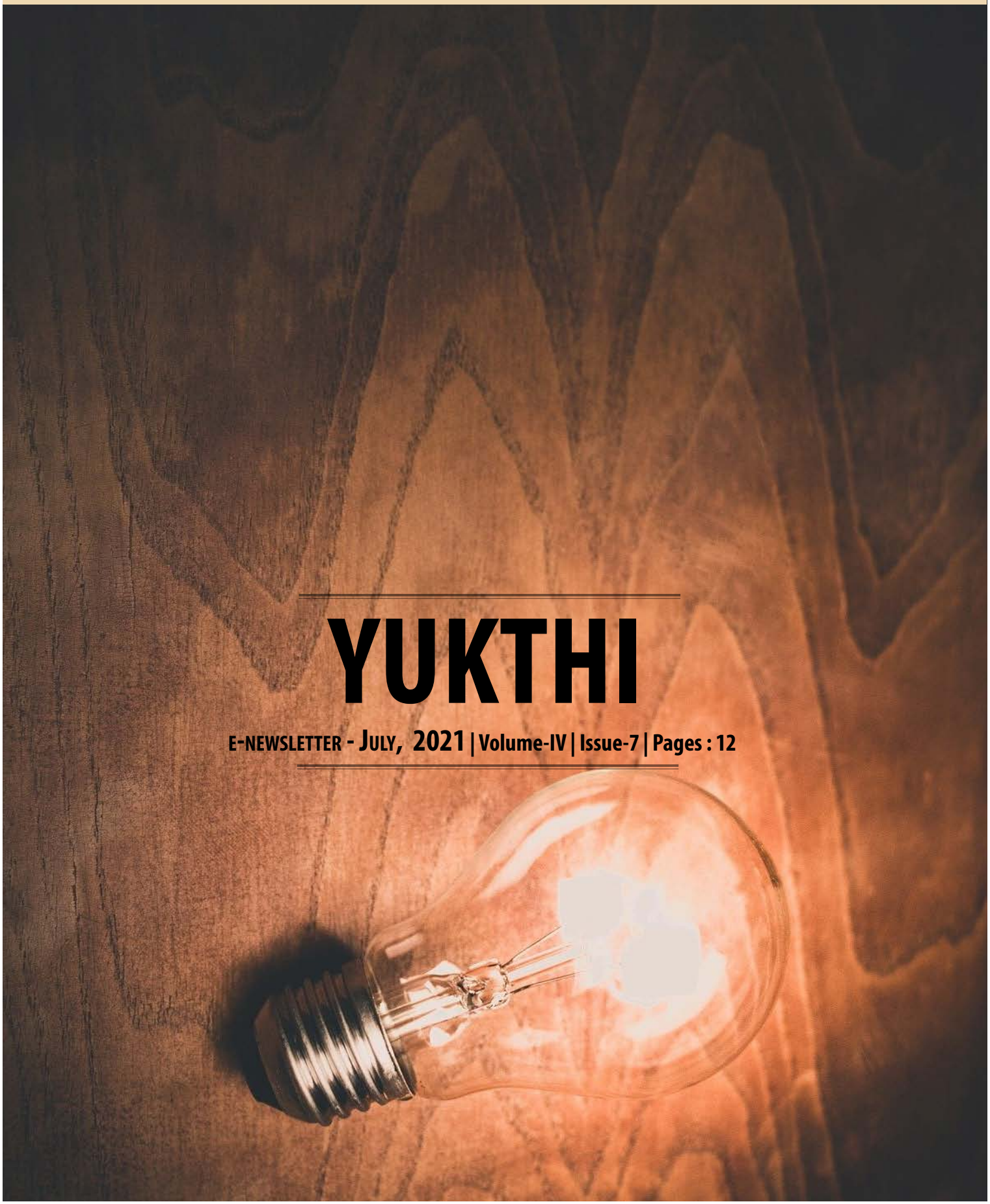
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
(SETUP BY AN ACT OF PARLIAMENT)
KOZHIKODE BRANCH OF SICASA



YUKTHI

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Contributions in the form of articles, stories, poems, jokes, drawings etc. are invited for the monthly e-Newsletter "YUKTHI". Students can email their contribution to *sicasaclt@gmail.com* along with name, photo and student registration number.

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Index

Joint Secretary's message 3

I Bet! it's Something New 4

CA Profession in the Digital Era 9

Art Corner 10

Events - July, 2021 11

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JOINT SECRETARY'S MESSAGE

I am extremely happy to hold fort, sicasa kozhikode as Joint Secretary, as SICASA is a vehemence for me.

In the Second wave of Covid-19 global pandemic, we were confused and uncertain about how the activities can be conducted but the support that we received from you made us vanquish from rugged cadence.

"The greatest enemy of knowledge is not ignorance, it is the illusion of knowledge." -Stephen Hawking. We will always be inspired by his life and ideas in this pandemic time and we have to break all the shackles of wickedness.

To improve the declamation skills of CA Student community and to over heal different ideologies, study circle had played a supreme role. By way of conducting seminars on different topic by experts we are managing to channelize the door step delivery of knowledge.

SICASA Kozhikode is not incommunicado to the 12 of us but all the members and students are moral fiber of SICASA. So, we are expecting your active participation and immense support and coordination for our upcoming events and to make it a grand opulence, "Together we Progress".

I am looking forward to seeing you again.

Vishnu M A

Joint Secretary

I Bet! IT'S Something New



Abhay Rajkumar

Inroduction:

Everybody would have written a multiple choice examination at least once in a life. We literally hate those questions where the answers really look like identical twins. This is what happens in case of a CA CPT/Foundation exam which we can easily relate. So the challenge is real. Similar difficulty would have been faced by us in several other instances also. I am ABHAY RAJKUMAR (Faculty for GST) drafting this content to pull out such an ambiguity that exists in the human minds under the GST law.

When I started my career in GST, the one thing which always confused me was the difference between few terminologies which completely look like identical twins as I mentioned above. With your permission I am providing those terminologies below.

- ***Taxable supply***
- ***Exempt supply***
- ***Non- taxable supply***
- ***Non- GST supply***
- ***Nil-rated supply and;***
- ***Zero-rated supply***

I hope you got my point. Many of us would have faced a similar stuck when these terminologies are heard for the first time in life. We are going to put an end to that confusion by understanding the actual difference between these supplies. Let's keep it very simple and hence intentionally I have quoted no section numbers or other algebras in the said content which I am pretty sure will make the readers more comfortable. Before starting the discussion, we need to understand one thing that, these supplies are differentiated under GST based on their taxability. Let's further examine each terms.

1. What is a taxable supply?

"Taxable supply" means a supply of goods or services or both which is leviable to tax under GST. Hence it can be understood that in case of a taxable supply, the supplier will be collecting tax from the recipient (other than RCM) and paying the same to the department. While paying such taxes to the department, the supplier would be eligible to avail Input Tax Credit (hereinafter referred to as ITC).

2. What is an exempt supply?

According to the definition given under

the GST law, exempt supplies comprise the following 3 types of supplies:

a. Supplies taxable at a 'NIL' rate of tax **(Nil-rated supply)**;
b. Supplies that are wholly exempted from GST, by way of a notification (Exemptions under GST). (c) Non-taxable supplies that are not taxable under the Act **(Non-taxable supply)**

Hence in case of exempt supplies, the supplier cannot collect tax from the recipient and there is no requirement of paying taxes to the department. Subsequently the ITC with the supplier is of no use because there is no output tax available for a set off. So ITC would be ineligible to claim in case of exempt supplies. That ITC will be a cost to the supplier.

3. What is Nil-rated & Non-taxable supply?

It has to be noted that nil-rated supply and non-taxable supply are two types of supply which are covered under exempt supply definition. ***Nil-rated supply is a supply which attract 0% of tax levy whereas non-taxable supply is a supply which cannot be taxed under the GST law (e.g.; alcoholic liquor for human consumption, petroleum crude etc.)***

Note: It has to be further noted that the reason for classifying nil rated supply and non-taxable supply under the main head of exempt supply is because, in both the cases there is no requirement of paying GST by the supplier on the outward supplies and subsequently ITC on the same is ineligible to claim.

4. What is a Non-GST supply?

Believe me, you cannot see the so called "Non-GST supply" terminology anywhere in the entire GST Act. Then where did it come from? I am so sure that you would have now got that feeling of "hey man, I have seen this word somewhere but I cannot recall the instance". Don't worry, I will help you.

I repeat, the term Non-GST supply cannot be find in the GST Act. However if you are a person who have filed the GST monthly returns practically, you would have seen that instead of the term Non- taxable supply the word used over there is Non-GST supply. Hence we need to understand that these are the words used interchangeably and have the same meaning.

5. What is Zero-rated supply?

Zero-rated supply is the name given for 2 transactions under GST i.e. exports and supply to Special Economic Zone (hereinafter referred to as SEZ). For your information I can tell you that in case of exports and supply to SEZ, it is not zero GST paid all the time. A genuine doubt that can arises over here is that, then what may be the reason for calling these two transactions as zero-rated. Department should have reduced the confusion by choosing another name. Right?

By zero rating it is meant that the entire chain of the supply is exempt from tax. This means that in case of zero rating, not only the output is exempt from payment of tax, also there is no restriction on availing credit of tax-

es paid on the input side. Such an approach would in true sense results in making the entire transaction completely free from GST. Hence as a summary, if a person is doing a zero rated supply, the GST cost to the person involved is zero since his purchase as well as his sale doesn't trigger any GST. That is the reason why it got this name.

What may be the reason that Government is providing this benefit only for exports and supply to SEZ? Simple. To promote both exports and supply to SEZ which will eventually speed up the growth of the entire country.

- **How it works?**

- The taxes paid on the supplies which are zero rated are refunded to the tax payer;
- The credit of inputs/ input services is allowed;
- Wherever the supplies are exempted, or the supplies are made without payment of tax, the taxes paid on the inputs or input services i.e. the unutilized input tax credit is refunded.

Conclusion:

I hope this meets your requirements. Now you have a very good control on each terminologies and you can also feel the difference. Hope you had a very good reading time. However since I am very much passionate on teaching, I like to be tested always on the knowledge part. Hence I believe that asking questions about the content in a two way manner can always add value. Readers can approach me on WhatsApp for asking doubts. Obviously before ending I have a question for you as well. Do message me your answers at 7907356700.

Test your knowledge:

You will be aware that, under GST, we have few transactions covered under schedule III of the CGST Act

2017. For an example, funeral services are out of the GST ambit as per Schedule III and no tax is required to be paid. Under which head you will classify this transaction? State the reason also.

Option A: Exempt supply
Option B: Nil rated supply
Option C: Non-taxable supply
Option D: None of the above

Thanks & Regards

Abhay Rajkumar

Note: *Readers can have difference in opinion regarding the above content. The above content is drafted according to my understanding on the*

GST law. Anybody with a different thought process can share with me the same and sharing knowledge will be always appreciable.

പീസ് ബ്രോ



Nestha Naheeda
SRO0620742

അധികമൊന്നും പഴക്കമില്ലാത്തൊരു ഞാനുണ്ടായിരുന്നു. അന്ന് 'ലിഫ്റ്റിക്' ഇട്ട പെണ്ണുങ്ങളെ ഞാൻ മനസ്സിൽ 'കിബ്ർചികൾ', 'സ്റ്റൈലത്തികൾ' 'പുട്ടി teams' എന്നിങ്ങനെ പല നാമങ്ങളാൽ അഭിസംബോധനം ചെയ്തിരുന്നു. ജീൻസും കുട്ടിക്കുപ്പായവും ഇട്ട് നടന്ന പെൺകുട്ടികളെ കണ്ടാൽ 'ആണല്ല.. പെണ്ണല്ല.. അടിപൊളി വേഷം' എന്ന ഗാനം മൂളിയിരുന്നു. വെളുത്ത നിറവും ആകാരഭംഗിയും ഒത്ത ശരീരവും ഒരു മനുഷ്യന്റെ പൂർണതയ്ക്ക് അനിവാര്യമാണെന്ന് വിശ്വസിച്ചിരുന്നു.

ശാസിച്ചും ഗുണദോഷിച്ചും ആണുങ്ങളുടെ ഇഷ്ടങ്ങൾ പറഞ്ഞു തന്നും ഉപദേശിച്ചു നേർവഴി കാണിച്ച് തന്ന പുരുഷസമൂഹം എന്റെ ഹീറോസ് പരിവേഷമണിഞ്ഞിരുന്നു.

അറിഞ്ഞതും പറഞ്ഞുകേട്ടതും ഊഹങ്ങളും വെച്ച് നടത്തിയ ആളുകളുടെ സ്വകാര്യതയിലേക്കുള്ള ഒളിഞ്ഞു നോട്ടത്തിൽ ഞാനും പങ്കാളിയായിരുന്നു. നാട്ടുകാരുടെ പൊതുബോധത്തെ മാനിക്കാതെ ജീവിച്ചവരൊക്കെ എന്റെ കണ്ണിൽ സാമൂഹ്യ വിരുദ്ധർ ആയി. എന്തിനേറെ പറയണം, ക്ലാസ്സിൽഒരാൾഒരുത്തനോട് പ്രണയത്തിലായി എന്നറിഞ്ഞപ്പോൾ അവളെ ക്ലാസ്സിൽ നിന്നും പുറത്താക്കി ഒറ്റപ്പെടുത്താൻ ശ്രമിച്ച ഒരു gangലെ പ്രധാനി ആയിരുന്നു ഞാനും (കരുതൽ ആയിരുന്നോ അസൂയ ആയിരുന്നോ അന്നത്തെ വികാരം എന്ന് ഇന്നും വല്യ നിശ്ചയയില്ല്യ).

മാപ്പ് നൽക്ര.. മഹാമതേ!

'Past is past' എന്നൊക്കെയാണെങ്കിലും എനിക്ക് വന്ന മാറ്റങ്ങളെ വിശകലനം ചെയ്യുമ്പോൾ ഇന്നലെകളിലെ എന്നെ പരിചയപെടുത്താതെ നിർവാഹമില്ലല്ലോ. ഇന്ന് ഞാൻ എല്ലാം തികഞ്ഞവൾ ആണെന്ന വാദം എനിക്കില്ല.

അന്നത്തെ എന്റെ അറിവുകൾ അങ്ങനെയൊക്കെ ആയിരുന്നുവെങ്കിൽ ഇന്നത്തെ എന്റെ തിരിച്ചറിവുകൾക്ക് അതിൽ നിന്ന് ഒരുപാട് മാറ്റങ്ങൾ വന്നിരിക്കുന്നു

എന്നതിൽ എനിക്ക് അഭിമാനമുണ്ട്.

ചുറ്റും പറയപ്പെടുന്ന ഏത് തരം പുരോഗമന വാദത്തോടും എനിക്ക് യോജിപ്പുണ്ട് എന്നൊരു അർത്ഥം ഇതിനില്ല. പക്ഷെ ഓരോ വാദത്തെയും ആശയങ്ങളെയും choice കളെയും ജീവിതരീതിയെയും ബഹുമാനിക്കാൻ ഞാൻ പഠിച്ചിരിക്കുന്നു. കാരണം, പണ്ട് ഞാൻ ശരിയാണെന്ന് വിശ്വസിച്ചിരുന്ന പലതും ഇന്ന് മാറിയത് പോലെ, ഇന്നത്തെ എന്റെ ശരികൾ നാളെ മാറിയാലോ??

ഇനിയിപ്പോ മാറിയില്ലെങ്കിലും, എനിക്ക് തെറ്റായി തോന്നുന്നതൊക്കെ മറ്റുള്ളവരുടെ ശരികളായിക്കൂടെ?

എന്റെ വാപ്പ ഇടയ്ക്കിടെ പറയാറുണ്ട്, ചുറ്റും നടക്കുന്ന പലതും 'ശരിയും തെറ്റും ' തമ്മിലുള്ള യുദ്ധമല്ല, മറിച് 'ശരിയും ശരിയും ' തമ്മിലുള്ള മത്സരമാണെന്ന്.

സമൂഹം മൊത്തം ഒറ്റ ശരിയിലേക്ക് വരുന്നൊരു കാലം അസാധ്യമാണ്. നിങ്ങളുടെ ശരികളെ മുറുക്കി പിടിക്കുക, ഒപ്പം മറ്റുള്ളവരുടെതിനെ ബഹുമാനിക്കാനും പഠിക്കുക.

നമ്മുടെ 'ശരികൾ' ഉപദ്രവം ചെയ്യാതിരിക്കട്ടെ.



CA Profession in the Digital Era



Pushp Kumar Sahu
CRO0553317

In today's world and current scenario, where every corner of the world is switching towards digitalisation, Why CA profession will remain behind? We are the doctors of Indian Economy who take care of every financial and business consultancy needs of the citizens.

The ICAI has setup a board named DAAB (Digital Accounting and Assurance Board) to take care and focus on the issues in accounting and assurance arising from the high pace of digitalisation. The board is emphasizing on use of artificial intelligence in audit as committing fraud is easy in digital era which is difficult to detect and expose through normal auditing procedures, thereby using of CAAT software is one of the best example of audit software.

Chartered Accountants understand and are well aware of the fact that digital future is coming fast and profession needs to get digitally ready, ICAI being regulatory authority for CA.'s and a premier accounting body not only in India but also globally has come up with maintaining highest standards in technical, ethical areas and highlights on issue in accounting and assurance issues in the digital world.

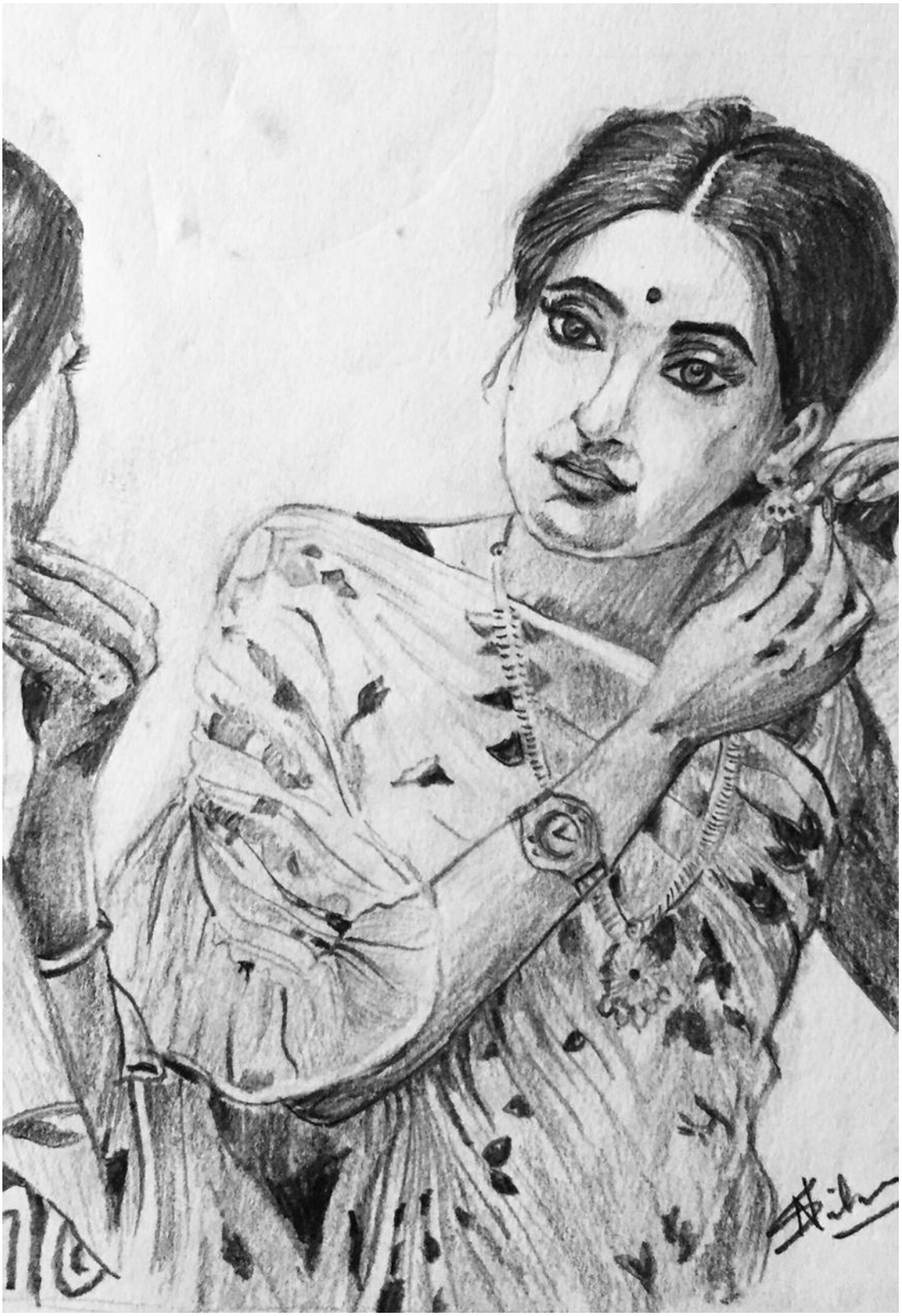
ICAI has conducted several programs for making its members digitally skilled to fulfill the demands and expectations of society that CAs are able to match the economic and technological changes. CAs are expected to go beyond their conventional roles of manual auditing.

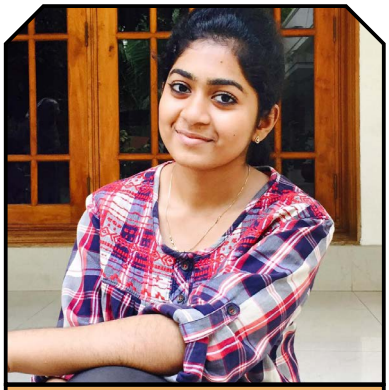
One of the best uses of digitalization in CA profession is introduction of UDIN to stop frauds in the name of CA done by any other person, only UDIN containing document will considered as a valid signed document by a CA. It is the responsibility of a CA to generate UDIN and communicate the same on document signed by him.

At last would like to conclude that CAs are never outdated, they are adaptive in nature and go through tough training in the form of articleship which makes them tough people who can handle everything including work pressure and technological changes.

With warm regards, Happy CA day to all the doctors of Indian economy.

Art Corner





Nilna Sunil
SRO 0630896



EVENTS - JULY, 2021

▶ WEBINAR



CA. AKSHAY KUMAR K

TOPIC - MOCK TEST PAPER DISCUSSION
(PAPER 3 - FOUNDATION)
- MEASURES OF CENTRAL TENDENCY
ON 20.07.2021



CA. B JAYARAJAN

AN INSIGHT ON
"MY ARTICLESHIP"
WHAT IS IN IT FOR ME ?
ON 31.07.2021

▶ CAREER COUNSELLING PROGRAMMES



CA. RASHA ABDURASSAK

SNES COLLEGE OF ARTS COMMERCE & MANAGEMENT, CHETHUKADAVU, KUNNAMANGALAM
ON 10.07.2021



UNDER AEGIS OF COUNSELLING GROUP OF ICAI
IN ASSOCIATION WITH
GOVERNMENT ARTS & SCIENCE COLLEGE, KOZHIKODE
ON 17.07.2021



CA. RASHA ABDURASSAK

THE GREEN HILLS PUBLIC SCHOOL
ON 17.07.2021



CA. SMITHA V

CHINMAYA VIDYALAYA E M HSS, NELLIKODE
ON 18.07.2021

Career Counselling Programmes



CA. Smitha V

Department of Commerce
GVHSS for Girls, Nadakkavu
on 18.07.2021



CA. Smitha V

Bharatiya Vidhya Bhavan,
Koyilandi Kendra
on 25.07.2021



CA. Rasha Abdurassak

Providence Womens
College, Calicut
on 27.07.2021



CA. Rasha Abdurassak

Department of Commerce
PEEKAY CICS Arts &
Science College, Mathara
on 31.07.2021

