



VOLUME 1 | ISSUE - JANUARY, 2025



# CHANDIGARH CHARTERED ACCOUNTANTS



Chandigarh Branch of NIRC of  
The Institute of Chartered Accountants of India

[www.chandigarhicali.org](http://www.chandigarhicali.org)



# MANAGEMENT COMMITTEE



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**CA. Vincy Chadda**  
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Women Empowerment  
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Direct Tax Committee



**CA. Anil Kakkar,**  
Past Chairman



**CA. Vishal Puri,**  
Immediate Past Chairman



## CA. Abhishaek Singh Chauhan

Chairman

### Esteemed Members

Greetings and a Happy New Year!

*"The journey of a thousand miles begins with one step." – Lao Tzu*

As we step into January 2025, we are presented with a fresh canvas—a new year full of opportunities, challenges, and aspirations. The beginning of a new year brings with it a renewed sense of purpose and the perfect moment to set our sights on the future. While we bid farewell to 2024, we carry forward the lessons learned, the growth achieved, and the invaluable experiences that have shaped us both personally and professionally.

In the spirit of new beginnings, let us reflect on the immense strides we have made in the past year, while also looking ahead with ambition and determination. 2024 was a year that saw us reach new heights, from expanding our professional networks to embracing the ever-evolving landscape of Chartered Accountancy. Our commitment to excellence, education, and ethical practices has strengthened our role as leaders in the field.

This year, we continue to focus on deepening our knowledge, sharpening our skills, and preparing ourselves for the challenges and opportunities the industry presents. Our ongoing series of workshops, seminars, and networking events will ensure that we remain at the forefront of professional development. Moreover, our collective commitment to nurturing the values of integrity, transparency, and accountability will continue to drive us toward greater achievements.

As we embark on this new year, let us stay inspired by our shared vision and strive for new milestones, both individually and as a community. The path ahead is bright, and with your continued support, we will continue to rise to the challenges that 2025 brings with confidence and determination.

I sincerely thank each of you for your unwavering dedication and commitment to the growth of our Branch. Together, we will achieve even greater successes in the year ahead.

Wishing you and your loved ones a prosperous, fulfilling, and successful New Year.

JAI HIND

With warm regards,  
CA. Abhishaek Singh Chauhan  
Chairman  
Chandigarh Branch of NIRC of ICAI



## CA. Vincy Chadda

Chairman, Women Empowerment Committee

### Respected Professional Colleagues

Greetings and a Happy New Year!

"Coming together is a beginning, staying together is progress, and working together is success."

As we step into the promising new year of 2025, it provides us with the perfect opportunity to reflect on the journey thus far and envision the future ahead. January is a time to embrace new beginnings, set fresh goals, and continue building on the solid foundation we have established together. One of the greatest privileges of being part of this esteemed profession is the continuous learning we derive from engaging with our fellow professionals. Each interaction, whether during events, seminars, or casual conversations, enriches our perspective and strengthens our professional journey.

As the three-year tenure of the managing committee of Chandigarh Branch comes to a close, it is a moment of both reflection and gratitude—a time to look back on the achievements we have collectively made and the incredible experiences that have shaped us along the way. The past three years have been a period of immense growth, learning, and collaboration.

I am deeply thankful for the opportunity to serve this esteemed branch and work alongside such dedicated professionals. A heartfelt thanks to the team members, senior members, staff, and all branch members for their unwavering support, dedication, and collaborative spirit, which have been the driving force behind our collective achievements and success.

The learnings from our challenges, the success of our initiatives, and the camaraderie we have built will forever be a part of me. It has been a privilege to lead and serve this remarkable community of professionals.

The activities undertaken by the branch during the month of January have aimed at both technical enhancement and personal development, aligning with the latest trends in the profession:

- Annual Sports day for CA Students to provide a platform for CA students to build sportsmanship and team spirit academics was hosted by the Chandigarh Branch of NIRC of ICAI.
- The Certificate Course on Artificial Intelligence was organised with the aim of providing Chartered Accountants with a deep understanding of AI and its applications in accounting, auditing, and financial analysis, ensuring they are well-prepared to incorporate these advancements.
- CA Students Talent Search 2024 - A creative competition featuring dashboard visualization, a debate on CA-related topics, a drama performance by students, and a poetry competition, highlighting students' talents beyond academics was organised by the branch for CA students.
- Seminar on Reporting of Foreign Assets and Foreign Income in the Income Tax Return of AY 2024-25 - An informative seminar providing expert guidance on the reporting of foreign assets and income in the Income Tax Return for AY 2024-25, with insights on compliance and best practices.
- Career Counselling Programme at Govt Model School Sector 22, Chandigarh - A career counselling session aimed at inspiring students to pursue Chartered Accountancy, offering insights into the profession and career opportunities was organised.

I would like to extend my heartfelt gratitude to each of you for your trust, support, and belief in me throughout this journey. It has truly been an unforgettable and memorable experience.

Wishing you and your families a prosperous, joyful, and successful New Year ahead.

Warm Regards

**CA Vincy Chadda**  
**Chairman, Women Empowerment Committee**  
**Chandigarh Branch of NIRC of ICAI**



Rahul Sharma  
Senior Manager, UCO Bank, Johari Bazar,  
FCA, MBA(Fin.), LI.b., CAIIB

### TDS : Some Other Issues

Even after reading major sections related with TDS in detail there are some matter which needs further consideration. Some of them are discussed hereunder:-

**Person deducting Tax at source under section 194 B has been made liable :** TO PAY TAX TO THE CREDIT OF THE CENTRAL GOVERNMENT - As per rule 30 of the Income-tax Rules, 1962, any tax deducted by or on behalf of the Government has to be paid to the credit of the Central Government on the same day by book adjustment. In other cases, the tax deducted is required to be paid to the credit of the Central Government within one week from the date of such deduction or the date of receipt of the challan by the person making the deduction, as the case may be. TO ISSUE CERTIFICATE OF DEDUCTION - The person responsible for deducting tax is required to give to the person receiving the winnings a certificate which will have to be in Form No. 19B. TO FURNISH QUARTERLY RETURNS OF DEDUCTION OF TAX- The person responsible for deducting tax is also required to furnish to the Income-tax Officer having jurisdiction to assess him a return in Form No. 26B quarterly on July 15, October 15, January 15 and April 15 in respect of the deductions made during the immediately preceding quarter. ***Such a return is, however, not required to be sent if the tax is deducted by or on behalf of the Government. [ Circular No. 94 dated 15<sup>th</sup> November 1972]***

**Similarly person deducting Tax under 194 BB has been made accountable for :** Under section 197(1)(a) in the case of any person other than a company, it will be open to the recipient of the winnings from horse race to make an application to the Income-tax Officer and obtain from him a certificate authorizing the payer to deduct tax at such lower rate or deduct no tax, as may be appropriate in his case. The amendment to rule 28 seeks to provide that the application of this purpose is to be made in Form No. 13BB in the Rules.2.The amendment to rule 30 seeks to provide that the tax deducted by the person responsible for paying the income by way of winnings from a horse race should be paid to the credit of the Central Government within one week from the date of such deduction or the date of receipt of the challan by the person making the deduction, as the case may be. 3. The amendment to rule 31 seeks to provide that the person responsible for making deduction of tax under section 194BB shall issue a certificate in the new Form No. 19BB to the person to whom winnings from horse race have been paid, showing therein the amount of income by way of winnings from horse race, the amount of tax deducted at source and other prescribed particulars.

4. The amendment to rule 37 seeks to provide that the person responsible for making the deduction of income-tax from the winnings from horse races shall also furnish to the Income-tax Officer having jurisdiction to assess him a quarterly statement in the new Form No. 26BB on July 15, October 15, January 15 and April 15, in respect of the deductions made during the immediately preceding quarter.

[ Circular 241 dated 1 st June 1978]



**Whether, at the time of deducting tax from insurance commission credited to agent's account, adjustment for debits made earlier is permissible :** A doubt has been raised whether at the time of deducting tax from the insurance commission credited to an agent's account adjustment for the debits made earlier is permissible or not. At the time a proposal is brought by an agent, his account is credited with the appropriate amount of commission. It may happen after some time that a portion of the premium paid earlier is refunded to the insurer. At the time of making the refund of premium the agent's account is debited by an appropriate amount representing the commission on the premium refunded. On the original credit the insurer is required to deduct tax at the rate of 10 per cent. The doubt is whether at the time when a subsequent credit is made and the tax is to be deducted from such credit, an adjustment for intervening debits is permissible so that deduction at the rate of 10 per cent is made only on the amount credited as reduced by the debit made to that account. The Board has affirmed the view that in such cases adjustment for intervening debits is not permissible. Under section 194D, the person responsible for paying insurance commission to a resident is required to deduct tax at the time of credit of such insurance commission to the account of the payee or at the time of payment thereof, whichever is earlier. A plain reading of this section would suggest that the deduction of income-tax is to be made from the amount credited or paid. If the credit to the account is made subsequent to making of the debits, the deductions will have to be made from the full amount credited. [Circular No. 120 dated 8<sup>th</sup> October 1973]

**Whether requirement of deduction of income-tax at source under section 194-I applies in case of payment by way of rent to Government, statutory authorities referred to in section 10(20A) and local authorities whose income under the head "Income from house property" or "Income from other sources" is exempt from income-tax :** The matter with regard to the statutory authorities and the local authorities referred to above, has been examined by the Board. Section 190 of the Income-tax Act provides for deduction of income-tax at source as one of the modes of collection of income-tax in respect of an income, notwithstanding that the regular assessment in respect of such income is to be made in a later assessment year. The income of an authority constituted in India by or under any law enacted either for the purpose of dealing with and satisfying the need for housing accommodation or for the purpose of planning, development or improvement of cities, towns and villages, is exempt from income-tax under section 10(20A). Similarly, the income of a local authority which is chargeable under the head 'Income from house property' or 'Income from other sources', is exempt from income-tax under section 10(20). There is no other condition specified in these two clauses of section 10 which is necessary to be satisfied in order to avail of the income-tax exemption.

*In view of the aforesaid, there is no requirement to deduct income-tax at source on income by way of 'rent' if the payee is the Government. In the case of the local authorities and the statutory authorities referred to in para 3 of this circular, there will be no requirement to deduct income-tax at source from income by way of rent if the person responsible for paying it is satisfied about their tax-exempt status under clause (20) or (20A) of section 10 on the basis of a certificate to this effect given by the said authorities. [Circular 699 dated 30<sup>th</sup> January 1995]*



Similarly The issue of deduction of income-tax at source under **section 193 and section 194-I** of the Income-tax Act from any income received by any person on behalf of any **Regimental Fund or Non-public Fund** established by the Armed Forces of Union for the welfare of past and present members of such forces or their dependants, has been brought to the notice of the Board. Representations have also been received on behalf of Regimental Funds and Non-public Fund established by the Armed Forces. The matter with regard to regimental fund or non-public fund established by Armed Forces had been examined by the Board. **Since the income of these organisations is exempt under section 10 (23AA) of the Income-tax Act, it has been decided that no tax may be deducted at source under sections 193 and 194-I from the income of such Funds.** [Circular 735 dated 30.01.1996]

**Where whole payment would not be income chargeable to tax in the hands of recipient non-resident, person responsible for paying such sum may make application for determination of appropriate portion :** section 195 imposes a statutory obligation on any person responsible for paying to a non-resident any interest (not being "interest on security") or any other sum (not being dividends) chargeable under the provisions of the Income-tax Act to deduct income-tax at the "rates in force", unless he is himself liable to pay income-tax thereon as an agent. Payments to a non-resident, by way of royalty for the use of, or the right to use, any copyright (e.g., of literary, artistic or scientific work including cinematograph films or films or tapes for radio or television broadcasting), any patent, trade mark, etc., and payments for technical services rendered in India are some of the typical examples of sums chargeable under the provisions of the Income-tax Act to which the aforesaid requirement of tax deduction at source will apply. The term "rates in force" means the rates of income-tax specified in this behalf in the Finance Act of the relevant year. **Where the person responsible for paying any such sum to a non-resident considers that the whole amount thereof would not be income chargeable under the Income-tax Act in the case of the recipient non-resident, he may make an application under section 195(2) to the Income-tax Officer for the determination of the appropriate portion of such payment which would be taxable and in respect of which tax is to be deducted under section 195(1). The object of section 195 is to ensure that the tax due from non-resident persons is secured at the earliest point of time so that there is no difficulty in collection of tax subsequently at the time of regular assessment.** Failure to deduct tax at source from payment to a non-resident may result in loss of revenue **as the non-resident may sometimes have no assets in India from which tax could be collected at a later stage.** Tax should, therefore, be deducted in all cases where it is required to be deducted under section 195 before the payment is made to the non-resident and the tax so deducted should be paid to the credit of the Central Government as required by section 200 read with rule 30. Failure to do so would render a person liable to penalty under section 201 read with section 221, and would also constitute an offence under section 276B. [Circular No. 152 dated 27<sup>th</sup> November 1974].

This is very clear that section 197 itself not apply on Non Residents and application of lower deduction of TDS is possible only through this circular.



# ANNUAL SPORTS DAY FOR CA STUDENTS HELD ON 3<sup>rd</sup> JANUARY, 2025

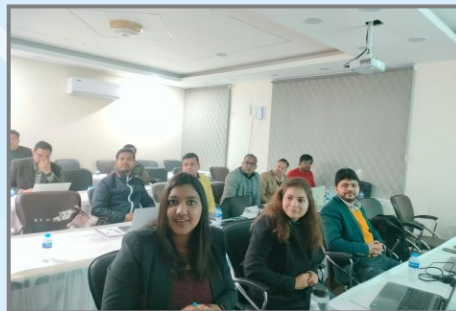






# CERTIFICATE COURSE ON ARTIFICIAL INTELLIGENCE HELD ON 4<sup>th</sup> - 6<sup>th</sup> JANUARY 2025







# CA STUDENTS TALENT SEARCH COMPETITION HELD ON 6<sup>th</sup> JANUARY 2025





# SEMINAR ON REPORTING OF FOREIGN ASSETS AND FOREIGN INCOME IN THE INCOME TAX RETURN OF AY 2024-25 HELD ON 10<sup>th</sup> JANUARY, 2025







# CAREER COUNSELING SESSION AT GOVT. MODEL HIGH SCHOOL, 22 CHANDIGARH HELD ON 31<sup>st</sup> JANUARY, 2025





## ACTIVITIES OF CHANDIGARH BRANCH OF NIRC OF ICAI FOR THE MONTH OF JANUARY, 2025

DATE	ACTIVITY	REMARKS
3RD JANUARY, 2025	ANNUAL SPORTS DAY FOR CA STUDENTS	VENUE: SHRI CHAITANYA TECHNO SCHOOL, SECTOR 44-B, CHANDIGARH
4TH TO 6TH JANUARY, 2025	CERTIFICATE COURSE ON ARTIFICIAL INTELLIGENCE	VENUE: SEMINAR HALL, ICAI BHAWAN, SECTOR-35B, CHANDIGARH
6TH JANUARY, 2025	CA STUDENTS' TALENT SEARCH, 2024-DASHBOARD VISUALISATION, DEBATE, DRAMA BY STUDENTS TEAM AND POETRY COMPETITION	VENUE: ICAI BHAWAN, SECTOR-35B, CHANDIGARH
10TH JANUARY, 2025	SEMINAR ON REPORTING OF FOREIGN ASSETS AND FOREIGN INCOME IN THE INCOME TAX RETURN OF AY 2024-25	VENUE: ICAI BHAWAN, SECTOR-35B, CHANDIGARH FEE: NIL CPE HOUR: NIL SPEAKER – SH. LALIT MOHAN JINDAL, ADDL DIRECTOR OF INCOME TAX (INVESTIGATION), FOREIGN ASSETS INVESTIGATION UNIT, CHANDIGARH MS. PRIYANKA AHUJA, JOINT DIRECTOR OF INCOME TAX (INVESTIGATION) (OSD), FOREIGN ASSETS INVESTIGATION UNIT, CHANDIGARH SH. ANIKET DUGGAL, DEPUTY DIRECTOR OF INCOME TAX (INVESTIGATION), FOREIGN ASSETS INVESTIGATION UNIT, CHANDIGARH GUEST OF HONOUR - CA NAVEEN SONI, PAST CHAIRMAN, CHANDIGARH BRANCH
		SPECIAL GUEST- CA BHARAT POPLANI
31ST JANUARY, 2025	CAREER COUNSELLING PROGRAMME AT GOVT. MODEL HIGH SCHOOL, SECTOR-22C, CHANDIGARH	VENUE: GOVT. MODEL HIGH SCHOOL, SECTOR- 22C, CHANDIGARH COUNSELLOR NAME- CA ISHA GARG



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"If your actions inspire others to dream more,  
learn more, do more and become more,  
you are a leader."



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