



FSIA E-circular dt July 9, 2007



Rajive Chawla
President, FSIA



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Hony Consultant, FSIA

Dear Members,

1. A Warm Farewell of Municipal Commissioner Mr M. S. Sehrawat, was held on the July 07, 2007, at a beautifully decorated Gymkhana Club, Sector-21, Faridabad. The members, and members of the press attended it in great numbers.
 - a. **Mr Rajiv Chawla** thanked Mr Sehrawat, for his vision, CEO-like attitude and go-getter result orientation.
 - b. **Mr K C Lakhani**, Patron of the FSIA , and Chairman Lakhani Group, remembered the requests they made to the MCF commissioner and how they were quickly met, economically, efficiently, and effectively.
 - c. **Mr Kathuria of Venus Industries** Group, looked back on the development of last few years as a virtual change of trajectory of a Airplane. Now we are all moving ahead.
 - d. **Mr Sehrawat** , looked back upon his tenure of 2 years at Faridabad with a feeling of satisfaction. He said, that now Rs. 2600 Crores of plans have been sanctioned for the RENEWAL of Faridabad city. He expressed his full faith that his successors will continue the Growth trajectory of the Faridabad City. The Government has arisen to the power of the Faridabad. And now nobody can stop the progress of Faridabad.

2. July 2007 events

| July Events | Date |
|---|------------|
| Excise and Service Tax for the month of June 07 | 05/07/2007 |
| Deposit of TDS/TCS in Bank for the month of June 07 | 07/07/2007 |
| TDS Return ----for Quarter ending June 30 | 15/07/2007 |
| TCS Return ----for Quarter ending June 30 | 15/07/2007 |
| EPF pymt to bank for June 07 (incl 5 days grace) | 20/07/2007 |
| ESI pymt to bank for June 07 | 21/07/2007 |
| Income Tax returns for Individuals, Firms (and all non-audit cases) | 31/07/2007 |
| Wealth Tax returns for Individuals, Firms (and all non-audit cases) | 31/07/2007 |
| Fringe Benefit Tax returns for Individuals, Firms (and all non-audit cases) | 31/07/2007 |



3. TDS returns Checklist

Your TDS returns for FY06-07 , must have gone recently, Now just instruct your staff to see that they have followed the following Checklist (for past and for future)

This is what, we as FSIA consultants, follow for our own clients.

And your next ETDS return in due within next 3 weeks. So, the following questionnaire-cum-checklist will help you get better results

Name, TAN and Address

- a) Taken print from www.incometaxindia.com for the correct TAN and address
- b) Seen that there is no other TAN of this person
- c) Name and Address is exact same as that in the website

Challan ?

- a have the copy of the challans ?
- b seen the challans on the website correct date, BSR and amount ?
- c correct date required (same as website)
- d (sometimes the BSR is not clear) - pls fill up properly (in case of doubt, see website)
www.tin-nsdl.com

Deductee detail - name

- a Do not use Mr / Mrs / Smt / Shri / M/s.
- b Names in CAPITALS only
- c Address, in separate line, and full
- d do not repeat address lines like " sector , faridabad "

Deductee detail - name

- a Rate must be as per LAW
- b Rate if wrong, check, ask, get him to pay additional
- c edu cess in all cases all types
- d interest on late pymnt remmeber to calculate and check
- e do not do mixup

TDS certificates

- a Made TDS certificates
- b Sign on the TDS certificate
- c Correct date (29 april on the TDS certificates) - except if the TDS pymt is after 29/4
- d Given TDS certificates to the vendors (direct post) / customer ?
office copy of the TDS certificate - put in file or not ?

set of docs for the CD

- a Made CD
- b copied all relevant files in the CD
- c Made 27A form
- d Printed the FVU form

Office copy set



- a TAN printout from the website
- bChallan status printout from the website
- cForm 26 Q - (the HTML generated by the Taxmann can be printed)
- dForm 27A
- eForm 26 Q -challan summary (the HTML generated by the Taxmann can be printed)
- f Form 26 Q -each challan deductee wise breakup (HTML print)
- gTDS PAN Statistics (HTML printout)
- hFVU-TDS statement (HTML printout)
- I Challan. Copy
- j TDS ledger account from the Tally / Finsys
- k TDS Certificate copy

Service Tax Registration : Rental of Commercial Property

1. when is this applicable ?
 - a. If you are renting a immovable property, for use in course of or furtherance of Business or Commerce.
 - b. with a Rent of over Rs, 8 Lac p.a
 - c. approx Rs. 66666 p.m. or more
2. Then, what ?
 - a. Ask your landlord to get registered in Service Tax
3. what will he do ?
 - a. He will have to issue a Service Tax bill, every month
4. What do I have to do ?
 - a. And you will give him Extra Rent (for service tax + Edu Cess + She Cess)
 - b. Effective Rate = $12\% + 2\% + 1\% = 12.36\%$ of the rental value.
 - c. Also remember,
5. **Modvat ?**
 - a. Yes
 - b. If you are a Excisable factory, or a Registered Service Tax payer,
 - c. You will get the MODVAT of this Service tax on Rent.
6. **What if I took it for Trading / Showroom / Retail Shop in a Mall etc?**
 - a. If you are running a office / Retail shop etc, you will usually not be registered in Excise or Service Tax
 - b. So, either you or your landlord has to pay this from pocket (NO MODVAT)
7. My Rent was all inclusive / My rent deed is silent on this matter
 - a. If your rent was all-inclusive → you have to discuss and settle it out.
 - b. That landlord poor man , will not be able to give this service tax from his own pocket.
 - c. And what about you ? Of course, you will not like to pay this either.
 - d. Common, settle it out
8. Exclusions ?
 - a. Residential properties - Excluded
 - b. Religious bodies both as landlord and tenant = excluded
 - c. Vacant Plot = excluded
9. **From when ?**



a. 1st June 2007

10. What to do ?

- a. Get yourself registered with the Service Tax Dept
- b. In Delhi Service Tax dept is at CGO Complex , near Nehru Stadium, Lodhi Road, New Delhi
- c. In Faridabad, Service Tax dept is at CGO Complex , NH-4, Faridabad

For queries, suggestions and feedback , you can e-mail us at :

| | | |
|--|---|--|
| | <p>Sangeet Kumar Gupta FCA, ICWA, PGDMM, B.Com(Hons) Honorary Consultant, Faridabad Small Industries Association 93126-08426 groupmlg@eth.net Camp Off : 63, Sector-15, Faridabad FSIA Off : FSIA Park, Opp. Plot No.23, Sector- 24, Faridabad- 121005</p> | |
|--|---|--|

Subscription

Please send your details, and request e-mail to groupmlg@eth.net

for Discontinuation of this E-mail

To discontinue receipt of e-mails from the ar, please reply mentioning "Discontinue" in the Subject.

Notes & disclaimer

For private circulation. Intended for recipient only. This is only for personal information of the members. Based on information & interpretations available as on Monday, July 09, 2007. Please contact your Consultant / Chartered Accountant / counsel for his final opinion, if deemed fit.

Advt.

Some screens from the Finsys ERP - the Largest selling and "successful" ERP , in Faridabad.

Welcome to Finsys : AKITO KOWA INDIA LIMITED : (01/04/2006 To 31/03/2007) User : S (00)

- Engineering & Planning
- Purchase & Procurement
- Inventory Management
- Quality Inspection
- Manufacturing
- Sales & Marketing
- Excise & Sales Tax
- Finance
- H.R.M System(Payroll)
- System Admin
- MIS For M.D.
- Costing Reports
- Exit

Branch: LUMAX PLANT II

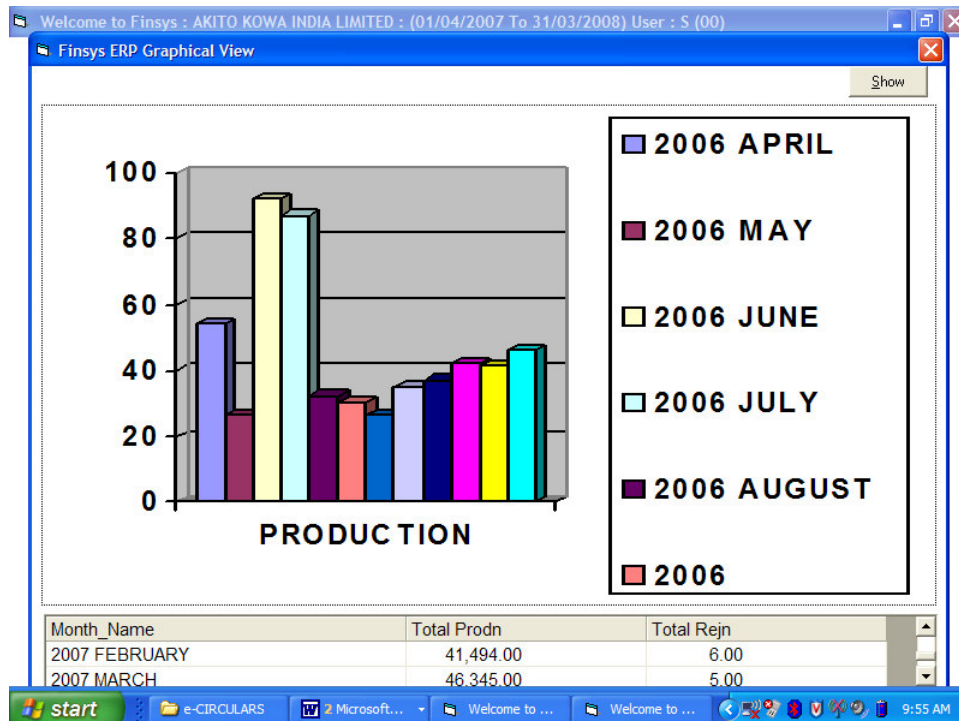
ERP User's
 Continous Monitoring 495 New Events(s)! [Click To See !](#)

Finsys Live ! : (09/07/07) , 0 Purchase Orders Made , 16 P.O. Pending Approval, 0 Sales Orders Made

start e-CIRCULARS Microsoft Word f... Welcome to Finsys : ... 10:02 AM



Production Charts– Budget v/s Actual



The above shown is the Actual Data of Production...and helps monitor the trends, (100% Automatically made, can be e-mailed and printed too).

| Total. | Stage Name | Stage | Stage Name | WIP | Total Que | Plan D 1 | Cum 1 | Plan D 2 | Cum 2 |
|--------|-----------------|-------|-----------------|-----|-----------|----------|-------|----------|-------|
| 100 | ASSEMBLY | 02 | ASSEMBLY | | 100 | 100 | 100 | 0 | 100 |
| 100 | TIG WELDING | 03 | TIG WELDING | | 100 | 100 | 100 | 0 | 100 |
| 100 | FURNACE BRAZING | 04 | FURNACE BRAZING | | 100 | 100 | 100 | 0 | 100 |
| 100 | LEAK CHECK | 06 | LEAK CHECK | | 100 | 100 | 100 | 0 | 100 |
| 100 | PAINTING | 09 | PAINTING | | 100 | 100 | 100 | 0 | 100 |
| 95 | FINISHING | 10 | FINISHING | | 95 | 95 | 95 | 0 | 95 |
| 95 | PACKING | 13 | PACKING | | 95 | 95 | 95 | 0 | 95 |
| 95 | BOND | 14 | BOND | | 95 | 95 | 95 | 0 | 95 |
| 25000 | DESPATCH | 15 | DESPATCH | | 25000 | 25000 | 25000 | 0 | 25000 |

| Total. | Stage Name | Stage | Stage Na | Tot D 1 | Tot D 2 | Tot D 3 | Tot D 4 | Tot D 5 | Tot D 6 | Tot D 7 | Tot D 8 | Tot |
|--------|-------------|-------|----------|---------|---------|---------|---------|---------|---------|---------|---------|-----|
| Total | ASSEMBLY | 02 | ASSEMBI | 100 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | TIG WELDING | 03 | TIG WELC | 100 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | FURNACE BR | 04 | FURNACE | 100 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Above is the Production Planning & Control (PPC) for Engineering Industry.

With Finsys ERP, you have the "CONTROL".