



PUNE BRANCH OF WICASA OF ICAI

THE INSTITUTE OF CHARTERED
ACCOUNTANT OF INDIA
(Set up by an Act of Parliament)

NEWS LETTER

Issue No.4- APRIL 2021

(Subscribers Copy not for sale)



CA. Kashinath Pathare
Vice Chairman, Pune Branch of WIRC of ICAI
Chairman, Pune Branch of WICASA of ICAI

Greetings to all my dear friends,

Month our new Pune WICASA team has been elected, with all six worthy committee members. I wish the whole committee all the very best for their tenure ahead.

I congratulate the past Pune WICASA committee to their successful tenure.

The students committee is not only for organizing events for CA students, but also to solve the students individual issues which they are facing in duration of the course related to the course. We a WICASA committee invite all the students who are facing issues in the duration of the course to come and share the same with us and we assure you that we'll try our level best to solve it.

In this covid-19 pandemic unfortunately we would not be able to conduct our events physically but we'll try our level best to conduct the best virtual events across the nation.

Once again I congratulate the new Pune WICASA committee and wish you all the very best for the future.

Thanks and Regards
CA Kashinath Pathare,
Chairman, Pune WICASA



**Mr. Atharva Khurd,
Vice Chairman, Pune Branch of WICASA of ICAI (2021-
22)**

My dear friends,

It's an honor to present myself before you as the Vice-Chairman of Pune WICASA. It was a prestigious moment when I was handed over the charge of the committee. I would take this opportunity to thank CA Sameer Ladda, Chairman of Pune ICAI, CA Kashinath Pathare, Chairman of Pune WICASA and Pune WICASA for giving me such huge responsibility of leading the committee and to allowing me to a volunteer for the past events conducted till date.

I would like to extend my warm wishes to all the Students who right now are preparing for the May 2021 exams, I would like to quote, "If the path is difficult, that means you are on the right path my friends."

In this global pandemic, I am aware that you all aren't able to give your 100% focus on studies and I accept that it is difficult time as I have also been tested positive for COVID-19 in the previous month, but that didn't stop me from pursuing my dreams or achieving my targets. Please do not lose your focus and try to study little bit day by day as it is well quoted in Hindi, "बुंद बुंद से सागर बनता है!". If you are demotivated because its taking longer than expected to achieve your final goals, then don't worry my friends because longest journeys take you to the most beautiful destinations and once you reach your destination, you won't regret not quitting this beautiful journey. Academics are not only important things in life, extracurricular activities are likely important as academics to maintain the balance of life. We at Pune WICASA will be conducting academic as well as extracurricular activities the year, please stay tuned with our Instagram, Facebook and Pune ICAI official website for upcoming events.

Thank You!!!!!!

Don't Complicate, Just Communicate -by Batul Poonawala
“Good communication is just as stimulating as black coffee, and just as hard to sleep after”. Successful people are dynamic communicators.

The art of communication is the language of leadership. To progress in your career, you need to work in teams and is truly said “Talent wins games, but teamwork and intelligence win championships” and that can be only achieved by communicating well.

So, what skills do you need to be a strong communicator? Let's break down communication skills into the following areas:

Listening and comprehension skills – how well we understand others

Verbal skills – how well we can be understood in speech

Writing skills – how effectively we can convey our ideas through writing

Interpersonal skills – how effectively we can ‘read the room’ and adapt our communication style to our audience

Your posture and tone of voice can also play a part in what you deliver. Our body speaks louder than words, and sometimes can convey a message that we don't intend to communicate. This can create hurdle in your career building. Communication is 7% verbal and 93% non-verbal. Therefore, non- verbal communication carries heavy weight.

The Biggest communication problem is we do not listen to understand, we listen to reply. Your career will shine bright if you listen actively and show empathy towards your clients, colleagues and workforce team.

No matter what career you opt, your life will be determined 5% by your academic credentials, 15% your professional experiences, and 80% by your communication skills. There's always room for improvement. Thus, keep on practicing and follow 7 C's of communication- Clear, Concise, Concrete, Correct, Coherent, Complete and Courteous.



Pushp Kumar Sahu
CRO055317

Concept of Tax Information Exchange Agreement in India with Tax Havens and Secrecy Jurisdictions.

There is a great and importance of Tax Information Exchange Agreement in India because as per section 90(1) of Income Tax Act, 1961, Government of India i.e. Central Government can enter into Double Taxation Avoidance Agreement with other countries so as to avoid double taxation of income in both the countries. The basic concept behind DTAA is to ensure that there should not be undue hardship in the hands of tax payers i.e. income earned in one country should not be taxed twice because of source and residence criteria in both countries and most importantly DTAA contains article usually article no. 26 which deals with Exchange of Tax Information which provides for various tax and financial information about the resident persons who have invested or have any significance financial presence in that territory to the other territory. But what about other countries where there is no provision of income tax for taxing the income i.e. Tax haven Countries and Secrecy Jurisdictions. Yes, there are many countries and territories which exist in the world where there is no provision of taxation like Bermuda, Bahamas, British Virgin Islands, Cayman Islands, and Argentina etc. In such cases DTAA are of no use as there is no double taxation as income will be taxable only in one country or territory. Also if there is no DTAA, there would be no exchange of Tax Information between the countries which results in tax evasion as person resident in one country can easily park their unaccounted money and wealth in other countries with which India has no DTAA, thereby leading to no exchange of Tax Information. Therefore the concept of TIEA's emerged so that India can easily have an access to sensitive information about their resident persons in other countries.

India has taken proactive steps to combat the menace of illicit funds generated both as a result of tax evasion and corruption. Firstly, the government of India increased the cooperation with other countries by entering into tax treaties i.e. DTAA's and Tax Information Exchange Agreements and secondly laying down

anti avoidance regime like section 94A in jurisdictions where there is a lack of effective exchange of information. Accordingly, India has entered into TIEA's with certain countries like Bahamas, Bermuda, British Virgin Islands, Cayman Islands, Jersey etc. The move is in line with the decision taken in G-20, which took up the issue of Tax Havens and Tax Evasions. In this way concept of TIEA's introduced in India. TIEA's proved to be a boon for Indian Tax Administration by providing sensitive financial information about the residents of India who has accumulated wealth outside India in these countries.

Happy Reading!!!

What will be impact of Covid second wave on Indian Economy

There will be an adverse effect on Indian economy and also the world economy if second wave of Covid occur again as we can see that after amid Covid there is a worldwide Lockdown which has resulted in huge breakdown and downfall of economy of each and every nation. Trades and business between countries comes to end temporarily due to fear of Covid spread as it is a communicable disease which can spread easily in short time span. There is no flow of money in the economy which has ultimately resulted in price hike of essential commodities and necessities.

Covid has largely affected the world economy which has even resulted in recession in many nations, but after gradual decrease in Covid cases world economy is slowly recovering but subject to India which is recovering at more than an average recovery rate of world economy. In the current scenario, India's GDP growth rate is positive 0.4% which is far better than other countries, but it can only remain positive and will grow if second wave of Covid does not occur.

But, there are two side of coins Indian economy will only recover if Covid cases will decrease but on the other side if any new strain or any new mutilate found then there will be a chance of Covid returns which will ultimately results in lockdown by government, the vaccination drive launched by government will help in reducing cases of new Covid cases but if any new mutilate or new strain found then this vaccination drive will not be proved to be boon for it.

Again if second wave occur, then the economy will collapse which will ultimately results in slowdown and recession i.e. our

trade and business will be largely effected resulting in inflation. Apart from this many industrialist will become bankrupt due to lockdown and non-availability of labour in it's factories for working, Industrial sector is one of the most important sector of Indian economy as it provides employment to huge number of labour class.

Hope, Second wave of covid does not occur as it will take back the world economy to many years ago and will ultimately result in depression in the economy which will take years to recover.

Happy Reading!!!