



# KSCAA

Karnataka State Chartered Accountants Association ®

Workshop on  
Foreign Exchange Management  
Act [FEMA]

## Practitioners Approach

From Basics to Advanced

India is one of the largest FDI destinations in the world with the relaxation of foreign exchange restrictions, there has been a significant flow of investments into India. At the same time, Indian businesses have been making investments and acquisitions overseas. With the inbound and outbound investments rising, it is essential to understand the rules, regulations and policies that govern such capital inflows and outflows as practitioner. All transactions involving foreign exchange fall under

preview of Foreign Exchange Management Act (FEMA) read with FDI policy.

KSCAA is organising workshop on FEMA to provide complete insight of FEMA from basics to advanced approach to the practitioner, including latest trends in FEMA and practical aspects from the Authorised Dealer Banks. This workshop will identify the practical issues and help create real-world understanding of the foreign exchange laws and policy in India.

### Who can attend

Chartered Accountants, Cost Accountants, Company Secretaries, Tax Consultants, Finance Controllers, CFOs, Finance Managers, Accountants and Accounting staff involved in FEMA Activities.

#### Workshop Dates (4 Days)\*

4<sup>th</sup> September 2018 to  
7<sup>th</sup> September 2018.

Tuesday to Friday

#### Timing:

4.30 PM to 7.30 PM

#### Workshop Venue\*

Vasavi Vidyanikethan Trust  
(VVN),

No.3, Vani Vilas Road, V.V.  
Puram, Basavanagudi,  
Bengaluru – 560 004

#### Workshop Fee

**Rs. 2,500 (Plus GST)**

Or

**Rs. 2,950 (All inclusive)**

Course Fee includes Course  
Material, Refreshments

### COURSE COVERAGE:

- FEMA regulations
- FDI Policy of India
- Investment Policies
- Export and import related regulatory issues
- Outbound Investment Policy
- International Finance: External Commercial Borrowings (ECBs)
- Remittances under FEMA

*For detailed content see overleaf*

### COURSE EXPERTS:

- ✚ Sandeep Jhunjhunwala, FCA
- ✚ Authorised Dealer (Banker) –  
Regulatory teams from  
Standard Chartered Bank and  
HSBC
- ✚ Other eminent speakers

### Registration/Enquiries

#### Course Convenor:

CA. Deepa Das  
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#### Course Co-ordinator:

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**For Online Registrations visit:  
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\*Subject to confirmation



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Workshop on  
**Foreign Exchange  
Management Act [FEMA]**

## **Practitioners Approach**

From Basics to Advanced

### **DETAILED COURSE CONTENT:**

#### **FEMA regulations**

- Types of Transaction - Current and capital account transactions
- Automatic and Approval route
- Regulatory setup – Finance Ministry, DIPP, FIPB, RBI etc
- FEMA – Basic principles

#### **FDI Policy of India**

- Entry routes and eligible entities
- Sectoral analysis - Restricted, Prohibited & Permitted
- Eligible Instruments for Investment and pricing
- Reporting and Remittance
- Enforceability of Share Transfer Restrictions
- Indirect Foreign Investments
- Downstream Investments
- Transfer of Shares
- Round Tripping
- Recent FDI relaxation and key developments on FDI policy

#### **Investment Policies**

- Investment in Liaison office/ Branch office/ Project office/ Company / Joint ventures/ LLPs - Setup and closure
- FII and FVCI, including AIF
- Funding of subsidiaries
- Drafting of shareholders agreement (brief discussion over relevant clauses)
- Key points to be considered while making Downstream Investment
- Merger/ Acquisition – Key Developments
- Regulations, Reporting, Compliances and Compounding procedures
- Pointers for Valuation of securities (especially convertible debentures)
- Do and do not's for Investor and Investee companies
- Documents to file and permission from RBI/ AD Banker
- Form FLA and SMF - Foreign Investment Reporting Process

#### **Export and import related regulatory issues**

- Trade discount and reduction in invoice value
- Regulatory waivers
- Advance remittance, write off, netting off
- Time limit for export/ import payments, interest payments etc
- Trade credit: Supplier's credit and Buyer's credit

#### **Outbound Investment Policy**

- Overseas direct Investment by Corporates/ Partnership firms and individual
- Precautions while making an investment
- Drafting of agreements (brief discussion over relevant clauses)
- Reporting requirements, compliances and procedures
- Loan to WOS/ Pledge of shares
- Manner, mode and funding of investment
- ESOPs to non - resident employees
- ODI by LLPs/ Trusts/ Societies
- FEMA vis-à-vis Tax Treaty

#### **International Finance: External Commercial Borrowings (ECBs)**

- Basics of External Commercial Borrowings
- ECB vs other mode of financing (domestic finance/ ADR/ GDR) – Cost benefit analysis
- Drafting of ECB agreements and corporate guarantees (Points to be considered, including transfer pricing and income tax related issues)
- Conversion of ECB into equity
- Security and Guarantees
- Trade credits
- Structured Obligations
- Reporting requirements
- Instruments which requires ECB compliances

#### **Remittances under FEMA**

- Types of accounts (NRE, NRO and EEFC)
- Precautions to be taken in operation of accounts
- Remittances (manner and mode of remittances)
- Points of caution while making/ receiving remittances
- Investment in immovable property in India
- Liberalized remittance Scheme