

# Info Capsule

Monday  
July 12, 2021

President : CS Nagendra D. Rao

Vice President : CS Devendra V. Deshpande

## ❖ Latest @ ICSI

### ASSOCHAM Virtual Corporate Governance Symposium- "Effective Audit Committee"

In view of emerging trends in the practices of audit committees as well as challenges being faced by them towards protecting the interests and rights of shareholders and strengthening the overall corporate governance frameworks in the organizations, ASSOCHAM along with ICSI as Institutional Partner is organizing the **Virtual Corporate Governance Symposium on "Effective Audit Committee" on Wednesday July 14, 2021 at 3:00 PM onwards.** Members of ICSI will be awarded 2 CPE Hours (Unstructured).

For details:

[https://www.icsi.edu/media/webmodules/Brochure\\_14\\_July\\_2021\\_ICSI.pdf](https://www.icsi.edu/media/webmodules/Brochure_14_July_2021_ICSI.pdf)



THE INSTITUTE OF  
Company Secretaries of India

भारतीय कम्पनी सचिव संस्थान

IN PURSUIT OF PROFESSIONAL EXCELLENCE

Statutory body under an Act of Parliament

(Under the jurisdiction of Ministry of Corporate Affairs)

## ❖ Ministry of Corporate Affairs

### Extension of last date for submission of public comments to July 30, 2021 for Consultation Paper on Enhancing Engagement with Stakeholders (July 09, 2021)

The National Financial Reporting Authority (NFRA) has extended the last date for submission of comments on its Consultation Paper titled "*Enhancing Engagement with Stakeholders: Report of Technical Advisory Committee (March 2021)*" from July 10, 2021 to July 30, 2021.

The comments may either be submitted by email at [comments-tac.paper@nfra.gov.in](mailto:comments-tac.paper@nfra.gov.in) or sent by post to NFRA Office.

For details :

<https://www.pib.gov.in/PressReleasePage.aspx?PRID=1734241>

## ❖ Indirect Tax

### Goods and Services Tax

#### • CGST officials bust network of 23 firms for claiming Input Tax Credit (ITC) of Rs. 91 crores (July 11, 2021)

Based upon specific intelligence, the officers of the Anti-Evasion branch of Central Goods and Service Tax (CGST) Commissionerate, Delhi (West) have unearthed a case of availment/utilization and passing on of inadmissible ITC through goods less invoices of Rs. 91 crore (approx). The modus operandi involved floating of multiple firms with the intent to avail/utilize and passing on of inadmissible credit.

For details:

<https://pib.gov.in/PressReleasePage.aspx?PRID=1734548>

## ❖ **Securities Laws and Capital Markets**

### **SEBI Circular**

- **Valuation of securities with multiple put options present ab-initio (July 09, 2021)**

In respect of valuation of securities with multiple put options present ab-initio wherein put option is factored into valuation of the security by the valuation agency, SEBI has taken certain decision based on the recommendation of Mutual Fund Advisory Committee. It has been decided that if the put option is not exercised by a Mutual Fund, while exercising the put option would have been in favour of the scheme, a justification for not exercising the put option shall be provided by the Mutual Fund to the Valuation Agencies, Board of AMC and Trustees on or before the last date of the notice period. The Valuation Agencies shall not take into account the remaining put options for the purpose of valuation of the security. The circular will be applicable with effect from October 1, 2021.

*For details:*

[https://www.sebi.gov.in/legal/circulars/jul-2021/valuation-of-securities-with-multiple-put-options-present-ab-initio\\_50979.html](https://www.sebi.gov.in/legal/circulars/jul-2021/valuation-of-securities-with-multiple-put-options-present-ab-initio_50979.html)

### **SEBI News**

- **Exchanges announce host of safeguards for investors in cos under IBC (July 10, 2021)**

SEBI and stock exchanges have announced further safeguards to protect small investors and curb price manipulation in shares of companies under insolvency resolution process. The National Stock Exchange (NSE) and BSE said they have initiated several steps to curtail information asymmetry and confusion in the market when it comes to listed companies undergoing Corporate Insolvency Resolution Process (CIRP) as per the Insolvency and Bankruptcy Code (IBC).

*For details:*

[https://www.business-standard.com/article/markets/exchanges-announce-host-of-safeguards-for-investors-in-cos-under-ibc-121070901045\\_1.html](https://www.business-standard.com/article/markets/exchanges-announce-host-of-safeguards-for-investors-in-cos-under-ibc-121070901045_1.html)

## ❖ **Market Watch**

### **Stock Market Indices as on 12.07.2021**

S & P BSE Sensex	52372.69 (-13.50)
Nifty 50	15692.60 (+2.80)

### **Foreign Exchange Rates as on 09.07.2021**

*(<https://www.geojit.com/currency-futures/rbi-reference-rate>)*

<b>INR / 1 USD</b>	<b>INR / 1 EUR</b>	<b>INR / 1 GBP</b>	<b>INR / 1 JPY</b>
74.66	88.28	102.86	0.68

### ❖ **Banking and Insurance**

- **Mandatory Leave for Employees Posted in Sensitive Positions or Areas of Operation (July 09, 2021)**

As a prudent operational risk management measure, the banks shall put in place a 'mandatory leave' policy wherein the employees posted in sensitive positions or areas of operation shall be compulsorily sent on leave for a few days (not less than 10 working days) in a single spell every year, without giving any prior intimation to these employees, thereby maintaining an element of surprise.

*For details:*

<https://www.rbi.org.in/Scripts/NotificationUser.aspx?Id=12129&Mode=0>

- **Insurance Regulatory and Development Authority of India (Indian Insurance Companies) (Amendment) Regulations, 2021 (July 09, 2021)**

Insurance Regulatory and Development Authority of India (IRDAI) has issued the IRDAI (Indian Insurance Companies) (Amendment) Regulations, 2021 to harmonise the provisions of various regulations applicable to insurance companies with Insurance (Amendment) Act, 2021 read with Indian Insurance Companies (Foreign Investment) Rules, 2015 by amending the corresponding regulations.

*For details:*

[https://www.irdai.gov.in/ADMINCMS/cms/whatsNew\\_Layout.aspx?page=PageNo4524&lag=1](https://www.irdai.gov.in/ADMINCMS/cms/whatsNew_Layout.aspx?page=PageNo4524&lag=1)

### ❖ **International Business News**

- **ADB, World Bank commit to more Climate Financing (July 12, 2021)**

Multilateral development banks, the Asian Development Bank (ADB) and World Bank, have committed higher climate financing as the V20 Group called on developed nations to deliver on their Paris Agreement climate assistance commitments. The V20 Group, composed of the most vulnerable countries to climate change.

*For details:*

<https://businessmirror.com.ph/2021/07/12/adb-world-bank-commit-to-more-climate-financing/>

## ❖ **Business and Economic News**

### • **Twitter appoints India-Based Grievance Officer amid trouble with Centre (July 11, 2021)**

Twitter India has appointed an Indian national as its officer for grievances redressal required under the new digital rules of the country. On its website, Twitter named Vinay Prakash as its Resident Grievance officer and provided an email contact id. The appointment comes amid a huge stand-off with the government as the new rules came into effect.

*For details:*

<https://www.ndtv.com/india-news/amid-stand-off-with-government-twitter-appoints-resident-grievance-officer-to-follow-new-it-rules-2483972>

### • **Tata Group may seek indemnity clause in Air India deal (July 12, 2021)**

The Tata Group may ask for an indemnity clause in the Air India privatisation deal to protect itself from unexpected claims or 'hidden contracts' once the deal is done. Nevertheless, the company has been intensifying its due diligence on the Air India deal. This development comes on the back of possible risks arising out of claims made by Cairn Energy and Devas Multimedia that are seeking to seize the airline's overseas assets.

*For details:*

<https://www.businesstoday.in/latest/corporate/story/tata-group-may-seek-indemnity-clause-in-air-india-deal-301054-2021-07-12>

## ❖ **Terminology for today**

### **OLAP**

Online analytical processing (OLAP) refers to descriptive analytic techniques of slicing and dicing the data to understand it better and discover patterns and insights. The term is derived from another term "OLTP" – online transaction processing which comes from the data warehousing world.

### **Prepared by Directorate of Academics**

*For any suggestions, please write to [academics@icsi.edu](mailto:academics@icsi.edu), or call at 01204082116*

*Disclaimer : Although due care and diligence have been taken in preparation and uploading this info capsule, the Institute shall not be responsible for any loss or damage, resulting from any action taken on the basis of the contents of this info capsule. Anyone wishing to act on the basis of the material contained herein should do so after cross checking with the original source.*

**VISION**  
"To be a global leader in promoting  
good corporate governance"

**ICSI Motto**  
सत्यं वद। धर्मं चर। वृत्तकं तेन त्रुतेः अलेते इयं तेन।

**MISSION**  
"To develop high calibre professionals  
facilitating good corporate governance"

**Connect with ICSI**

[www.icsi.edu](http://www.icsi.edu) |      | **Online Helpdesk : <http://support.icsi.edu>**