

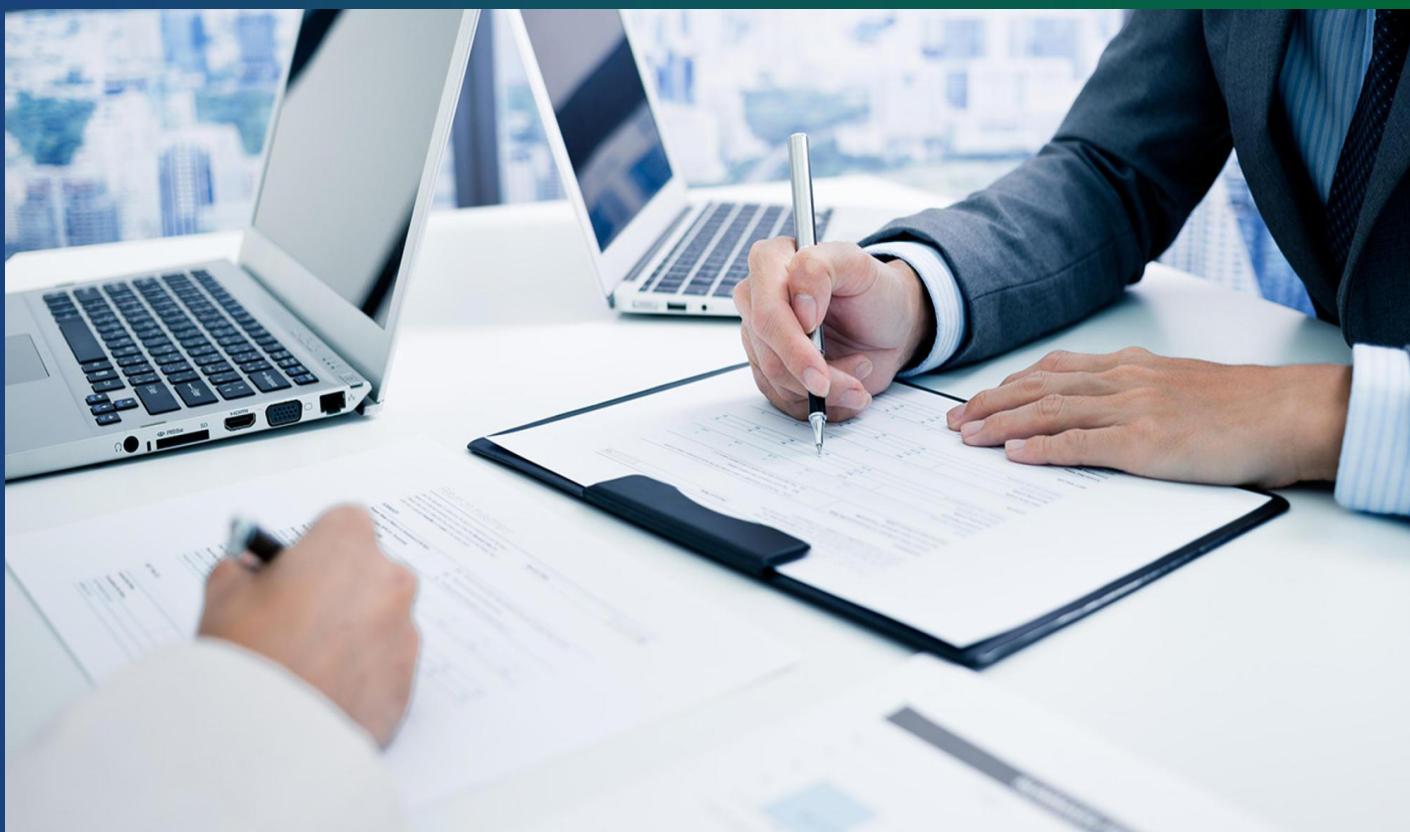
# **KREO CAPITAL PRIVATE LIMITED**

**SEBI REGISTERED – CATEGORY I - MERCHANT BANKER**

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**NEWSLETTER – TWELFTH EDITION, 2019**

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**Tuesday, August 06, 2019**

**“An investment in knowledge yields the best return.”**

In the ever changing and dynamic Capital Market Environment, staying updated with the latest happenings is the need of the hour.

Keeping up to date with laws & notifications is time consuming and legislation itself is complex. However, it is of vital importance that businesses stay up to date on regulations in their sector to keep pace with best practices.

This is our series of knowledge sharing initiative towards sharing regulations and updates on corporate laws.



Ministry of Corporate Affairs  
Government of India



भारतीय प्रतिभूति और विनियम बोर्ड  
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COVERED**



भारतीय दिवाला और शोधन अधिकार नोर्स  
Insolvency and Bankruptcy Board of India



## FOREWORD

The Union Budget for 2019-20 was announced by Ms. Nirmala Sitharaman, Minister for Finance and Corporate Affairs, Government of India, in Parliament. India is all set to become US\$ 3 trillion economy by the end of FY20. The budget focussed on reducing red tape, making best use of technology, building social infrastructure, digital India, pollution free India, make in India, job creation in Micro, Small and Medium Enterprises (MSMEs) and investing heavily in infrastructure.

Total expenditure for 2019-20 is budgeted at INR 2,786,349 crore (US\$ 417.95 billion), an increase of 14.09% from 2018-19 (budget estimates).

## Snippets of Union Budget 2019-20

### **Overview of the economy**

- India targets to become US\$ 5 trillion economy in the next five years and might become a US\$ 10 trillion economy in the next eight years thereafter.
- The Indian economy grew at 6.8% in 2018-19 and fourth quarter growth was 5.8% in FY 19.

### **Major Expenditure Items**

- Total capital expenditure will be INR 876,209 crore (US\$ 131.43 billion) for 2019-20.
- Centrally sponsored schemes have been allocated INR 331,610 crore (US\$ 49.74 billion) in 2019-20.
- Defence budget is INR 305,296 crore (US\$ 45.79 billion) for the first time in 2019-20.
- Amount of INR 174,300 crore (US\$ 26.14 billion) has been approved for pension in the budget 2020.

### **Labour and Youth Welfare**

- National Sports Education Board to be setup under Khelo India to prepare youth for new age skills, Artificial Intelligence, IoT, Big Data, 3D Printing, Virtual Reality etc.
- National Research Foundation to be established to fund, co-ordinate and promote R&D.

### **Vision for the Next Decade**

- Make in India with emphasis on MSMEs, Start-ups, defence manufacturing, automobiles, electronics, fabs and batteries, and medical devices.
- India plans electricity, clean cooking facilities for all Indian families by 2022.

## Support for Farmers

- Government is planning to form 10,000 new Farmer Producer Organizations, to ensure economies of scale for farmers over the next five years.
- Government will work with State Governments to allow farmers to benefit from e-NAM (National Agriculture Market).
- Government might replicate “one count: Zero Budget Farming” model which can help in doubling our farmers’ income in time for our 75th year of Independence.

## Infrastructure

- Ministry of Railways have been allocated INR 94,071 crore (US\$ 14.11 billion) in 2019-20.
- The government has suggested the investment of INR 5,000,000 crore (US\$ 750 billion) for railways infrastructure between 2018-2030.
- Government has ensured power availability to states at affordable rates through the model – One Nation, One Grid.

## Micro, Small and Medium Enterprises (MSMEs) and Traders

- Government has proposed granting of loans up to INR 1 crore (US\$ 0.15 million) for MSMEs within 59 minutes through a committed online portal. Under the Interest Subvention Scheme for MSMEs, INR 350 crore (US\$ 52.50 million) has been allocated for FY 2019-20.
- The Government e-Marketplace (GeM) is being extended to all Central Public Sector Enterprises (CPSEs), providing more opportunities for MSMEs to sell their products.

## Tax Proposals

- Individual taxpayers with annual income up to INR 500,000 (US\$ 7,500) will get full tax rebate and hence will not be required to pay any tax.
- Tax Deducted at Source (TDS) of 2% on cash withdrawal exceeding INR 1 crore (US\$ 0.15 million) in a year from a bank account to promote less cash economy.
- Effective tax rate for individuals having taxable income above INR 2 crore (US\$ 0.30 million) has been increased.
- Limit for applicability of lower corporate tax rate of 25% increased from INR 250 crore (US\$ 37.50 million) to INR 400 crore (US\$ 60 million)
- Enhanced interest deduction up to INR 350,000 (US\$ 5,250) for purchase of an affordable house.

For more details, please refer link :

<https://www.ibef.org/economy/union-budget-2019-20>

## BROAD ECONOMIC NEWS

### **RELAXING FDI LIMIT IN INSURANCE INTERMEDIARIES TO STRENGTHEN DISTRIBUTION CAPABILITIES: FITCH**

For more details, please refer link :

<https://www.moneycontrol.com/news/business/economy/relaxing-fdi-limit-in-insurance-intermediaries-to-strengthen-distribution-capabilities-fitch-4205331.html>

### **GOVT MAY LAUNCH \$10-BILLION GLOBAL BOND SALE IN OCTOBER**

For more details, please refer link :

<https://www.livemint.com/news/india/govt-may-launch-10-billion-global-bond-sale-in-october-1563971300274.html>

### **LET THERE BE LONG-TERM GAINS: ECONOMIC SURVEY 2018-19**

For more details, please refer link :

[https://economictimes.indiatimes.com/markets/stocks/news/let-there-be-long-term-gains-economic-survey-2018-19/articleshow/70082253.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/stocks/news/let-there-be-long-term-gains-economic-survey-2018-19/articleshow/70082253.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

### **WORST JULY SINCE 2002 FOR MARKETS; THESE 239 BSE STOCKS FELL 10-50%**

For more details, please refer link :

<https://www.moneycontrol.com/news/business/markets/worst-july-since-2002-for-markets-these-239-bse-stocks-fell-10-50-4275601.html>

### **BANK LENDING TO NON-BANK FIRMS SET TO GATHER PACE: SHAKTIKANTA DAS**

For more details, please refer link :

<https://www.moneycontrol.com/news/business/economy/bank-lending-to-non-bank-firms-set-to-gather-pace-shaktikanta-das-4250161.html>

### **INDIA 10 YEAR BOND YIELD DROPS AS FPIS SHIFT FROM EQUITIES TO DEBT**

For more details, please refer link :

<https://www.financialexpress.com/market/india-10-year-bond-yield-drops-as-fpis-shift-from-equities-to-debt/1661838/>

### **SEBI BEGINS WORK ON EASING NORMS FOR FPIs**

For more details, please refer link :

[https://economictimes.indiatimes.com/markets/stocks/news/sebi-begins-work-on-easing-norms-for-fpis/articleshow/70426173.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/stocks/news/sebi-begins-work-on-easing-norms-for-fpis/articleshow/70426173.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

### **RBI UPDATES FIT & PROPER NORMS FOR PSB BOARDS**

For more details, please refer link :

<https://economictimes.indiatimes.com/markets/stocks/news/rbi-updates-fit-proper-norms-for-psb-boards/articleshow/70507772.cms>



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## AUDITOR RESIGNATION: SEBI MOOTS STRICTER DISCLOSURES

### *Key Highlights*

- SEBI proposes to tighten disclosure norms with respect to resignations of statutory auditors in listed companies.
- Under the proposed norms, if the auditor of a listed company or a material unlisted subsidiary of the listed entity proposes to resign, and if the auditor has signed the audit report for all the quarters (limited review/audit) of a financial year, except the last quarter, then the auditor should finalize the audit report for the said financial year before giving effect to the resignation.
- The policy proposals aim to strengthen disclosures to investors and clarify the role of the audit committee.

For more details, please refer link:  
[https://economictimes.indiatimes.com/markets/stocks/news/auditor-resignation-sebi-moots-stricter-disclosures/articleshow/70287440.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/stocks/news/auditor-resignation-sebi-moots-stricter-disclosures/articleshow/70287440.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

## SEBI PROVIDES NEW FORMAT FOR COMPLIANCE REPORT ON CORPORATE GOVERNANCE

### *Key Highlights*

- SEBI came out with a new format for compliance report on corporate governance to be submitted by listed companies to stock exchanges.
- In a circular, the regulator prescribed new format for disclosures to be made on quarterly basis, annual basis for the whole of financial year and within six months from end of financial year that can be submitted along with second quarter report.
- In view of the revised timelines under the amended regulations, the circular shall come into force with effect from the quarter ended September 30, 2019.

For more details, please refer link:

[https://economictimes.indiatimes.com/markets/stocks/news/sebi-provides-new-format-for-compliance-report-on-corporate-governance/articleshow/70247176.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/stocks/news/sebi-provides-new-format-for-compliance-report-on-corporate-governance/articleshow/70247176.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)



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## SEBI CHANGES FORMATS FOR LIMITED REVIEW, AUDIT REPORTS

### Key Highlights

- SEBI tweaked the formats for limited review and audit report of listed entities in order to align them with the revised auditing standards.
- SEBI said that in view of revision in auditing standards (SA 700) by the Institute of Chartered Accountants of India (ICAI), "audit report formats need to be aligned with SA 700 (revised).
- This would also be applicable to entities whose accounts are to be consolidated with the listed entity.

For more details, please refer link:  
[https://economictimes.indiatimes.com/markets/stocks/news/sebi-changes-formats-for-limited-review-audit-reports/articleshow/70295098.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/stocks/news/sebi-changes-formats-for-limited-review-audit-reports/articleshow/70295098.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

## INSIDER TRADING: SEBI PROVIDES STANDARDIZE FORMAT FOR CODE OF CONDUCT VIOLATIONS REPORTING

### Key Highlights

- SEBI came out with standardized format for reporting violations of code of conduct, formulated under Prohibition of Insider Trading (PIT) norms.
- Under PIT norms, all listed firms, intermediaries and fiduciaries are required to formulate a code of conduct for designated persons as well as for their relatives and inform the regulator about any such violation.
- The regulator said it has been receiving various references from listed firms regarding violations related to code of conduct

For more details, please refer link:  
[https://economictimes.indiatimes.com/markets/stocks/news/insider-trading-sebi-provides-standardize-format-for-code-of-conduct-violations-reporting/articleshow/70297797.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/stocks/news/insider-trading-sebi-provides-standardize-format-for-code-of-conduct-violations-reporting/articleshow/70297797.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)



## HOME FIRST FINANCE PLANS INR 1,500-CRORE IPO THIS FISCAL YEAR

For more details, please refer link :  
<https://economictimes.indiatimes.com/markets/ipo/fpos/home-first-finance-plans-1500-crore-ipo-this-fiscal-year/articleshow/70256694.cms>

## TRUJET MULLS IPO AFTER 3 YEARS, EXPECTS INR 600 CR TOPLINE BY FY22

For more details, please refer link :  
[https://economictimes.indiatimes.com/markets/ipo/fpos/trujet-mulls-ipo-after-3-years-expects-rs-600-cr-topline-by-fy22/articleshow/70192952.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/ipo/fpos/trujet-mulls-ipo-after-3-years-expects-rs-600-cr-topline-by-fy22/articleshow/70192952.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

## PNB TO RAISE FUNDS VIA QIP AND RIGHTS ISSUE THIS FINANCIAL YEAR

For more details, please refer link :  
<https://economictimes.indiatimes.com/markets/expert-view/pnb-to-raise-funds-via-qip-and-rights-issue-this-financial-year-sunil-mehta/articleshow/70397124.cms>

## GOVT IDENTIFIES 3-4 REGIONAL RURAL BANKS FOR IPOS; PUBLIC ISSUE LIKELY THIS YEAR

For more details, please refer link :  
[https://economictimes.indiatimes.com/articleshow/70418327.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/articleshow/70418327.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

## ANNAI INFRA GETS SEBI APPROVAL TO FLOAT IPO

For more details, please refer link :  
<https://economictimes.indiatimes.com/markets/ipo/fpos/annai-infra-gets-sebi-approval-to-float-ipo/articleshow/70258092.cms>

## NRIS CAN NOW INVEST VIA THE FPI ROUTE

For more details, please refer link :  
[https://economictimes.indiatimes.com/markets/stocks/news/nris-can-now-invest-via-the-fpi-route/articleshow/70101206.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/markets/stocks/news/nris-can-now-invest-via-the-fpi-route/articleshow/70101206.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

## UJJIVAN SMALL FINANCE BANK BEGINS IPO PREPARATION

For more details, please refer link :  
<https://economictimes.indiatimes.com/markets/ipo/fpos/ujjivan-small-finance-bank-begins-ipo-preparation/articleshow/70498809.cms>

## CPSE ETF FOLLOW-ON OFFER OVERSUBSCRIBED 5 TIMES, GETS BIDS WORTH ₹40,000 CRORE

For more details, please refer link :  
<https://www.livemint.com/stock-market-news/cpse-etf-follow-on-offer-oversubscribed-5-times-gets-bids-worth-rs-40-000-crore-1563552814711.html>



## LOK SABHA PASSES COMPANIES (AMENDMENT) BILL

### ***Key Highlights***

- Nirmala Sitharaman said government has de-registered 4 lakh shell companies as the Lok Sabha approved a bill seeking to tighten CSR norms and ensuring stricter action for non-compliance of the company law regulations.
- The amendments in the Companies Act, were aimed at improving ease of doing business and also reducing compliance burden on the companies, especially the smaller ones.
- A key change in the Bill pertains to CSR spending, wherein companies would have to mandatorily keep unspent money into a special account.
- The bill empowers the ROC to initiate action for removal of the name of the company from Register of companies if it is not carrying on any business or operation in according with the company law.

For more details, please refer link:  
<https://economictimes.indiatimes.com/news/economy/policy/lok-sabha-passes-companies-amendment-bill/articleshow/70396054.cms>

## NIDHI (AMENDMENT) RULES, 2019

### ***Key Highlights***

- These rules may be called the Nidhi (Amendment) Rules, 2019.
- They shall come into force with effect from 15 August, 2019.
- Nidhi means a company which has been incorporated as a Nidhi with the object of cultivating the habit of thrift and saving amongst its members' receiving deposits from and lending to, its members only, for their mutual benefit, and which complies with the rules made by the central Government for regulation of such class of companies.
- The Central Government, on receipt of application (in Form NDH-4 along with fee thereon) of a public company for declaring it as Nidhi and on being satisfied that the company meets the requirements under these rules, shall notify the company as a Nidhi in the official Gazette.

For more details, please refer link :

[http://www.mca.gov.in/Ministry/pdf/NidhiRules\\_01072019.pdf](http://www.mca.gov.in/Ministry/pdf/NidhiRules_01072019.pdf)



## COMPANIES (APPOINTMENT AND QUALIFICATION OF DIRECTORS) THIRD AMENDMENT RULES, 2019

### ***Key Highlights***

- An individual who has already submitted e-forms DIR-3 KYC in relation to any previous financial year, submit web-form DIR-3 KYC-WEB.
- An individual who has already submitted e-forms DIR-3 KYC in relation to any previous financial year, submit web-form DIR-3 KYC-WEB.
- DIR KYC due date will be 30th September.
- Rs. 5000 will be payable if the individual failed to file e-form DIR-3 KYC or DIR-3KYC-WEB through web service as the case may be.

For more details, please refer link:  
<http://www.mca.gov.in/Ministry/pdf/ThirdAmendRules 25072019.pdf>



## RELAXATION OF ADDITIONAL FEES AND EXTENSION OF LAST DATE OF FILING OF FORM BEN-2 UNDER THE COMPANIES ACT, 2013

### ***Key Highlights***

- The Ministry of Corporate Affairs has received several representations regarding extension of the last date for filing of e-form BEN-2.
- The time limit for filing e-form BEN-2 is extended upto 30.09.2019 without payment of additional fee.
- The fee and additional fee shall be payable after 30.09.2019.

For more details, please refer link:  
<http://www.mca.gov.in/Ministry/pdf/GeneralCircular 29072019.pdf>



## CENTRE AIMING FOR AMENDMENTS THAT TIGHTEN REGULATIONS ON LIMITED LIABILITY PARTNERSHIPS: REPORT

### Key Highlights

- The Ministry of Corporate Affairs is looking to amend the Limited Liability Partnership (LLP) Act along the lines of The Companies Act.
- The report noted that the regulations governing LLPs are less stringent in comparison to those governing companies, and it provides scope for people to carry out illicit activities under LLPs.
- Currently, if an LLP is shut down, authorities cannot inspect its operations. The report suggested that this allowed people to carry out illegal activities under the LLP, only to shut it down with no fear of scrutiny.
- The government might also be looking to cap the number of limited partnerships in firms.

For more details, please refer link:  
<https://www.moneycontrol.com/news/business/centre-seeks-for-amendments-to-tighten-regulations-on-limited-liability-partnerships-report-4282451.html>

## COMPANIES MAY FACE PENAL ACTION FOR NOT MEETING CSR RULES

### Key Highlights

- FM Nirmala Sitharaman has said legitimate profit earning cannot be devoid of social responsibility, and that companies cannot get away without meeting CSR requirements.
- Violation of CSR norms will attract fines for both the company and defaulting officers ranging from INR 50,000 to INR 25 lakh, with officers also liable for imprisonment of up to three years, as per the provisions in the Companies Amendment Bill, 2019 that received Parliament's nod .
- The bill includes an amendment that mandates that companies transfer unspent CSR money in a financial year to an escrow account meant for CSR for 3 years, after which any unspent amount must be transferred to a fund specified by the government .

For more details, please refer link:  
<https://economictimes.indiatimes.com/news/company/corporate-trends/companies-may-face-penal-action-for-not-meeting-csr-rules-nirmala-sitharaman/articleshow/70459453.cms>



## TAX ON BUYBACK LIKELY TO AFFECT VALUATION OF INDIAN IT FIRMS

### Key Highlights

- A new tax on buyback of shares by public companies is likely to make enterprises ditch the buyback route.
- A 20% tax will be levied on the amount of buyback consideration less issue price, taking the sheen off buybacks. In recent years, IT firms have frequently taken the buyback route, which presents it a more flexible way of returning money to shareholders, compared to dividends.
- The move, leading to an effective hit of almost 23% on payouts (with surcharge and cess), is intended to discourage companies from misusing buybacks to avoid Dividend Distribution Tax (DDT) and came into effect on July 5.

For more details, please refer link:  
[//economictimes.indiatimes.com/articleshow/70112773.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/articleshow/70112773.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

## BUDGET 2019: FINANCE MINISTER REMOVES AMBIGUITY ON TAX NEUTRALITY OF DEMERGERS

### Key Highlights

- Demerging companies compliant with Ind-AS can heave a sigh of relief.
- FM proposed changes to the Income Tax Act, 1961 to amend the definition of 'demerger' to remove ambiguity about tax exemption available to such transactions after the rollout of the Ind-AS in the budget for 2019-20.
- A demerger entails transfer of property and liability of an existing company to one or more existing or new companies under the income tax law.
- The transfer must be made at valuations in the books of the demerging company immediately before the transaction.
- Demergers meeting this criterion were exempt from the capital gains tax under Section 47 of the income tax law.

For more details, please refer link:  
<https://www.bloombergquint.com/union-budget-2019/budget-2019-finance-minister-removes-ambiguity-on-tax-neutrality-of-demergers>



## UNION BUDGET 2019: SITHARAMAN GIVES STARTUPS A BIG BREATHER ON ANGEL TAX

### *Key Highlights*

- In a big bang announcement for the startup sector, Nirmala Sitharaman announced in her budget that startups who file all requisite declaration will not be subjected to any kind of scrutiny on valuation.
- The announcement came as a big breather for many Indian startups who had a hard time dealing with government notices for angel tax.
- By 2024, the government promises to help set up at least 50,000 new startups and 500 new incubators, as also 100 innovation zones in urban local bodies.
- According to the Startup India status report, as of late last year, less than 20% of the corpus was allocated to alternative investment funds, with the total commitment at INR 1,611 crore.

For more details, please refer link :  
[https://economictimes.indiatimes.com/articleshow/70087947.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://economictimes.indiatimes.com/articleshow/70087947.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

## DEADLINE FOR FILING INCOME TAX RETURNS EXTENDED TO 31 AUGUST

### *Key Highlights*

- The government extended the deadline for filing income-tax returns for the FY20 assessment year by individuals and certain non-corporate assessees by one month to 31 August.
- This applies to assessees other than corporate taxpayers and a few others, including non-corporate entities, the books of which need not be audited, said the Central Board of Direct Taxes (CBDT).
- Some taxpayers were reportedly facing difficulties in filing their tax returns because of various reasons, including the extension of date for issuing Form 16, the tax deducted at source (TDS) certificate given by employers, said the CBDT order.

For more details, please refer link:  
<https://www.livemint.com/money/personal-finance/cbdt-extends-deadline-to-file-income-tax-returns-for-fy19-to-31-august-1563890610398.html>



**PROMOTERS, DIRECTORS NOW  
GETTING SMS ALERTS FOR  
DISCREPANCIES IN RETURNS FILED,  
GST NON-PAYMENT**

***Key Highlights***

- The GST Network has developed a system whereby SMSes are being sent to promoters, directors and proprietors automatically in case of default in payment of tax, filing of returns or mismatch in ITC claims by the business entities.
- The GST system generates "red flag" alerts, the information is also shared with the revenue department to alert taxmen to take appropriate steps.
- Wherever there is a difference between GSTR-3B and GSTR-1, GSTR-3B and e-way bill, reminder SMSes now go not only to the authorised signatories, but also to the promoters of businesses and directors on board.

For more details, please refer link:  
[https://www.economictimes.indiatimes.com/articleshow/70009020.cms?utm\\_source=contentofinterest&utm\\_medium=text&utm\\_campaign=cppst](https://www.economictimes.indiatimes.com/articleshow/70009020.cms?utm_source=contentofinterest&utm_medium=text&utm_campaign=cppst)

**NO TAX INVOICE REQUIRED FOR  
GOODS TAKEN OUT OF INDIA FOR  
EXHIBITIONS**

***Key Highlights***

- No tax invoice is required for goods taken out of India on consignment basis for exhibitions or other export promotion events as they do not constitute a supply under the GST and there is no consideration received.
- The movement of these goods will be accompanied by a delivery challan issued in accordance with provisions contained in rule 55 of the CGST rules.
- These goods are required to be either sold or brought back within six months from the date of removal.

For more details, please refer link:  
<https://www.timesnownews.com/business-economy/economy/article/no-tax-invoice-required-for-goods-taken-out-of-india-for-exhibitions-cbic/457398>



## BANKRUPTCY BOARD TIGHTENS NORMS FOR INSOLVENCY RESOLUTION PROFESSIONALS

### ***Key Highlights***

- In a significant move, the IBBI has tightened norms governing resolution professionals wherein restrictions will also be in place for their relatives from taking up employment after completion of a resolution process.
- IRP would be barred from having employment when they are in possession of authorisation to take up work under the insolvency law.
- An IP should not undertake any assignment unless he or she holds an 'Authorisation for Assignment' issued by the insolvency professional agency concerned. This would be effective from January 1, 2020, according to a release.
- An IP shall not engage in any employment when he holds an 'Authorisation for Assignment' or when he is undertaking an assignment

For more details, please refer link:  
<https://www.livemint.com/news/india/bankruptcy-board-tightens-norms-for-insolvency-resolution-professionals-1564044480913.html>

## GOVERNMENT INTRODUCES IN LOK SABHA TWO LABOUR REFORM BILLS MERGING 17 EXISTING LAWS

### ***Key Highlights***

- The Union government introducing two labour code bills—merging 17 existing laws related to wage and occupational safety of workers.
- While the Code on Wages Bill, 2019, aims to simplify the wage and bonus payments rules, besides mandating a national minimum wage, the Occupational Safety, Health and Working Conditions Code, 2019, aims to improve the working condition of workers across all establishments with 10 or more employees.
- The wage code will subsume four existing laws, while the occupational health code will merge 13 related laws.

For more details, please refer link:  
<https://www.livemint.com/politics/govt-introduces-in-lok-sabha-two-labour-reform-bills-merging-17-existing-laws-1563904099320.html>

## HIGHLIGHTS OF POLICY DEVELOPMENT IN CAPITAL MARKETS

### PERMITTING FOREIGN PORTFOLIO INVESTORS (FPI) TO INVEST IN MUNICIPAL BONDS

For more details, please refer link :  
[https://www.sebi.gov.in/legal/circulars/may-2019/permitting-foreign-portfolio-investors-fpi-to-invest-in-municipal-bonds\\_42927.html](https://www.sebi.gov.in/legal/circulars/may-2019/permitting-foreign-portfolio-investors-fpi-to-invest-in-municipal-bonds_42927.html)

### FRAMEWORK FOR INNOVATION SANDBOX

For more details, please refer link :  
[https://www.sebi.gov.in/legal/circulars/may-2019/framework-for-innovation-sandbox\\_43027.html](https://www.sebi.gov.in/legal/circulars/may-2019/framework-for-innovation-sandbox_43027.html)

### PARTICIPATION OF MUTUAL FUNDS IN COMMODITY DERIVATIVES MARKET IN INDIA

For more details, please refer link :  
[https://www.sebi.gov.in/legal/circulars/may-2019/participation-of-mutual-funds-in-commodity-derivatives-market-in-india\\_43046.html](https://www.sebi.gov.in/legal/circulars/may-2019/participation-of-mutual-funds-in-commodity-derivatives-market-in-india_43046.html)

### COMBATING FINANCING OF TERRORISM (CFT) UNDER UNLAWFUL ACTIVITIES (PREVENTION) ACT, 1967 –DIRECTIONS TO STOCK EXCHANGES, DEPOSITORYES AND ALL REGISTERED INTERMEDIARIES

For more details, please refer link :  
[https://www.sebi.gov.in/legal/circulars/may-2019/combating-financing-of-terrorism-cft-under-unlawful-activities-prevention-act-1967-directions-to-stock-exchanges-depositoryes-and-all-registered-intermediaries\\_43130.html](https://www.sebi.gov.in/legal/circulars/may-2019/combating-financing-of-terrorism-cft-under-unlawful-activities-prevention-act-1967-directions-to-stock-exchanges-depositoryes-and-all-registered-intermediaries_43130.html)

### PARTICIPATION OF PORTFOLIO MANAGERS IN COMMODITY DERIVATIVES MARKET IN INDIA

For more details, please refer link :  
[https://www.sebi.gov.in/legal/circulars/may-2019/participation-of-portfolio-managers-in-commodity-derivatives-market-in-india\\_43058.html](https://www.sebi.gov.in/legal/circulars/may-2019/participation-of-portfolio-managers-in-commodity-derivatives-market-in-india_43058.html)

### ENHANCED DISCLOSURE IN CASE OF LISTED DEBT SECURITIES

For more details, please refer link :  
[https://www.sebi.gov.in/legal/circulars/may-2019/enhanced-disclosure-in-case-of-listed-debt-securities\\_43118.html](https://www.sebi.gov.in/legal/circulars/may-2019/enhanced-disclosure-in-case-of-listed-debt-securities_43118.html)

### FRAMEWORK FOR THE PROCESS OF ACCREDITATION OF INVESTORS FOR THE PURPOSE OF INNOVATORS

For more details, please refer link :  
[https://www.sebi.gov.in/legal/circulars/may-2019/framework-for-the-process-of-accreditation-of-investors-for-the-purpose-of-innovators-growth-platform\\_43056.html](https://www.sebi.gov.in/legal/circulars/may-2019/framework-for-the-process-of-accreditation-of-investors-for-the-purpose-of-innovators-growth-platform_43056.html)

### REPORTING FOR ARTIFICIAL INTELLIGENCE (AI) AND MACHINE LEARNING (ML) APPLICATIONS AND SYSTEMS OFFERED AND USED BY MUTUAL FUNDS

For more details, please refer link :  
[https://www.sebi.gov.in/legal/circulars/may-2019/reporting-for-artificial-intelligence-ai-and-machine-learning-ml-applications-and-systems-offered-and-used-by-mutual-funds\\_42932.html](https://www.sebi.gov.in/legal/circulars/may-2019/reporting-for-artificial-intelligence-ai-and-machine-learning-ml-applications-and-systems-offered-and-used-by-mutual-funds_42932.html)

# KREO CAPITAL PRIVATE LIMITED

MERCHANT BANKING | CORPORATE ADVISORY | WEALTH MANAGEMENT | LENDING SOLUTIONS

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Our corporate advisory division works with a wide range of clients including young, cutting-edge start-ups and established market leaders. We advise our clients on mergers and acquisitions, private equity funding, divestments, corporate restructuring, valuation of shares as per SEBI guidelines, company law and secretarial advisory.

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