



THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA

(SETUP BY AN ACT OF PARLIAMENT)

BHUJ BRANCH OF ICAI (WIRC)

KATIRA COMPLEX, SANSKAR NAGAR RD, SANSKAR NAGAR, BHUJ, GUJARAT 370001

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IN THIS ISSUE

| | |
|--|-----------------------|
| <u>CHAIRPERSON'S COMMUNIQUE</u> | <u>PAGE 2</u> |
| <u>ARTICLE: PROVIDENT FUND</u> | <u>PAGE 3</u> |
| <u>ARTICLE: CAPITAL MARKET</u> | <u>PAGE 5</u> |
| <u>GST UPDATES</u> | <u>PAGE 8</u> |
| <u>DUE DATES CALENDAR</u> | <u>PAGE 9</u> |
| <u>PHOTOS OF EVENTS</u> | <u>PAGE 10</u> |
| <u>ALL ABOUT QUIZ CONTEST</u> | <u>PAGE 11</u> |

Chairperson's Communique



MANAGING COMMITTEE

Chairperson
CA Jagdish Hirani

Vice Chairperson &
Treasurer
**CA Bharghav
Shankarwala**

Secretary
CA Manisha Joshi

WICASA Chairperson
CA Hardik N. Thakkar

Immediate Past
Chairperson
CA Vijay Thacker

Past Chairperson
CA Zahir Memon

Another productive and dynamic month has gone by that overflowed with activities aimed towards professional and personal development of our members.

- During the month of May, the Managing Committee Members conducted CPE Seminar on **Compliance with AS by CA Manjokumar Sahu, Office Automation Tools by CA Vinod Pahilwani and Use of A.I., Digital Tools in CA Profession & other opportunities in practice by CA Murtuza Kachwala.**
- Managing Committee of Bhuj Branch had visited Exam Center of Bhuj at Muktajivan Swamibapa Mahila Arts & Commerce College to meet students who are appearing for CA Intermediate and CA Final Exams.
- Managing Committee had met Registrar of K.S.K.V Kutch University and gave brief about branch activities which are conducted by Bhuj Branch of ICAI (WIRC).
- We had also conducted **Online Quiz Contest** for the members, answer key & results of the same are in the last page of this issue.
- Further in coming month branch is going to organize Half Day Seminar on Income Tax & How to Grow your Professional Practice.

I take this occurrence to remark a sense of gratefulness to the faculties for enriching the members with their knowledge and branch Managing Committee for their joint participation.

With Regards,
CA Jagdish Hirani
Chairperson – Bhuj Branch of WIRC of ICAI.

EPF Registration details

CA Bharghav N Shankarwala B.Com., FCA, DISA(ICAI)

1] Registration: When employees are more than 20 it is compulsory for entity to obtain registration.



2] Salary/Wages ceiling limit: Ceiling limit for EPF is 15000/- (Basic + DA) p.m. If any employee earns more than 15000/- p.m. from one employee then it is on mutual understanding that it should be deducted on 15000/- or higher.

e.g. Salary of employee is 20000/- p.m. then PF should be deducted on 15000/- @ 12% i.e. 1800.

But if both employee & employer agrees to pay PF on 20000/- then it is possible to pay PF @ 12% on 20000/- i.e. 2400.

My advice is that entity should pay on ceiling limit i.e. 15000/-.

3] Payment mode & due date: Net Banking is compulsory for PF payment and it should be before 15th of succeeding month to save entity from interest liability.

4] Admin Charges: 0.5% and 0.5% i.e. 1% of Total EPF wages is charged by The Department from the employer along with PF Contribution.

5] Contribution breakup: e.g. salary of employee is 15000/- and 1800/- deducted from salary then,

Bifurcation will be as follow:

| Salary | EPF deducted from salary | EPF contributed by employer (Cost to employer except admin charges) |
|---------------|--------------------------|---|
| 15000 | 1800 | 1800 |
| Bifurcation } | EPF 1800 EPS 0 | EPF 1250 EPS 550 |

6] Documents required for Registration:

- a- PAN Card of employer/ Authorized Person who is In charge of the entity,
- b- Aadhar Card of employer/ Authorized Person who is In charge of the entity,
- c- Passport Size Photo of employer/ Authorized Person who is In charge of the entity,
- d- If employer is other than individual then PAN Card of entity is also required,
- e- Utility bill i.e. Light Bill and Telephone Bill (Not older than 2 months),
- f- Rent agreement / NOC from the authorized person for registered place,

- g- List of employee along with Date of Birth, Date of Joining, Aadhar Card of employees,
- h- Joining Date of 20th employee since when he/she is joined i.e. EPF Act applicability,
- i- First page of Bank Passbook,
- j- Registration Certificate,
- k- Any other certificate.

India VIX: A Fear Gauge for the Stock Market

CA Jigar Kshatriya B.Com., ACA

Have you ever heard of the India VIX? The India VIX, short for India Volatility Index, is a tool that helps investors understand how volatile the stock market might be in the near future. It reflects investor sentiment and provides a sense of potential risk.



This is how India VIX looks like today (as on 21st May 2024):



Let's Break it down a little and look at both the terms individually:

Volatility – Volatility means period when the prices of security witness Huge fluctuations. This type of fluctuations can be caused by various internal as well as external factors.

Index- An index is an indicator or measure of something. India we have 2 major benchmark indices, Nifty50 consists of 50 companies & BSE Sensex consists of 30 companies.

Volatility Index (VIX)

It measures the market's anticipation of volatility in benchmark Index in the near term. During High VIX we witness sharp rise or fall. For example, Lok Sabha elections, Covid19 pandemic, Geo-political concerns etc.

Imagine the stock market like weather. Sometimes it's calm and sunny (low volatility), and other times it's stormy (high volatility). The India VIX is like a weather forecast for the stock market. A high VIX suggests rough weather ahead, while a low VIX indicates smoother sailing. This index represents the investors' perception of the market over the next near term, that is the next 30 days. Simply put, if India VIX is at 22%, the traders expect 22% volatility for the next 30 days in the Nifty Index.

India VIX was introduced by the NSE in 2008.

How VIX is Calculated

The India VIX Index is calculated by the NSE, from the Order book of nifty options. The best bid-ask quotes of the near and next month nifty options contracts traded on the NSE'S F&O.

The India VIX gets its value derived by using the Black and Scholes model or the B&S model as it is popularly known which we must have studied in our CA curriculum.

This index uses five variables including the strike price, the market price of the stock, time to expiry, risk-free rate and volatility.

Key points about India VIX:

- **Volatility:** It measures how much the stock market is expected to swing up and down.
- **Investor Fear Gauge:** A high VIX reflects investor uncertainty and fear, while a low VIX suggests confidence.
- **Trading Strategy:** Investors can use the VIX to hedge their portfolios or even speculate on future market movements, but this involves options contracts which are a bit more complex.

Benefits of Using India VIX:

- **Helps Manage Risk:** By understanding potential volatility, investors can adjust their investment strategies to minimize risk.
- **Informs Trading Decisions:** Investors can use the VIX to decide when to enter or exit the market based on their risk tolerance.

Previous Spikes in India VIX:

Higher levels of VIX usually signals low investor confidence and Vice-versa. During Lehman Brothers Crisis in 2008, VIX was trading at 55-60 levels making a High of 90. Similarly, in Covid19 VIX spiked to 50 making High of 86 in March 2020.

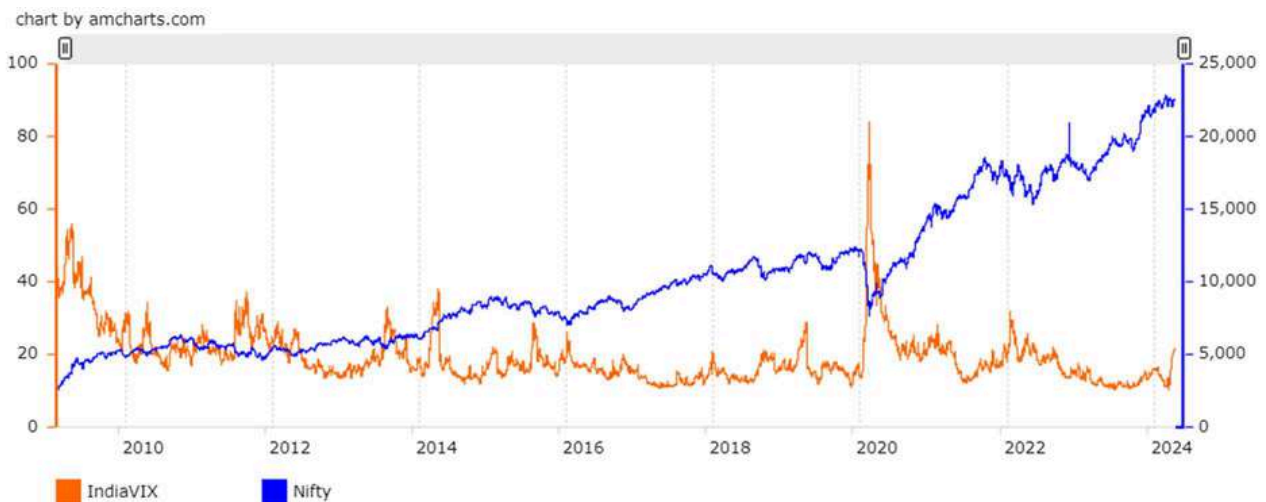
During Elections of 2014 & 2019, VIX was trading between 30-40. On the contrary, in the Trending market VIX has been down to 10 also.

Following comparison shows VIX & NIFTY50 chart in year 2020 and inverse relation between them during such events:



Orange line: India VIX (upper window)

Blue line: NIFTY50 (lower window)



Conclusion:

The India VIX is a valuable tool for investors of all levels. By understanding how to interpret the VIX, you can gain valuable insights into market sentiment and make more informed investment decisions. Also be well aware of the fact that India VIX does not give any indication of the directional move in the market, it simply indicates the volatility in the market.

GST Updates – Notifications, Circulars, Order, Instructions, RoDs, Press Releases for the Month of May 2024

-CA Deep Koradia B.Com., FCA, DISA(ICAI)

| Sr No | Notification No | Category | Date | Description | Keyword / Reference/ Comment | Link |
|-------|-----------------|-------------|------------|--|--|----------------------------|
| 1 | 10/2024 | Central Tax | 29-05-2024 | Seeks to amend the Notification no. 02/2017-CT dated 19.06.2017 with effect from 5th August, 2023 | Jurisdiction of the Central Tax Officers in some of the state has been amended | Click here |
| 2 | 11/2024 | Central Tax | 30-05-2024 | Seeks to amend Notification No. 02/2017-CT dated 19th June, 2017 to assign district of Kotputli-Behrur to CGST Alwar Commissionerate | District of Kotputli assigned to Alwar Commissionerate | Click Here |
| 3 | 01/2024 | Central Tax | 30-05-2024 | Guidelines for initiation of recovery proceedings before three months from the date of service of demand order-reg. | Recovery of any order should be initiated only after 3 months from the date of service of order. Only in exceptional situation, (with approval of Jurisdictional principal commissioner) | Click Here |

DUE DATES CALENDAR

| DATE | COMPLIANCE |
|----------------|---|
| 7th June 2024 | TDS Payment for May 2024 |
| 10th June 2024 | Professional Tax (PT) on Salaries for May 2024 |
| 11th June 2024 | GSTR 1 (Monthly) for May 2024 |
| 13th June 2024 | GSTR 1 IFF (Optional) (May 2024) for QRMP |
| 15th June 2024 | Advance tax Payment for April to June 2024 (1st Installment) |
| 15th June 2024 | Provident Fund (PF) & ESI Returns Payment for May 2024 |
| 15th June 2024 | Issuance of TDS Certificates Form 16/16A for Jan to March 2024 |
| 20th June 2024 | GSTR 3B for April 2024 (Monthly) |
| 25th June 2024 | GST Challan Payment if no sufficient ITC for May 2024(for all Quarterly Filers) |
| 30th June 2024 | Form DPT 3 for FY 2023-24 for Companies |
| 30th June 2024 | TDS Payment in Form 26QB (Property), 26QC (Rent), 26QD (Contractor Payments), 26QE (Crypto Assets) for May 2024 |
| 30th June 2024 | IEC Code Renewal |

PHOTO GALLERY OF BRANCH EVENTS

CPE Seminar



ALL ABOUT ONLINE QUIZ CONTEST

Q1. ITC of Insurance Expense paid for Goods Transport Vehicle, is Restricted In terms of Section 17(5):

A1. b. False

Q2. For the FY 2019-20, The Invoices Uploaded by the supplier lately after the due date of 20-10-2020, Such ITC is ineligible under section

A2. c. Such ITC is eligible as 16(4) applies to recipient and not supplier

Q3. The minimum % of purchase Required be made from registered person for the Residential Real Estate Project Builder is

A3. c. 80%

Q4. Supplier of Goods is located in Bhuj, Recipient of Goods is located in Kolkata, Goods Delivered at Khavda-Kutch On the instruction of Recipient, the tax levied will be:

A4. a. IGST

Q5. The Pre Deposit required to be paid while filling Appeal under GST is

A5. c. 10%

Q6. Which of the following is True

A6. c. Section 9(4) with respect to RCM on Procurement from Unregistered person is only there for Residential Real Estate Project Builder Services

Q7. If The Holding Company has given Corporate Guarantee to the subsidiary company, the valuation of such Guarantee will be

A7. c. 1% of the Corporate Guarantee Given

Q8. When a single PAN is having multiple GSTIN in different state and they are receiving common Services with GST Input, after the amendment in Budget 2024,

A8. a. They must have to take ISD Registration

Q9. The Non-Bailable Offence under Section 132 is when Evasion is above

A9. c. 5 Crore

Q10. Provisional Attachment of the Bank Account or Asset can be done only when

A10. d. Any one of the above initiated

And the winner for this quiz is, **CA Kiran Tanna.**