "Employees Stock Option (ESOP)." CS A. Sekar was the faculty for the programme.

Large number of members attended the programme.



**WESTERN INDIA REGIONAL COUNCIL**  
of  
**THE INSTITUTE OF COST ACCOUNTANTS OF INDIA**  
*organizes*

**Two Days Residential Programme**

**on 14th & 15th JULY 2012**

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**&**

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**for**

**Office Bearers of Chapters under WIRC-ICAI**

**on 14th July 2012**

**to interact with each other and discuss the problems /  
share issues on a common platform**

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Inaugural function of Oral Coaching for July-Dec. 2012 session at Vapi-Daman-Silvassa Chapter. (R to L): CMA B. F. Modi, Chairman, Vapi Chapter, Dr. Sunil Marjadi, Principal, KBS College, Vapi & CMA Shrenik Shah, Vice Chairman, WIRC.



CMA B. F. Modi, Chairman Vapi-Daman-Silvassa Chapter lighting the lamp during the seminar on Service Tax organised by Chapter. CMAs R. M. Kandoi & Ashok B. Nawal, RCM-WIRC looks on.



CMA Sanjay Bhargave, CCM, ICAI addressing the participants during the seminar on Service tax conducted by Pune Chapter Cost Accountants

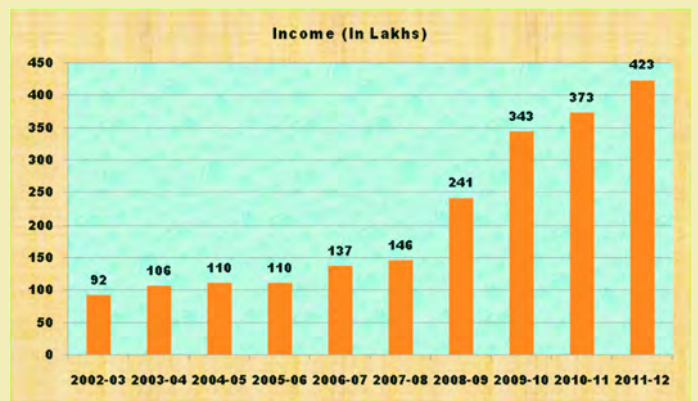


Prof. K. G. Tapase (Vice Principal - KBP College) speaking on the occasion of OCC Inauguration of Navi Mumbai Chapter. Seen in the photograph (R to L) Dr. Rashmi Soni (In Charge-Oral Coaching) & CMA V. Narayanan ( Ex In-Charge - Oral Coaching)

### WIRC PERFORMANCE



Managing Committee of Aurangabad Chapter for 2012-13



If undelivered please return to:

THE INSTITUTE OF  
COST ACCOUNTANTS OF INDIA  
WESTERN INDIA REGIONAL COUNCIL,  
Rohit Chambers, Janmabhoomi Marg, Fort, Mumbai 400 001.  
Tel.: 2204 3406 / 2204 3416 / 2284 1138  
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E-mail : bulletin@icwai-wirc.org  
Website : www.icwai-wirc.org

To