

KSCAA

Karnataka State Chartered Accountants Association ®



47th Annual Report 2019-20

YEAR/S	PRESIDENT	SECRETARY
1957-61	CA. S Kaleeswaran (Late)	CA. MR Rangarathnam (Late)
1961-62	CA. BK Ramadhyani (Late)	CA. MR Rangarathnam (Late)
1962-68	CA. A Ramaswamy Iyengar	CA. J Gopalkrishnan
1968-69	CA. MR Rangarathnam (Late)	CA. P Shivaramakrishnan
1969-71	CA. J Gopalakrishnan	CA. AR Vishwanathan (Late)
1971-75	CA. KY Shreshty (Late)	CA. JJ Madan
1975-78	CA. OR Pandurang (Late)	CA. K Rahaman Khan
1978-79	CA. Premraj Singhvi (Late)	CA. DL Suresh Babu
1979-80	CA. KV Shanmukhaiah (Late)	CA. MR Krishnamurthy
1980-82	CA. AR Vishwanathan (Late)	CA. AK Subramaniam
1982-84	CA. MS Ranganath (Late)	CA. AK Subramaniam
1984-85	CA. JG Ostwal	CA. AK Subramaniam
1985-86	CA. KR Kumar (Late)	CA. NP Shivashankar
1986-87	CA. S Amarlal (Late)	CA. N Nityananda
1987-88	CA. NP Shivashankar	CA. R Ananda
1988-89	CA. MC Ramakrishna	CA. K Ramanath
1989-90	CA. R Ananda	CA. SA Narayana Setty
1990-91	CA. NCS Raghavan (Late)	CA. S Gowthamchand
1991-92	CA. SA Narayana Setty	CA. C Ganapathraj
1992-93	CA. R Subramanian	CA. Ravindra Raj Bhandari
1993-94	CA. A S Vishnu Bharath	CA. KY Ningoji Rao
1994-95	CA. M Goutham Prakash Khariwal	CA. K Ravi
1995-96	CA. K Y Ningoji Rao	CA. DC Chhajer
1996-97	CA. C Ganapathraj	CA. DR Venkatesh
1997-98	CA. S Prakash Chand	CA. IS Prasad
1998-99	CA. DR Venkatesh	CA. Lalit M Sharma
1999-00	CA. K Ravi	CA. R Venkatakrishna
2000-01	CA. IS Prasad	CA. V Dwarakanath
2001-02	CA. Lalit M Sharma	CA. Ravi Prasad
2002-03	CA. HBM Murugesh (Late)	CA. PR Suresh
2003-04	CA. TR Anjanappa	CA. HC Gulecha (Late)
2004-05	CA. PR Suresh	CA. AB Shivasubramanyam
2005-06	CA. S Krishnaswamy	CA. MV Lakshmikantha
2006-07	CA. Mallinath S Nainegli	CA. G Nataraj
2007-08	CA. M V Lakshmikantha	CA. K S Sreedhara Murthy (Late)
2008-09	CA. A.B.Shivasubramanyam	CA. Ravindra Beleyur
2009-10	CA. M. Marulasiddaiah	CA. Manoj Kumar G.
2010-11	CA. Allama Prabhu M.S.	CA. Maddanaswamy B.V.
2011-12	CA. Anant H. Mutalik	CA. Basavaraja H.M.
2012-13	CA. Maddanaswamy B V	CA. Raveendra S. Kore
2013-14	CA. C.R. Dhavalagi	CA. Virupakshappa M. Tuppad
2014-15	CA. Raveendra S. Kore	CA. Raghavendra Puranik
2015-16	CA. Dileep Kumar T.M	CA. Raghavendra T.N
2016-17	CA. Raghavendra Puranik	CA. Nagappa B Nesur
2017-18	CA. Raghavendra T.N	CA. Chandrashekara Shetty
2018-19	CA. Raghavendra Shetty	CA. Jigajinni Kumar S.
2019-20	CA. Chandrashekara Shetty	CA. Chandan Kumar Hegde A.

NOTICE

Notice is hereby given to the members of the **Karnataka State Chartered Accountants Association** that the **Forty Seventh Annual General Meeting** of the Association will be held at **3.00 PM** on **Thursday, the 27th of August, 2020**, at **Maple Hall, Pai Vista**, No.3, 27th Cross, K.R. Road, Opp: Sevakshetra Hospital, Near Monotype, Banashankari 2nd Stage, Bengaluru 560070, Karnataka to transact the following business:

AGENDA:

1. To confirm the proceedings of the Forty Sixth Annual General Meeting held on 20th July, 2019.
2. To consider & adopt the Annual Report of the Executive Committee.
3. To consider & approve the audited accounts for the year ended 31st March 2020.
4. To Appoint the Auditors for the year 2020-2021 and fix their remuneration.
5. To elect Thirteen Members to the Executive Committee for the year 2020-2021.
6. To transact any other business for which a special notice is given under Rule 16 (e) of the Rules & Regulations of the Association.

By order of the Executive Committee

Sd/-

CA. Chandan Kumar Hegde A.

Secretary

Place: Bengaluru

Date : 13th July 2020

NOTES:

- Members who wish to send their nominations for the Executive Committee are required to submit the duly filled and signed Nomination Form at the Association Office or by sending signed scanned copy by an email to info@kscaa.com. Nomination Form is provided at the end of this Annual Report.
- Last date for submission of nomination: **Before 5.00 pm on Saturday, 8th August, 2020**
- Last date of withdrawal of the nomination: **Before 5.00 pm on Friday, 14th August, 2020**
- Announcement of final list of candidates contesting for election: **At 6.00 pm on Friday, 14th August, 2020**
- The Final list of the Candidates shall also be uploaded on our website www.kscaa.com
- Members are requested to bring their copy of Annual Report to the AGM; Extra copies will not be provided at the Meeting. Also, soft copy of Annual Report can be downloaded from www.kscaa.com
- In case, if there are any changes due to COVID-19, alternate arrangements shall be informed, accordingly.



CA. Chandrashekara Shetty

President



CA. Chandan Kumar Hegde A.

Secretary

Dear Members,

Karnataka State Chartered Accountants Association (KSCAA) was formed in the year 1957 with a aim to empower the members by providing timely training on skills and imparting the knowledge. It has ever since done this successfully and has also carved the best in members, who have also led the Association as Presidents and Executive Committee Members of the Association.

When we as team of Executive Committee members assumed the office for the year 2019-20, our humble attempt was to, bring out the larger grievances or difficulty of the members to the attention of authorities and regulators, provide platform to young talents to showcase and hone the talent and to reach KSCAA internally to all places of Karnataka and make a mark nationwide through collaboration and other means.

KSCAA is a force with many hands and the results, success, name etc are also of many forces acting together towards a common goal. The introduction of 'Eloquent Professional', which started as the step towards empowering the young CAs to build confidence has patently been credited to our Association. Committed young professionals have added fragrance of empowerment and confidence to the program. I hope my successors will maneuver and continue forward this as Association's realm. This journey of the Association has endless opportunities to create and make differences. But the constant master 'Time', decides on our ability to fulfil our endless wishes and desires. This Annual Report would showcase the fruitful work done during the year and these wouldn't have been possible without the support of numerous people who have directly or indirectly contributed to this success.

Like any other assignment or engagements, there have been hits and misses in equal proportion, and we acknowledge both of them with utmost sincerity and humbleness. We are of the opinion that we laid a sapling to grow big for the generation of leadership team of KSCAA which would derive benefits of this.

We look forward for one more activity filled year with the Association and best wishes for the future years.

Sincerely,

CA. Chandrashekara Shetty

CA. Chandan Kumar Hegde A.

**Flag-bearers
of the
Profession**

**An
Investment
in Knowledge
always pays
the best
interest**

Knowledge is a treasure, but practice is the key to it - KSCAA is best positioned to help members find the treasure and keys to open it.

It has been the firm belief of KSCAA that the Association **is of the members, by the members and for the members**. The Association has lived up to this preamble for over 63 years. We have witnessed increased activism of the members associated with the organization and that is the best proactive response to the ever and fast changing landscape. Starting from conduct of numerous study circles, seminars, workshops, joint meets and webinars to hosting a flagship annual conference, members have vigorously ensured success of the events. Association has also witnessed many activities and new initiatives in the field of sports, communication, leadership and non-scholastic and the same has been well received by the members.

Team KSCAA (represented by the Executive Committee and sub-committee members) has ensured that all activities have been conducted under the able guidance of mentors who have built the Association and the profession.

It is also proud moment to note that the number of members associated with the Association has surpassed landmark number - 3000. This proves the relevance of the organization which is among oldest CA Associations in India. KSCAA, like any other Association, derives its strength from the people associated with it and we are all thankful for the support extended. We acknowledge that members are backbone of KSCAA and the Team KSCAA has been relentless, dedicated and devoted in ensuring that members benefit from wide variety of activities conducted by the Association. After all, the Association is of the members, by the members and for the members.



Theme: **CONVERGENCE - Creating Impact Together**

We, at KSCAA, pioneer the cause of identifying, ideating strategies and implementing solutions for the core problem areas at a grassroots level. All the more, we are a continuum of radical reforms carried out by predecessor Executive Committees right from Identifying, Ideating and Implementing to Grow, Share and Transform; the natural progression there from has been "Together we serve, together we grow."

Growth is never by mere chance; it is a result of forces working together. If everyone is moving forward together, then success takes care of itself. In this earnest, and at this hour, we feel the immense need to get our members to cultivate the bonding inter se and take it to the next level by working coherently towards paradigm success.

This report highlights KSCAA's 2019-20 fiscal year, which ended on March 31, 2020. In order to provide an up-to-date picture of the Association, it also includes information on major activities and initiatives, as available, updated till July, 2020.



The KSCAA :

- Proactively addresses the areas and issues which are of concern to the Chartered Accountants and fights for the member causes.
- At the behest of the members and/or on its volition represents before various regulatory authorities to resolve the professional problems faced by the Chartered Accountants.
- Provides opportunities for networking of Chartered Accountants, promotes new speakers and writers auguring their personal and professional development.
- Publishes news bulletin in an easy to comprehend form with crisp articles on current changes in law, economy and matters of professional interest to keep the members updated.
- Conducts annual sports, cultural and talents meet for the CA fraternity and their family members to promote parallel talents of members.

40+ Workshop, Study Circles & Webinars

45+ Eloquent Professional Meetings

1100+ Number of participants in Annual Conference

1300+ attended Cultural & Family programs of KSCAA Conference

12 Professional Development Programs

11 Representations on matters affecting trade and profession

600+ Participated in Sports Meet

₹ 93.74 Lakhs

- Total Income for the fiscal 2019-20

₹ 11.67 Lakhs

- Surplus for the fiscal 2019-20

117 Members added

3000+ Total Members

6800+ Professionals participated in Association activities

87+ Activities



“KSCAA has created numerous platform to speakers, professionals and public to share and exchange their knowledge for better life and profession. The activities of KSCAA create a bonding between members and families and instigate to believe in oneness.”

FINANCIAL HIGHLIGHTS

FISCAL YEAR 2019-20

STATEMENT OF FINANCIAL POSITION

	2020	2019
SOURCES OF FUNDS	₹	₹
Corpus Fund	36,75,672	34,93,672
General Fund	1,67,17,094	1,55,50,538
Restricted and Other Funds	36,85,449	36,70,532
Total Sources of Funds	2,40,78,215	2,27,14,742

APPLICATION OF FUNDS		
Fixed Assets	26,64,933	24,74,482
Investments	1,83,52,953	1,89,25,239
Stock of Publications and Materials	2,41,484	1,77,462
Receivables	15,22,770	3,24,150
Cash and Bank Balances	19,66,081	2,56,317
Loans and Advances	12,87,074	10,08,220
Less: Current Liabilities and Provisions	(19,57,080)	(4,51,128)
Total Application of Funds	2,40,78,215	2,27,14,742

STATEMENT OF OPERATIONS

	2019-20	2018-19
INCOMES	₹	₹
Conference, Seminars and Other Programs	75,67,084	65,71,638
Interest Income	14,12,767	10,30,742
Other Income	3,94,213	5,73,114
Total Incomes	93,74,064	81,75,493

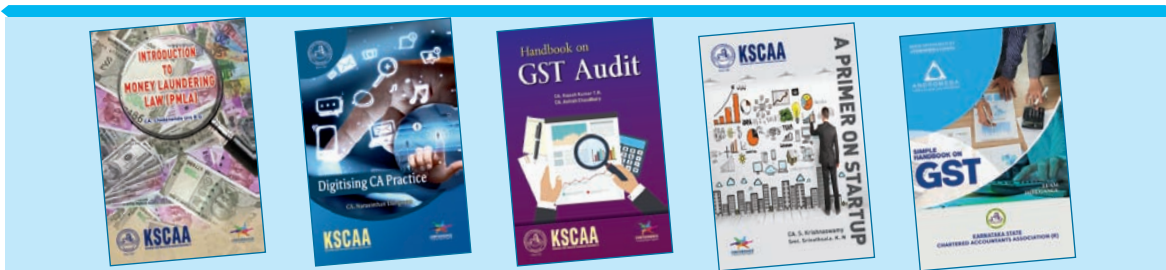
EXPENDITURE		
Conference, Seminars and Other Programs	54,60,822	48,40,045
Bulletins and Publications	9,77,670	9,21,682
Administrative Expenses	11,05,958	6,86,776
Other Expenses	5,28,135	4,92,588
Depreciation	1,34,924	1,16,670
Total Expenditure	82,07,509	70,57,760

EXCESS OF INCOME OVER EXPENDITURE	11,66,555	11,17,733
--	------------------	------------------

NEWS BULLETINS



PUBLICATIONS



SOCIAL MEDIA & PUBLIC RELATIONS



1165+
Followers



762+
Followers



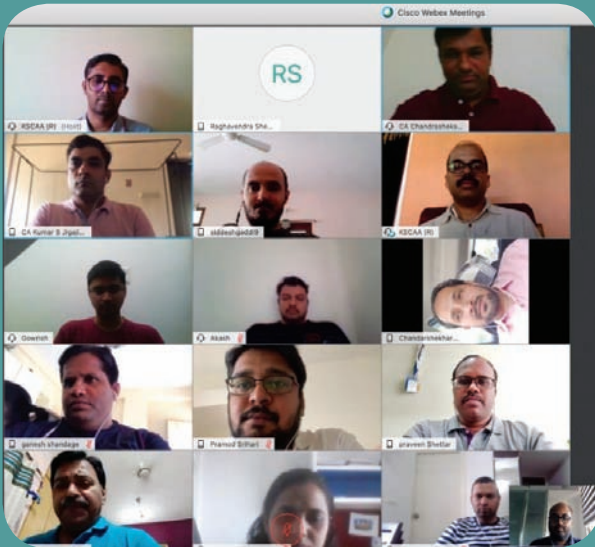
1791
Subscribers

More than **1,31,490**
views of videos



www.kscaa.com

64,172+ Hits
since Jan. 2019



A view of Executive Committee Meeting through Video Conference



The passion and commitment with the Executive Committee and sub-committee (popularly known as 'Team KSCAA') has worked through the tenure is encouraging. With an intention to better serve members, Team KSCAA has been in 'always-ready-to-serve' mode, proactive and aggressive in approach. The same is evident from the number of meetings held and attended, decisions taken and successfully implemented. We had better representation from mofussil members due to digital initiatives in conducting meeting. Thanks to COVID!!

IN THE ROOM WHERE IT HAPPENS

ATTENDANCE Executive Committee Meetings*

SL. NO.	NAME OF EXECUTIVE COMMITTEE MEMBERS	Designation	Dates of Executive Committee meeting held													Total number of meetings attended
			1	2	3	4	5	6	7	8	9	10	11	12	13	
			20.07. 2019	21.07. 2019	24.08. 2019	21.09. 2019	21.10. 2019	23.11. 2019	13.12. 2019	17.01. 2020	22.02. 2020	03.04. 2020	20.04. 2020	03.06. 2020	04.07. 2020	
1	CA. CHANDRASHEKARA SHETTY	President														13(13)
2	CA. JIGAJINNI KUMAR S.	Vice President														12(13)
3	CA. CHANDAN KUMAR HEGDE A.	Secretary														12(13)
4	CA. PRAMOD SRIHARI	Jt. Secretary														9(13)
5	CA. SUJATHA G.	Treasurer														13(13)
6	CA. SHIVAPRAKASH VIRAKTAMATH	Member														12(13)
7	CA. VIJAYKUMAR M. PATEL	Member														12(13)
8	CA. AKASH HEGDE	Member														11(13)
9	CA. CHANDRASHEKHAR S M	Member														10(13)
10	CA. GOWRISH BHARGAV K.V.	Member														10(13)
11	CA. GANESH V. SHANDAGE	Member														9(13)
12	CA. PRAVEEN SHETTAR	Member														13(13)
13	CA. SUNIL BHANDARY	Member														12(13)
14	CA. SATEESHA KALKUR	Member														11(12)
15	CA. SIDDESH GADDI	Member														10(12)
16	CA. RAGHAVENDRA SHETTY	IPP														12(13)

*Meetings held upto 4th July 2020

LEADERSHIP

EXECUTIVE COMMITTEE



CA Chandrashekara Shetty
President



CA Kumar S Jigajinni
Vice-President



CA Chandan Kumar Hegde A.
Secretary



CA Pramod Srihari
Joint Secretary



CA Sujatha Raghuraman
Treasurer



CA Shivaprakash Viraktamath

Chairman
Journals Committee

CA Chandrashekhar S Muchchandi

Chairperson
Membership and Public Relations Committee

CA Praveen S. Shettar

Chairman
Direct Tax Committee

CA. Akash U hegde

Chairman
Accounting, Auditing, Corporate and Allied Law Committee

CA. Sateesha Kalkur

Chairman
Representation Committee

CA Vijaykumar M. Patel

Chairman
Media and Technology Initiative Committee

CA Ganesh V. Shandage

Chairman
Indirect Tax Committee

CA. Gowrish Bhargav K. V.

Chairperson
Mofussil Members Empowerment Committee

CA. Sunil Bhandary

Chairman
Sports and Cultural Committee

CA. Siddesh N. Gaddi

Chairman
Leadership and Skill Development Committee

CA Raghavendra Shetty

Immediate Past President

SUB COMMITTEES*

Journals Committee

Mentor
CA. Vinayaka Pai

Chairman
CA. Shivaprakash Viraktamath

Member
CA. Prasanna Hegde

Media and Technology Initiative Committee

Chairman
CA. Vijaykumar M. Patel

Convener
CA. Vinayaka N L

Members
CA. Vishal Patil
CA. Ananth Nyamannanavar
CA. Shivaprasada V
CA. Prakash Adiga

Membership and Public Relations Committee

Mentor
CA. Subramanya Hegde

Chairman
CA. Chandrashekhar S Muchchandi

Convener
CA. Virupaxi B Vantagitti

Members
CA. Narendra K V, Shivamogga
CA. Ashok Malipatil, Vijayapura

Indirect Tax Committee

Mentor
CA. Annapurna Kabra

Chairman
CA. Ganesh V. Shandage

Convener
CA. Nagappa B Nesur

Members
CA. Subramanya B L
CA. Prabhava Hegde
CA. Mukul H S
CA. Amar V Meharwade

Direct Tax Committee

Chairman
CA. Praveen S. Shettar

Convener
CA. Siddhartha Javali

Members
CA. Sandeep Jhunjhunwala
CA. Ashwin Divakar
CA. Krishna Upadhya
CA. Deepak Chopra

Mofussil Members Empowerment Committee

Chairman
CA. Gowrish Bhargav K. V., Shivamogga

Convener
CA. Sriram S, Sagara

Members
CA. Basavaraj N Unki, Koppal
CA. Praveen Kumar H S, Hassan
CA. K B Balaji, Mysore
CA. Sumanth A, Chitradurga
CA. Siddarameshwra Gowda A, Ballari
CA Pankaj Kasat, Bagalkote
CA Mallesha Kumar, Udupi
CA Ashwath Shenoy, Mangalore

Accounting, Auditing, Corporate and Allied Laws Committee

Mentor
CA. Niranjan Prabhu

Chairman
CA. Akash U Hegde

Convener
CA. Santhosh Raj S

Members
CA. Deepabali Das
CA. Sini Thomas
CA. Naveen S Hegde
CA. Vijetha H

Sports & Cultural Committee

Mentor
CA. Raghavendra Shetty

Chairman
CA. Sunil Bhandary

Convener
CA. Kishore Shetty

Members
CA. Rajesh Prasad
CA. Nagaraj S
CA. Manjunath M Hallur
CA. Sachin Vijapur
CA. Varun Gore

Representation Committee

Mentor
CA. Raghavendra T. N.

Chairman
CA. Sateesha Kalkur

Convener
CA. Pramod Srihari

Members
CA Aditya Bhardhwaj
CA. Ajith B Balli

Leadership and Skill Development Committee

Chairman
CA. Siddesh Nagraj Gaddi

Convener
CA. Yusuf M

Members
CA. Sachin S. D.
CA. Sathish M
CA. Mohan
CA. Darshan K. R.
CA. Manjunath Gowda

Publications Committee

Mentor & Chairman
CA. H B M Murugesh

Convener
CA. Raghavendra Puranik

Members
CA. Rajesh Kumar T R
CA. Sachin Kumar B P
CA. P V Menon

ANNUAL CONFERENCE



KSCAA's flagship program, 32nd State Level Conference which bore a theme called "Anavarata" was successfully conducted in the month of March 2020. The event was well conducted, well organised and well attended (1100+ members). Few noteworthy changes were made the usual format with an intention to ensure maximum participation and value addition to members, such as conducting valedictory session and cultural events on Day 2 (attended by 1300+ members with their family). We are happy to mention that the fees for the event was reduced to 50% of the regular fee for newly qualified CAs, Mofussil members and students. Even otherwise, we believe the value of benefits in kind, far exceed the fees charged, not to quantify / forget the value of benefits derived from attending the event. The feedback on the 2 day session was very encouraging.



Technical Sessions

- Panel discussion on Opportunities to Small and Medium Practitioners (SMP) including outside India and Enabling Non-Traditional Areas of Practice
- CA Talk - Sharing an inward transformational experience
- Demystifying Regulatory Rules of Business valuation
- Auditors in a world of Advanced Analytics and Forensic Audit Scenarios
- VUCA – GST Panel Discussion
- Panel discussion on Companies Act Compliance – Regulatory vs Practitioners Perspective
- Vivisectioning Direct Tax Proposals in Union Budget, 2020
- Nuances of New Benami Law and its interplay with Income-tax Law, Anti-Money Laundering Law (PMLA) and other Economic Laws and role of CAs in handling these laws before the ED, IO and other authorities
- CARO – Advantage Auditors



Who's Who at Conference

Major General G D Bakshi
CA. Nityananda N.
CA Jay Chhaira
CA. Babu Abraham K
CA. Madhukar Hiregange
CA. Chetan Venugopal
CA. Guru Prasad
CA. Chander Sawhney
CA. Vivekananda Hallekere
CA. Chetan Dalal
CA. Sanjay Dhariwal

Adv. K. Vaitheeswaran
CA. Venkataramani S.
CA. K. Gururaj Acharya
Shri. C.V. Sajeewan
CS. Sundaresan J
CA. Dr. Girish Ahuja
CA. Ashwani Taneja
CA. SriPriya Kumar
Dr. Gururaj Karajagi
Mr. Vasu Dixit

KSCAA, being a PAN Karnataka Origination, has left no stone unturned to address the needs of Mofussil Members. From having representatives from such regions to conducting various programs for the benefit of members, KSCAA has been proactively addressing their needs. Conducting various webinars during the lockdown has helped KSCAA to serve more and more members from Mofussil area and even the members could benefit from the programs sitting at the comfort at their homes. KSCAA has also been responsive to the problem caused due to floods by initiating donation drive and ensuring that members / non- members benefit from such noble contributions. To encourage more and more students to join CA, the Organization has also conducted career counseling program.

MOFUSSIL PROGRAMS

Topics Covered

- Seminar on GST Annual Returns and GST Audit
- Clause by clause analysis on Tax Audit Report
- Recent amendments in Finance Act 1 and 2
- One day Workshop on Goods & Services Tax (GST)
- Seminar on Annual Return and Audit under GST
- Practical Approach on Filing of GSTR - 9 & GSTR 9C; Recent Amendments, Circulars and updates in CGST & IGST at 2017
- Practical training session on GSTR - 9 & 9C
- Career Counselling Programme-CA as Career Path

7

Programs

780

Participants

KSCAA IN ACTION



STUDY CIRCLES

Topics Covered

- Overview on International Taxation, TDS U/s 195 and Form 15CA & 15CB
- Section 270A and 270AA of Income Tax Act
- Recent Changes in GST, GST Annual Return & Audit
- Recent Changes in GST, GST Annual Return & Audit Overview of Forms GSTR-9 & 9C, Practical issues & possible solutions
- E-Assessments Issues & Challenges Ahead
- Analysis of recent SC judgement in Caclutta Club Ltd on Mutuality
- Intricate issues involved in GST on Real Estate Transactions

6

Study
Circles

875

Participants

KSCAA acknowledges the fact that CAs are respected for the knowledge they possess. To help members stay relevant in these fast changing times, KSCAA has successfully organized study circles on various topics of high relevance. The organization has also ensured that the topics were dealt by subject matter expertise to facilitate quality deliberation. We believe consistency is not the key to success, but success itself. To ensure consistency in learning, the Association has successfully embraced the online platform during and post lockdown. Thereby, ensuring maximum learning.



PROFESSIONAL DEVELOPMENT FUND PROGRAMS

During its early days, KSCAA had created a fund for professional development activities. Many CAs and CA firms have contributed to this fund. We have dedicated record number of webinars and workshops in the name of such contributors. We are grateful to the contributors. We would like to acknowledge that Members and the Association at large have benefited from their generous contribution.

Professional Development Series in the Name of -
 M/S. Manian Suresh Sundar & Vittal
 Sri. K.Y. Ningoji Rao
 Sri. K. Sachitananda
 M/s. A.S. Vishnu Bharath & Co;
 M/s. H.C. Kincha & Co;
 Sri. C.M.M. Sharam
 M/s. Shanmukhiah & Pandurang
 M/s Ostawal & Jain
 Sri. D. L. Suresh Babu
 M/s Singhivi Dev & Unni
 Sri. H.A.K. Rao
 Sri. P.S.M. Bhukhari

Topics Covered

- Key Changes in Direct Taxes in Finance Bill 2019
Income Tax filing for Individuals including Foreign Tax Payers AY 2019-20
- Workshop on Recent Amendments in GST
- Workshop on Revised Audit Report under SA 700, SA 705 and SA 706
- Workshop on "Proposed changes in Audit Report Applicable or Religious Trust or Institution"
- Workshop on GST Annual Return & GST Audit
- SABKA VISHWAS- Legacy Dispute Resolution Scheme, 2019
- Demystifying issues in 44AB, AD, AE & Clause to Clause analysis of Form 3cd, 3ca & 3cb"
- Taxation of Issue, Conversion & Transfer of Shares
- Recent Amendments in GST with Implications for Taxpayers
- Post-Audit Scrutiny of Annual Returns, Suggested Approach & Statutory Remedies
- Digital Initiatives in GST and the importance of Cloud Accounting

WORKSHOPS

13

Workshops

740

Participants

It has also been the effort of the Association to ensure quality (in service) and quantity (in service recipients). KSCAA is happy to present number of highly qualitative workshops conducted and numbers of members benefitted therefrom.

KSCAA IN ACTION



JOINT PROGRAMS

- Joint Interactive Session on SABKA VISHWAS (Legacy Dispute Resolution) Scheme, 2019.
- With - FKCCI • Decoding Union Budget-2020



2

Workshops

160

Participants

WEBINARS

Queries on 'input tax credit'

- Credit on pandemic insurance and supplies
- No credit in M1-2 if all suppliers file quarterly

Smarter Giants vs SME Practitioners

- | Giants | SME |
|--|---|
| • Automated schedule for Book keeping | • Senior guidance monitors the workflow |
| • Data availability & maintenance is in electronic mode | |
| • Pull mechanism for data & various reports | |
| • Fees charged in five times the resource cost shelled out | |

Audit Assurance in Bank Audit

1. Audit completed in accordance of Standard on Audit issued by ICAI
2. Statements are free from Material Mis-statement
3. Statements show true & Fair view of the affairs of the branch
4. Assessment made on 'Risk of material misstatement of the financial statement, whether due to fraud or error'
5. Transactions are with in the Branch Powers
6. Returns are Adequate and are in agreement with Books
7. Necessary information and Explanations required for the audit has been obtained
8. Auditors confidence on the over all IT Environment.

KSCAA has been quick to change with times. Has embraced the technology to conduct webinars during and post lockdown. In addition to conducting live programs, the Association has also hosted all the videos on its Youtube Channel for the benefit of members who could not attend live session.

Bank Branch Audit in Covid-times and recent developments
Bank Branch Audit –
This year and future of
RBI circular dated 27th April 2020

- Statutory branch audit of PSBs may be carried out so as to cover 90% of all funded and 90% of all non funded exposures of the bank. The banks may try to ensure that the selection of branches and centralised hubs for statutory audit include a representative cross section of rural / semi urban / urban and metropolitan branches, including branches which are not sub concurrent audit.

Topics Covered

- Impact on Business Relief & Stimulus measures by Government of India
- Changes in Finance Act 2020 vis a vis Finance Bill 2020 & Ordinance 2020 wrt. to Direct Taxes
- New Age Digital Accounting for Chartered Accountants
- Introspection of Self – Lockdown Times
- Panel Discussion on Impact of Lockdown in Corporate Law, Direct Tax Law & Indirect Tax Law
- GST – Issues unresolved in Supply, Valuation & ITC
- How to conduct Bank Branch Statutory Audit from home
- Bank Branch Audit in COVID times and Recent Developments
- GST – Intricacies and Controversies in Works Contract
- Representing before Appellate Authorities under Income Tax
- Retrospective Amendments in GST- Their Validity and Ramifications

V. Pain points: Board Meetings & General Meetings due to COVID-19?

1. Whether Meetings can be conducted during lock-in period, keeping social distancing intact
 - Can Board meetings of private companies be held in lock down period i.e., from last week of Mar-20 till date?
2. All board Meetings & general meetings to be conducted via video conferencing due to covid. How should drafts for resolutions & notice for resolutions circulated for these meetings.
3. How to conduct board meetings of co-operative bank during lockdown
4. Board meetings through VC is permitted for acceptance of financials. In case of put bid cos with only 2 individual shareholders (one of whom is residing outside India), accounts may be approved in this month, but the AGM would be conducted later.
Would a gap of 3-4 months between the board meeting & AGM be a concern? Assuming International flights would not resume till June 2020.
5. What are revised due dates of Q4 BOD and AGM due to COVID 19

SUMMARY OF DIRECT TAX RELATIVES QUESTIONS

Presentation by :
CA. Naveen Khariwal G
Chartered Accountant
No. 248, 3rd Main Road,
Chamrajpet, Bangalore – 560 018.

naveenkhariwalg@gmail.com

Mob No : 9880683725

REPRESENTATIONS & INTERACTIONS



Any piece of policy or law to be successful needs a feedback loop, and KSCAA has positively involved with all the stakeholders to create a mechanism to restore the confidence in public and professionals. The timely intervention has allowed the policy makers, regulators and law makers in the field of taxation, corporate law etc., to saturate its effective implementation and wean the difficulty to all stakeholders. Enormous representation to various governing bodies and members is a testimony of the positive dialogues and result yielding attempt.

We have also nominated CA. Gururaj Acharya to represent this Association in 'Accounting and Finance Services Sectional Committee' under Services Sector Division Council of Bureau of Indian Standard.

Interactions with
Chief Minister, Dy.CM
State Minister, Pr. Chief
Commissioner

11
Representations

11
Interactions



Representations & Interactions on :

1. Joint representation for deferment and clarification of amendments to the equalisation levy by the Finance, Act 2020
2. Representation on dealing with COVID-19 impact on working capital and cash flows of consulting and professional firms - soliciting immediate intervention
3. Representation to classify services provided by Chartered Accountants and their firms as essential service
4. Memorandum for grant of CPE credit to Chartered Accountants attending programs of KSCAA
5. Joint representation for the amendments made in section 254 of the income tax act, 1961 - amendments made to section 254 of Income-tax Act, 1961 by Finance Bill, 2020 with respect to power of grant of stay by Income-Tax Appellate Tribunal
6. Joint representation for extension of timeline of 31st March 2020 for Vivad se Vishwas Scheme, 2020
7. Joint representation on clarifications and extension of income tax due dates of delayed payment of TDS for month of March and April, stay of demand and validity of certificates issued u/s. 197 of the Act
8. Representation regarding manner of taxability of services provided by an office of an organisation in one state to the office of that organisation in another state
9. Representataion seeking extension of time of 'comprehensive kara samadhana scheme 2019'
10. Request for extension of date of audit of co-operative societies due to floods and unforeseen monsoon
11. Memorandum seeking extension of due date for filing of income tax and gst returns due to floods and unforeseen monsoon



SPORTS & TALENT MEET

We had successful sports and talent meet event on 10th November 2019 & 24th November 2019. The indoor sports event & Talent show was held at KGS ground, Cubbon Park and Outdoor sports event was held at BEL Ground. The sports event was inaugurated by CA. Vinay Mruthyunjaya, Treasurer, Karnataka State Cricket Association. Indoor games included games such as shuttle badminton, lawn tennis, carrom, chess etc for CAs & their Family. Singing, Dance, drawing, etc. was part of the talent show and other events.

Outdoor event had sports event such as Cricket, Volleyball, Tug of war, Athletics etc. For the first time in the history of KSCAA, 21 Teams have participated in cricket tournament from all over Karnataka including from mofussil districts such as Hubli, Bagalkot etc. Cricket tournament on 24th November, 2019 was inaugurated by Sri. Adit Morzaria, Managing Director of KHT motors and CA. Maddanaswamy B V, Past President of KSCAA.

The event witnessed extraordinary sportsmanship from CAs and their family and amazing talent show as well.



LEADERSHIP & SKILL DEVELOPMENT

“Eloquent Professionals” - New initiative



26 Physical Meetings

20 Virtual Meetings

20+ Average Attendees

KSCAA ventured in setting up a new Committee which devised a unique initiative under the banner “Eloquent Professionals” to bridge the gaps in improving public speaking skills and to empower the professionals with a 360-degree positive learning experience to develop leadership skills. The forum was launched with the august presence of CA.Shiva Subramanyam, Past President, KSCAA. We have been consistent in holding meetings on a week on week basis. The meeting structure is based on Agora International Speakers model.

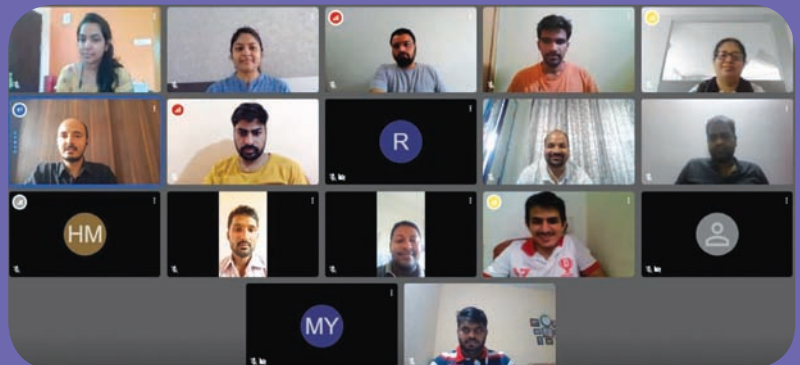
The duration of the meeting spans for around 2 hours with a welcome address. Followed by the Presidential address on the theme. The Master of Ceremonies spearheads the meeting in an elegant manner by handling various sessions viz. the prepared speech, pick and

prepared speeches are reviewed under the tutelage of experienced speakers as the speeches are based on the broad guidelines framed by globally recognized Speakers forum. Pick and speak session lets the butterfly out of your tummy to improve the impromptu speaking ability. The Evaluation session, headed by renowned evaluators, acts as a fulcrum to provide feedback on the entire session. They are assisted by timer, grammarian (notes

good and not so good use of grammar), ah-counter (checks on the fillers used) and listener (tests the listening ability of the participants). Best performers are rewarded with vouchers.

We have conducted special educational sessions that has benefited its members in better use of body language & voice modulation (Mr. Ramlal), speech building and importance of preparation (CA Chittur), Rhetoric and Logical fallacies (CA RajKumar, CA Sathish M, CA Shreehari, CA Pavitra, CA Yusuf Mohammed), speed reading (CA Siddesh) and social media for CAs (Mr. Himanshu Singh). Even during the lockdown, the Forum had adopted and embraced technology by conducting virtual meetings.

Mentors: CA. Shiva Subramanyam, CA Chittur Subramanyam, Mr. Lokesh S, Mr. Ramlal S, CA Raj Kumar Jayanth, CA Ravindranath N, CA B R Shetty, CA Sujatha G and many more.



ASSOCIATION'S SOCIAL RESPONSIBILITY TOWARDS

Relief Work during 2019 Floods



Nature's natural response to ever interfering human characters is the headwind it puts to many lives and risks the livelihood. The year 2019 saw a similar incident play by nature which destroyed the livelihood of people staying in the district of Belagavi, Shivamogga, Uttara Kannada, Dakshina Kannada, Bagalkot, Bijapur, Raichur and Other Malanad regions. KSCAA initiated a charity project to help the needy in these areas by calling upon the members to contribute towards the charity, either through monetary contribution or by providing relief material. We have contributed Rs. 4,15,000 to Shri Huchheshwara Higher school, (Kamathagi, Hunagunda Taluk, Bagalkote district) towards building toilet facilities for students which is affected by floods. As the saying by Annie Frank goes 'No one has ever become poor by giving', members response to the charity was overwhelming both in terms of monetary and non-Monetary contribution.

ASSOCIATION'S SOCIAL RESPONSIBILITY TOWARDS

Pledge-a-Meal and #Mission10KMeals

The world has changed substantially with COVID 19 and initial lockdown for around 40 days displaced the livelihood of many. While the lives were getting saved, the initial ramification to the poor and marginal was their challenge to daily bread. KSCAA through its Executive Committee members thought that it was its inbound duty to help and engage itself in the tuff hours of mankind. Living to the true Principles of Mahatma Gandhi, who once said "There are people in the world so hungry, that God cannot appear to them except in the form of bread", we decided to launch a charity work named 'Pledge-a-meal'.

This Initiative was for donors to 'Pledge-a-meal' by subscribing the pack of meals which KSCAA would distribute to needy and poor. The initial target of 5,000 meals was overwhelmingly subscribed, the pledge was raised to around 7,500 meals in total. On members demand, we had to rise our charity by naming it #mission10Kmeals and we were oversubscribed even in this mission. We concluded our service with more than **23,800 meals** during the first and second lockdown and the experience of this gesture was humble and great.



RECOGNISING OUR LEADERS



"Equity, Diversity and inclusion are Core Values of our Association, as we believe that as a Profession we must continue to support the creation of a more Equitable, Diverse and Inclusive Society."



NEW INITIATIVES



Eloquent Professionals
Launched



Webinars



Virtual EC Meetings



Social Responsibilities

1. Charity during Flood
2. 'Pledge-a-Meal' Initiative during COVID 19 Lockdown



Expanded
Sub-Committees

AUDITORS

The Present Auditors M/s. Sumant T Hegde & Associates, Chartered Accountants, Bengaluru, retire at the ensuing Annual General Meeting and have expressed their willingness to continue as auditors for the ensuing year.



AUDITOR

OBITUARY



Words may not suffice to express the heartfelt sorrow that we feel for the passing of CA. H.B.M. Murugesh, Past President, KSCAA. World has lost a great human being, Profession has lost a great professional, The Association has lost a great mentor.

Though he was President for the term 2002-03, the Association has been beneficiary of his time, efforts, guidance and support till his last breath, to say the least.

A good heart has stopped beating, but a heart that has touched so many lives can't help but live on in those it loved. Our collective hearts are heavy with sympathy at the loss of great life.

BECAUSE OF YOU

Thank you to everyone who contributed to the Karnataka State Chartered Accountants Association. Our government, corporate, foundation, and individual donors and contributors in different varieties are vital partners as we all work together to ensure that CAs serve as leaders in transforming communities. Your gift to KSCAA enables us to advance our strategic plan goals. Every CA is a hub of community engagement, innovation and continual learning, and you are a part of that. Thank you for your many valued contributions to KSCAA.

Associations & Branches

Bangalore Branch of SIRC of ICAI
FKCCI, Bangalore
Belgaum Branch of SIRC of ICAI
Bellary Branch of SIRC of ICAI
Hubli Branch of SIRC of ICAI
Mangalore Branch of SIRC of ICAI
Mysore Branch of SIRC of ICAI
Udupi Branch of SIRC of ICAI
Basavanagudi CPE Study Circle
Davangere CPE Chapter of SIRC of ICAI
Shimoga CPE Chapter of SIRC of ICAI
Bagalkot CPE Study Chapter of SIRC of ICAI
Bagalkot District Chartered Accountants Association
Belagavi District Chartered Accountants Association
Shivamoga District Chartered Accountants Association
Tumkur District Chartered Accountants Association
Davanagere District Chartered Accountants Association

Speakers

CA. V. Raghuraman	CA. Jatin Christopher
CA P R Suresh	CA. Venugopal Gella
CA. (Adv) Bimal Jain	CA. Cotha S Srinivas
CA. Banusekar T.	CA. Rani N.R.
Adv. Vikram Huilgol	Adv. M.G. Kodandaram
CA. Raghavendra T.N.	Mr. Mahadevan
CA. Naveen Khariwal	Gopalakrishnan
CA. Annapurna Kabra	Mr. Venkat Raman
CA. Hanish S	CA. Shriram S.S.
CA. Sandesh S Kutnikar	CA. Ganesh V. Shandage
CA. Praveen Kumar Gella	CA. Shivaprakash
CA. Saiprasad	Viraktamath
CA. K. Gururaj Acharya	CA. Shri Ramasubramanian
CA. Sanjay Dhariwal	CA. Krishna Upadhyay
CA. Dr. N. Suresh	CA. Prateek Marlecha

Donors

Sundaresh & Co.
Hiremath Somashekhar G
KPMS & Associates
GRSM & Associates
CA Nanjunda Poojary(Nanjunda & Co)
B.R.V Goud & Co.
NNR & Co.
Basavaraja & Dileep
CA. M P Mohan
Siddaiah & Ram
Rakchamps & Co.
Patil Kabbur & Associates
MSSV & Co.
CA. Sachitananda K
NSSV & Co.
CA. Cotha S Srinivas
CA. H.B.M. Muruges
CA. Rahavendra Puranik
CA. Raghavendra Shetty
CA. Subramanya Bhat
Manohar Choudary & Associates
CA. I S Prasad
CA. Raveendra Kore
CA. P Tukaram Rai
CA. Chinnappa
CA. Umesha Shetty
CA. Vishwas Shetty T.
CA. Krithik H.
CA. Ravindranath K.
CA. Vijay Shetty
CA. Pampanna B E
CA. Raghavendra M N
CA. Ashwin Shetty
CA. Raviraj Shetty

Article Writers

CA S. Krishnaswamy
CA Madhukar N Hiregange
CA Mahadev R
CA K.Gururaj Acharya
CA Raghavendra C R
CA Bhanu Murthy J S
CA Annapurna D Kabra
CA V. Pattabhi Ram
CA Vinayak Pai V
CA Prakash Hegde
CA Shiva Subramanyam A.B.
CA Vikash Suresh
Adv. M.G.Kodandaram
Adv. Sandeep Huilgol
Adv. Abhishek Sharma P
CA Sandeep Jhunjunwala
CA G. B. Srikanth Acharya
CA Neha Agarwal
CA Anju Mary Peter
CA Geetha Ranganathan
Mr. Tilak Ramesh Agarwal
CA Arshita Khetan
CA Nikhilesh Cacarla
CA Sachin Deshpande
CA Prabhava Hegde
CA Prateek Marlecha
CA Sachin.SD
CA Shreehari Ullody

Sponsors

Intuit India Software Solutions Private limited
Embassy Property Development Ltd.
The Karnataka State Co-operative Apex Bank Ltd
Lakshmi Vilas Bank Limited
Tally Solutions Pvt Ltd
Trendy Wood and Metal Private Limited
State Bank of India
Andromeda Sales & Distribution Private Limited
Rupeeboss Financial Services Private Limited
Kotak Mahindra Bank Limited
Taxmann Allied Services Private Ltd.,
Sprism Investment Services Pvt. Ltd.,
VIS Networks Private Limited
Basaveshwara Veershaiva Vidyavardhaka Sangha
Bilur Gurubasav Co-op Society, Bagalkot
Kuntoji Multi Speciality Hospital
N R Hadimani
Srinidhi Catering Services
Shri Shirdi Sai Shikshana Samithi
Bagalkot Dist. State Govt. Employees Co-op. Society
Pallavi Agro Enterprises
Prabhu Trading Corporation
Bagalkot District Central Co-op. bank
Krishna Bhagya Jal Nigam Limited
Can Fin Homes Ltd.,
Ashirvad Pipes Pvt. Ltd.,
Webtell Electrosoft Pvt. Ltd.,
KHT Motors
Srinidhi Catering Services
Punjab National Bank
LIC Housing Finance
Indygo Software Systems Private Limited
Relyon Softech Limited
Defmacro Software Private Limited (Clear Tax)
Greytip Software Private Limited
Superseva Service Private Limited
Innokaiz India Private Limited
RBL Bank Limited
Ranjitha Babu
Shree Durga Construction
Diqc Tech Private Limited
Fish & Dish
Hotel Samrat
Prathibha Jewellers
Samyuktha Electro Controls Private Limited
Karnataka Road Development Corporation Limited
Superpacks
Karnataka Education Trust
Universal Developers
Vibgyor Consultants
Vijipower Transformers Private Limited
K.Gopal Shetty, Hotel Udupi Upahar
Raaj Ply (A premium Product of Raajlaxmi Wood Industries)
Anand Shetty Hiriadka - Agency Partner Kotak
Mahinda Life Insurance
Manjunath V - Bajaj Alliance Life Insurance
IDFC First Bank
Fourth Dimension Wealth Management Services
Wealth Lab Private Limited
Chariot World Tours
Equitas Bank

INDEPENDENT AUDITOR'S REPORT

To,

**The Members of
Karnataka State Chartered Accountants Association**

Opinion

We have audited the Financial Statements of **M/s Karnataka State Chartered Accountants Association (KSCAA) ("the Association")**, which comprise the Balance Sheet as at 31st March 2020, the Income and Expenditure Account for the year ended on that date, and a summary of significant accounting policies and other explanatory information annexed thereto.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements read with the schedules and notes thereto, are prepared in all material respects, in accordance with the Karnataka Societies Registration Act, 1960 and give a true and fair view of the State of Affairs of the Association as at 31st March 2020 and its surplus for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Association in accordance with the *Code of Ethics issued by ICAI* and we have fulfilled our other ethical responsibilities in accordance with the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Executive Committee of Members of **Karnataka State Chartered Accountants Association** is responsible for the preparation of these financial statements that give a true and fair view in accordance with requirements of Karnataka Societies Registration Act, 1960 and generally accepted accounting principles and to provide for such internal controls as the Executive Committee determines it necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Executive Committee is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Executive Committee either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance

with the Standards on Auditing (SAs) issued by the *Institute of Chartered Accountants of India* will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of the Association's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Committee.
- Conclude on the appropriateness of the Executive Committee's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or if such disclosures are inadequate to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Sumant T Hegde & Associates

Chartered Accountants

FRN 020649S

Sd/-

CA. Sumant T Hegde

Proprietor

MN. 243620

UDIN: 20243620AAAAF5194

Date: 4th July 2020

Place: Bengaluru

BALANCE SHEET

AS AT 31 MARCH 2020

PARTICULARS	SCHEDULE NUMBERS	AS AT 31 MARCH 2020 RUPEES	AS AT 31 MARCH 2019 RUPEES
SOURCES OF FUNDS			
Corpus Fund	1	36,75,672	34,93,672
General Fund	2	1,67,17,094	1,55,50,538
Restricted and Other Funds	3	36,85,449	36,70,532
		2,40,78,215	2,27,14,742
APPLICATION OF FUNDS			
Fixed Assets	4	26,64,933	24,74,482
Investments	5	1,83,52,953	1,89,25,239
Current Assets, Loans and Advances			
(a) Stock of Publications and Materials	6	2,41,484	1,77,462
(b) Receivables	7	15,22,770	3,24,150
(c) Cash and Bank Balances	8	19,66,081	2,56,317
(d) Loans and Advances	9	12,87,074	10,08,220
		50,17,409	17,66,149
Less: Current Liabilities and Provisions	10	19,57,080	4,51,128
Net Current Assets		30,60,329	13,15,021
		2,40,78,215	2,27,14,742

Significant Accounting Policies and Notes to Accounts 18

Schedules 1 to 18 form an integral part of the Accounts

As per our report of even date
Sumant T Hegde & Associates
 Chartered Accountants
 FRN :020649S

For and on behalf of the Executive Committee of
Karnataka State Chartered Accountants Association®

Sd/-
CA. Sumant T Hegde
 Proprietor
 M.No:243620
 UDIN :20243620AAAAAF5194

Sd/-
CA. Chandrashekara Shetty
 President

Sd/-
CA. Chandan Kumar Hegde
 Secretary

Date: 4th July 2020
 Place: Bengaluru

Sd/-
CA. Sujatha G
 Treasurer

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2020

PARTICULARS	SCHEDULE NUMBERS	YEAR ENDED 31 MARCH 2020 RUPEES	YEAR ENDED 31 MARCH 2019 RUPEES
A. INCOMES			
Conference, Seminars and Meetings	11	75,67,084	65,71,638
Interest Income	12	14,12,767	10,30,742
Other Income	13	3,94,213	5,73,114
	A	93,74,064	81,75,493
B. EXPENDITURE			
Conference, Seminars and Meetings	14	54,60,822	48,40,045
Bulletins and Publications	15	9,77,670	9,21,682
Administrative Expenses	16	11,05,958	6,86,776
Other Expenses	17	5,28,135	4,92,588
Depreciation	4	1,34,924	1,16,670
	B	82,07,509	70,57,760
C. SURPLUS FOR THE YEAR BEFORE PRIOR PERIOD ITEMS (A-B)		11,66,555	11,17,733
D. PRIOR PERIOD ITEM- EXPENSE		-	-
E. NET SURPLUS TRANSFERRED TO GENERAL FUND(C-D)		11,66,555	11,17,733
Significant Accounting Policies and Notes To Accounts	18		

Schedules 1 to 18 form an integral part of the Accounts

As per our report of even date
Sumant T Hegde & Associates
 Chartered Accountants
 FRN :0206495

Sd/-
CA. Sumant T Hegde
 Proprietor
 M.No:243620
 UDIN :20243620AAAAAF5194

Date: 4th July 2020
 Place: Bengaluru

For and on behalf of the Executive Committee of
Karnataka State Chartered Accountants Association®

Sd/-
CA. Chandrashekara Shetty
 President

Sd/-
CA. Sujatha G
 Treasurer

Sd/-
CA. Chandan Kumar Hegde
 Secretary

SCHEDULES FORMING PART OF ACCOUNTS

AS AT 31 MARCH 2020

PARTICULARS	AS AT 31 MARCH 2020 RUPEES	AS AT 31 MARCH 2019 RUPEES
1 CORPUS FUND		
Opening Balance	34,93,672	31,61,672
Add: Life Membership Fee received during the year	1,82,000	3,32,000
	36,75,672	34,93,672
2 GENERAL FUND		
Opening Balance	1,55,50,538	1,44,32,805
Add : Surplus for the year	11,66,555	11,17,733
	1,67,17,094	1,55,50,538
5 INVESTMENTS		
<u>TERM DEPOSITS WITH:</u>		
Andhra Bank	5,19,958	5,07,311
Lakshmi Vilas Bank	1,62,16,453	1,68,00,000
Saraswat Bank	15,46,103	15,32,556
<u>ACCRUED INTEREST ON TERM DEPOSITS WITH:</u>		
Andhra Bank	-	8,190
Lakshmi Vilas Bank	58,001	53,701
Saraswat Bank	12,438	23,481
	1,83,52,953	1,89,25,239
6 STOCK OF PUBLICATIONS AND MATERIALS		
(Valued at lower of cost or net realisable value)		
KSCAA Publications	2,07,611	1,52,750
Other Materials	33,873	24,712
	2,41,484	1,77,462
7 RECEIVABLES		
Receivables	15,22,770	3,24,150
	15,22,770	3,24,150
8 CASH AND BANK BALANCES		
Cash on hand	62,616	9,863
Andhra Bank SB Account-6886	1,16,551	1,16,143
Canara Bank SB Account	4,514	4,514
Andhra Bank SB Account-6887	10,45,446	90,345
Lakshmi Vilas Bank Current Account	7,36,954	35,452
	19,66,081	2,56,317

SCHEDULES FORMING PART OF ACCOUNTS

AS AT 31 MARCH 2020

PARTICULARS	AS AT 31 MARCH 2020 RUPEES	AS AT 31 MARCH 2019 RUPEES
9 LOANS AND ADVANCES		
<i>DEPOSITS</i>		
Telephone Deposit	2,000	2,000
Electricity Deposit	26,110	26,110
Postal Department	475	475
Rental Deposit	3,65,000	65,000
GST Input Tax	-	2,09,225
A	3,93,585	3,02,810
<i>OTHERS</i>		
TDS 12-13	57,351	57,351
TDS 13-14	43,004	43,004
TDS 14-15	1,38,579	1,38,579
TDS 16-17	1,30,790	1,30,790
TDS 17-18	1,57,353	1,57,353
TDS 18-19	1,80,734	1,78,334
TDS 19-20	1,85,678	-
B	8,93,489	7,05,411
A+B	12,87,074	10,08,220
10 CURRENT LIABILITIES AND PROVISIONS		
<i>CURRENT LIABILITIES</i>		
Audit Fees Payable	31,500	30,000
Outstanding Liabilities	15,95,237	1,40,785
A	16,26,737	1,70,785
<i>PROVISIONS</i>		
Miscellaneous Provisions	3,30,343	2,80,343
B	3,30,343	2,80,343
A+B	19,57,080	4,51,128

SCHEDULES FORMING PART OF ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2020

PARTICULARS	AS AT 31 MARCH 2020 RUPEES	AS AT 31 MARCH 2019 RUPEES
11 INCOME FROM CONFERENCE, SEMINARS AND MEETINGS		
Annual Conference	59,32,656	48,95,697
Meetings, Seminars, Workshops, Sports & Cultural and Other Programs	16,34,429	16,75,941
	75,67,084	65,71,638
12 INTEREST INCOME		
Interest on Bank Term Deposits	14,48,416	10,58,507
Less: Transferred to Restricted fund	59,219	55,273
	13,89,197	10,03,234
Add: Interest on Saving Bank Accounts	23,570	27,508
	14,12,767	10,30,742
13 OTHER INCOME		
Admission Fees	36,200	33,400
Annual Membership Fees	-	500
Miscellaneous Income	6,807	12,086
Sale of Publications	70,488	30,418
Advertisement in News Bulletins	2,80,718	4,96,710
	3,94,213	5,73,114
14 CONFERENCE, SEMINARS AND MEETINGS EXPENSES		
Annual Conference Expenses	45,13,417	33,14,675
Add: Decrease/ (increase) in Stock of Materials	(9,161)	(26,763)
Add: Decrease/(Increase) in Publications	(54,861)	95,507
A	44,49,395	33,83,419
Meetings, Seminars, Workshops, Sports & Cultural and Other Programs	10,11,427	14,56,626
A+B	54,60,822	48,40,045
15 BULLETINS AND PUBLICATIONS		
Printing Charges of News Bulletins	9,77,670	9,21,682
	9,77,670	9,21,682

SCHEDULES FORMING PART OF ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2020

PARTICULARS	AS AT 31 MARCH 2020 RUPEES	AS AT 31 MARCH 2019 RUPEES
16 ADMINISTRATIVE EXPENSES		
Salaries and Bonus	5,43,323	4,35,832
Staff Welfare Expenses	16,032	16,172
Electricity Charges	18,743	21,543
Rent	2,70,000	-
Water Charges	5,720	1,400
Telephone and Internet Charges	23,610	21,222
Postage and Courier Charges	20,331	21,680
Printing and Stationery	47,164	71,421
Audit Fees	35,000	30,000
Annual General Meeting Expenses	1,26,035	67,506
	11,05,958	6,86,776
17 OTHER EXPENSES		
Subscription and Membership Expenses	4,000	4,000
Pooja Expenses	41,216	3,860
Office Maintenance Expenses	29,895	14,910
Repairs and Maintenance Expenses	14,659	29,220
Bank Charges	4,498	1,522
Website Charges	41,524	81,945
Miscellaneous Expenses	16,625	14,793
Logo registration	33,000	-
Locker Rent	2,124	2,124
Rates and Taxes	20,345	15,674
Property Tax	50,000	50,000
Email and SMS Charges	1,76,633	1,71,376
Commission on Online Payment Services	52,807	62,751
Executive Committee Meeting Expenses	10,810	10,413
Professional Lounge Maintenance Expenses	30,000	30,000
	5,28,135	4,92,588

SCHEDULES FORMING PART OF ACCOUNTS

AS AT 31 MARCH 2020

SCHEDULE - 3 RESTRICTED AND OTHER FUNDS

(IN RUPEES)

PARTICULARS		BALANCES AS ON 1 APRIL 2019	RECEIPTS DURING THE YEAR	ADD TRANSFERRED DURING THE YEAR	LESS UTILISED/ TRANSFERRED	BALANCES AS ON 31 MARCH 2020
A	<u>RESTRICTED FUNDS</u>					
	Endowment Fund	70,000	-	-	-	70,000
	Late S. Narayanan's Memorial Prize Award Account	1,00,000	-	-	-	1,00,000
	Professional Development Fund	5,06,488	-	-	-	5,06,488
	Student Welfare Fund	1,13,102	-	-	-	1,13,102
	A	7,89,590	-	-	-	7,89,590
B	<u>ACTIVITY FUNDS</u>					
	Endowment Fund	29,725	-	5,250		34,975
	Late S. Narayanan's Memorial Prize Award Account	98,552	-	7,500		1,06,052
	Professional Development Fund	14,446		37,987	42,413	10,020
	Student Welfare Fund	29,355		8,483	1,890	35,948
	Legal Fund	2,87,268		-	-	2,87,268
	B	4,59,346	-	59,219	44,303	4,74,263
C	<u>UTILISED FUNDS</u>					
	Library Fund	1,44,360	-	-	-	1,44,360
	Permanent Project	2,47,500	-	-	-	2,47,500
	Buidling Fund	50,000	-	-	-	50,000
	S. Amaralal Golden Jubilee Hall Fund	2,50,000	-	-	-	2,50,000
	Professional Lounge Fund	2,29,736	-	-	-	2,29,736
	Golden Jubilee Project Fund	15,00,000	-	-	-	15,00,000
	C	24,21,596	-	-	-	24,21,596
	GRAND TOTAL (A+B+C)	36,70,532	-	59,219	44,303	36,85,449
	PREVIOUS YEAR	36,49,842	10,000	55,273	44,583	36,70,532

SCHEDULES FORMING PART OF ACCOUNTS

AS AT 31 MARCH 2020

SCHEDULE 4

FIXED ASSETS

PARTICULARS	GROSS BLOCK AS ON 1 APRIL 2019 Rs.	ADDITIONS MORE THAN 180 DAYS Rs.	ADDITIONS LESS THAN 180 DAYS Rs.	DELE- TIONS Rs.	GROSS BLOCK AS ON 31 MARCH 2020 Rs.	ACCUMULATED DEPRECIATION AS ON 1 APRIL 2019 Rs.	RATE % Rs.	DEPRECI- TION FOR THE YEAR Rs.	ACCUMULATED DEPRECIATION AS ON 31 MARCH 2020 Rs.	WDV AS ON 31 MARCH 2020 Rs.	WDV AS ON 31 MARCH 2019 Rs.
IMMOVABLE PROPERTIES											
Land at Harohally Industrial Area	16,94,630	25,000	-	-	17,19,630	-	-	-	-	17,19,630	16,94,630
Office Building	7,80,288	-	-	-	7,80,288	6,13,368	10%	16,692	6,30,060	1,50,228	1,66,920
Office Building on Leasehold Premises	-	37,800	-	-	37,800	-	-	12,600	12,600	25,200	-
OTHER ASSETS											
Furniture and Fixtures	10,94,739	2,62,575	-	-	13,57,314	6,29,485	10%	72,783	7,02,268	6,55,046	4,65,254
Library Books	94,018	-	-	-	94,018	93,996	40%	9	94,005	13	22
Computer, Printers & Software	2,09,054	-	-	-	2,09,054	1,66,286	40%	17,107	1,83,393	25,661	42,768
Office Equipments	4,16,011	-	-	-	4,16,011	3,11,126	15%	15,733	3,26,859	89,152	1,04,885
Assets not in use	759	-	-	-	759	756	-	-	756	3	3
TOTAL	42,89,499	3,25,375	-	-	46,14,874	18,15,017		1,34,924	19,49,941	26,64,933	24,74,482
PREVIOUS YEAR	41,55,029	1,27,580	6,890	-	42,89,499	16,98,347		1,16,670	18,15,017	24,74,482	24,56,682

SCHEDULES FORMING PART OF ACCOUNTS

AS AT 31 MARCH 2020

SCHEDULE-18

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS:

Overview

Karnataka State Chartered Accountants Association is registered in the year 1957 under the Karnataka Societies Registration Act No. III of 1904 vide No.1710/57-58 dated 07.12.1957 and subsequently amendments were made under the Karnataka Societies Registration Act 1960.

It is registered under Section 12A (a) of the Income Tax Act, 1961, vide no. Trust/718/10A Vol.AII/K.503/90-91/ CIT II dated 10.12.1990

The main objects, inter alia, are to encourage friendly feeling and unanimity among the members and to provide for opportunities for interaction among the members, the acquisition and dissemination of knowledge connected with the profession and also to promote and protect the mutual interests of the members.

Governance

The Executive Committee has the overall responsibility for the general control, administration and management of the activities of the Association. The responsibility is joint and several. The internal control system in operation provides reasonable assurance against errors and frauds.

SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation of Financial Statements

The financial statements are prepared and presented under the historical cost convention on the accrual basis of accounting, unless otherwise stated elsewhere.

1. Revenue Recognition

- a. Life Membership Fees received is credited to Corpus Fund. This practice has been followed by the Association consistently from the past.
- b. Income from conferences, seminars, workshops and sports and cultural programs are recognized as income as and when conferences, seminars,

workshops and sports and cultural programs are organized and held.

- c. Admission Fee charged is recognized as income in the year of receipt.
- d. Ordinary Membership fee received is recognized as income in the year of receipt.
- e. Interest on Term Deposits held as investments is recognized on accrual basis.
- f. Income from Sale of publications is recognized as income as and when the publications are sold.
- g. Income from advertisement in bulletins is recognized as income as and when the advertisements are published in the bulletins.
- h. Interest on tax refunds is accounted on receipt basis.

2. Expenses

All expenses are accounted on accrual basis to the extent they are ascertained for the period.

3. Allocation/Transfers to Restricted Funds

- a. The Association has a policy to allocate/transfer interest to Restricted Fund Accounts to recognize the interest attributable to those Funds.
- b. Allocation/Transfer of interest to Restricted Fund is made on the basis of proportionate interest attributable to the balance standing in the respective Fund account as at the end of the year.
- c. On such allocation/ transfer of interest to the Funds, specific expenses related to such Funds are appropriated to the extent of balance available in that respective activity fund.
- d. The practice to allocate/ transfer interest and expenses to the Restricted Funds has been consistently followed by the Association from the past.

4. Prior Period Items

Prior period items, being any income or expense, which has arisen in the current period as a result

of errors or omissions in the preparation of the financial statements of one or more prior periods, are recognized as and when they are noticed and are shown separately.

5. Fixed Assets

The fixed assets which are held for use for administrative purposes and which are expected to be used for more than a period of twelve months have been capitalized at acquisition cost, with all identifiable expenditure incurred to make the asset fit for use. These assets are stated at cost less depreciation to date.

And also, the cost of an item of fixed asset is recognized as an asset if, and only if:

- (a) it is probable that future economic benefits associated with the item will flow to the enterprise; and
- (b) the cost of the item can be measured reliably.

6. Depreciation

Depreciation has been provided on the fixed assets except land on Written Down Value basis in accordance with the rates prescribed under Income Tax Act, 1961.

7. Inventory

The Association has a policy to value the stock of publications and other materials at lower of cost or net realizable value.

8. Investments

The current investments are valued at lower of the cost or fair value, whereas the long-term investments are carried at cost unless and otherwise there is permanent diminution in the value of the investment.

9. Income Tax

The Association is registered under Section 12A (a) of the Income Tax Act, 1961. The provision for Income Tax is recognized according to the provisions of section 11 and 12 of the Income Tax Act, 1961.

10. Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date. If there is any indication of impairment based on internal/external factors, an impairment loss is recognized wherever the carrying

amount of an asset exceed its recoverable amount.

A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

11. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized when the Association has present obligation as a result of past event; it is probable that an outflow of resources will be required to settle obligations, in respect of which a reliable estimate can be made.

Contingent Liabilities, if any, not provided for are disclosed by way of Notes. Contingent Assets are neither recognized nor disclosed.

Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

NOTES FORMING PART OF ACCOUNTS AS ON 31 MARCH 2020

1. The balances as reflected in the Balance Sheet as at 31st March, 2020 of Receivables, Payables, Loans and Advances and Deposits, are subject to confirmation and subject to any adjustments and reconciliation after confirmation.
2. In the opinion of the Executive Committee, the amounts shown in the Balance Sheet are reflected at their realizable values, unless stated otherwise.
3. The Karnataka Industrial Areas Development Board (KIADB) has allotted Plot No.32-C, measuring 2703 sq.mts at Harohalli Industrial Area, 1st Phase, Kanakapura Taluk, Bengaluru. KIADB has issued the Possession Certificate vide No.IADB/16904/DO-1/812/2009-10, dated 22.08.2009. During the year we have carried out the activity of cleaning up and levelling of our site. We found that the dimension mentioned in existing possession certificate was different from what was available on the site. On resurvey conducted by the KIADB, we were provided with new dimension differing from existing possession certificate. The Association is liaising with KIADB

for new possession certificate and registration of Lease cum Sale Deed. The Land allotted and the improvement carried on during the year has been capitalized.

4. Investments includes investment of Restricted Funds amounting to Rs.7,89,590/- (FY 2018-19, Rs.7,89,590/-)
5. Miscellaneous Provisions:

Property Tax Payable

Particulars	Amount
Opening Balance of Property Tax Payable	2,80,343
Add: Provision Made During the Year 19-20	50,000
Closing Balance of Property Tax Payable	3,30,343

The provision for Property Tax for the year has been created based on the Show Cause Notice issued by the BBMP for the arrears.

6. The Association is registered under Section 12A (a) of the Income Tax Act, 1961. During the year the Association's accumulated income is in excess of 15%, has been deposited as per the provisions of section 11(2) of the Income Tax Act, 1961 and to be informed to the Income Tax Authorities by the Association in the prescribed format; hence no provision has been made towards income tax.
7. Audit Fees for the year is Rs. 35,000/- (Previous Year Rs. 30,000/-).
8. Figures have been rounded off to nearest rupee value.
9. Previous year figures have been regrouped / rearranged to be in conformity with the current year's presentation.

As per our report of even date
Sumant T Hegde & Associates
 Chartered Accountants
 FRN :0206495

For and on behalf of the Executive Committee of
Karnataka State Chartered Accountants Association®

Sd/-
CA. Sumant T Hegde
 Proprietor
 M.No:243620
 UDIN :20243620AAAAAF5194

Sd/-
CA. Chandrashekara Shetty
 President

Sd/-
CA. Chandan Kumar Hegde
 Secretary

Date: 4th July 2020
 Place: Bengaluru

Sd/-
CA. Sujatha G
 Treasurer

NOTE

We request you to send in your queries if any, on the Audited Financial Statements for the year ended 31-03-2020, on or before 13th August, 2020 to the Association address either by normal post or by e-mail.

e-mail : president@kscaa.com; info@kscaa.com

KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

No. 67, 1st Floor, 2nd Stage, West of Chord Road, Mahalaxmipuram, Below Rajajinagar Metro Station,
 Bengaluru-560 086 • Phone 080 2955 2155 • info@kscaa.com • www.kscaa.com



KARNATAKA STATE CHARTERED ACCOUNTANTS ASSOCIATION (R)

No. 67, 1st Floor, 2nd Stage, West of Chord Road, Mahalaxmipuram, Below Rajajinagar Metro Station,
Bengaluru-560 086 • Phone 080 2955 2155 • info@kscaa.com • www.kscaa.com

NOMINATION FORM

The Secretary,

Karnataka State Chartered Accountants Association,

No. 67, 1st Floor, 2nd Stage, West of Chord Road, Mahalaxmipuram,
Below Rajajinagar Metro Station, Bengaluru - 560 086.

Dear Sir,

I wish to contest as a candidate for election to the Executive Committee of the Association for the year 2020-21 to be held during the 47th Annual General Meeting on Thursday, the 27th of August, 2020.

Yours faithfully,

(Signature of the Candidate)

Name:

Telephone No:

KSCAA Membership No.:

Mobile No.:

Address:

Email ID:

Proposer's Name :

Proposer's Signature:

Address:

KSCAA Membership No.:

Secunder's Name :

Secunder's Signature:

Address:

KSCAA Membership No.:

NOTES:

- Members who wish to send their nominations for the Executive Committee are required to submit the duly filled and signed Nomination Form at the Association Office or by sending signed scanned copy by an email to info@kscaa.com.
- Last date for submission of nomination: **Before 5.00 pm on Saturday, 8th August, 2020**
- Last date of withdrawal of the nominations: **Before 5.00 pm on Friday, 14th August, 2020**
- Announcement of final list of candidates contesting for election: **At 6.00 pm on Friday, 14th August, 2020**
- The Final list of the Candidates shall also be uploaded on our website www.kscaa.com