

TIRUPUR BRANCH OF SICASA

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TIRUPUR BRANCH OF SICASA

SICASA OFFICE BEARERS 2025 - 26	
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Views expressed herein are the opinion of the respective authors and not that of the Tirupur branch of SICASA or the Managing /Newsletter committee.

Your views / suggestions / comments are Welcome. Kindly send your Contributions in the form of articles to tiruicai@gmail.com

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Dear Aspiring Chartered Accountants,

Wishing you all a successful and prosperous New Financial Year 2025-26. As we step into a new financial year, I encourage you to embrace this fresh beginning with enthusiasm and determination. The world of finance, accounting, and business is dynamic, requiring constant learning and adaptability. Stay curious, embrace challenges, and approach every difficulty as a stepping stone to success.



With the start of a new financial year, we also witness significant amendments in tax laws—bringing fresh insights and learning opportunities. As future finance professionals, staying updated with these changes is essential for building expertise and making informed decisions. Taxation is a dynamic field, and every amendment shapes the financial and business landscape. Embrace these updates with curiosity and dedication.

As you prepare for your CA exams, I want to extend my heartfelt wishes for your success. This journey demands dedication, discipline, and perseverance, and I have no doubt that your hard work will yield great results. Stay disciplined in your studies, practice consistently, and focus on understanding concepts rather than just memorizing them.

Manage your time wisely, stay calm under pressure, and believe in your abilities. Challenges may arise, but with determination and a positive mindset, you can overcome them. Remember, success in CA is not just about clearing exams; it is about developing expertise that will serve you throughout your career. Stay motivated, trust the process, and give your best effort.

On behalf of the Tirupur Branch SICASA, I would like to take this opportunity to once again wishing each one of you a prosperous and successful financial year ahead. Let's make this financial year a remarkable one with continued progress and shared accomplishments

Success is within your reach—go for it!

Thanks and Regards

CA. Vishnukumar M,

Chairman,

Tirupur Branch of SICASA

Empowering CA Students: The Importance of Public Speaking for Success

Public speaking holds significant value for CA students, offering them a unique opportunity to elevate their career prospects and enhance their personal development. It's not just about talking in front of an audience, but about mastering the art of conveying complex ideas clearly and persuasively. In the world of Chartered Accountancy, where precision and clarity are paramount, being able to communicate effectively is a game-changer.

Consider the legendary Bill Gates. While his technical brilliance brought Microsoft to the top, it was his exceptional presentation skills that helped him shape his message and inspire millions. His ability to break down complicated tech concepts for the general public demonstrated the power of public speaking in making intricate subjects accessible and engaging. For CA students, mastering this art can make the difference between merely knowing the material and being able to share it in a way that leaves an impact.

Take a moment to reflect on the role of a CA in a corporate setting. Imagine presenting a financial report to a group of directors. Having the technical know-how is crucial, but the real value lies in your ability to present that information in a compelling, understandable way. It's about transforming raw data into a narrative that resonates with stakeholders, helping them make informed decisions. Effective public speaking allows you to convey complex financial details in a manner that is both engaging and easily digestible.

Being a confident public speaker can also position you as a leader. Whether you're addressing a small team or a large audience, public speaking is a great way to establish authority in your field. Think about the way top executives or senior professionals are often called upon to present ideas or lead discussions. By mastering the ability to speak well, you enhance your professional image and open doors to new opportunities for leadership.

Moreover, public speaking facilitates networking and relationship building. Attending seminars, workshops, or conferences provides opportunities to present your ideas to a diverse audience. This not only helps you establish credibility but also creates connections with people who value your insights. Your ability to speak confidently in such environments allows you to create meaningful relationships that can benefit both your career and your personal growth.

Over time, public speaking can help you develop immense self-assurance. It's a common fear to speak in front of others, but once you practice and overcome that challenge, it builds resilience and confidence that extends into other areas of life. As the famous quote by Dale Carnegie goes, "The only way to get the best of an argument is to avoid it." By speaking effectively, you avoid miscommunication and foster better understanding, which ultimately enhances your influence in any setting.

Lastly, public speaking sharpens adaptability. As a CA student, you will face a variety of audiences—from peers to clients, from technical experts to business owners. Being able to adjust your message based on your listeners is an essential skill. It ensures that your message not only reaches but resonates with each audience, whether they have a background in finance or are hearing about accounting for the first time.

Public speaking, therefore, is not just a tool for presenting at conferences or leading meetings. It's an investment in your future as a Chartered Accountant, helping you to become a stronger communicator, a more persuasive leader, and a more confident professional. With every opportunity you take to speak, you are shaping your path to success, one word at a time.



MORAY VENKATA SAHITYA

SRO0793578

New Financial Journey

Coming to the end of financial year not only makes the accountant go crazy but also the Chartered Accountants who are assisting the entity, where every client brings some issues to be sorted out which were silent during the year.

So before getting into new financial year, we are in place to ensure that some of the tax compliances are met for the current financial year, that might include:

1. Reconciliation of Sales in books with GST Portal
2. Reconciliation of Purchases in books with GSTR-2B
3. Where for services acquired by entity covers under RCM, the same has been paid duly.
4. Where any Input has been availed during the year which covers under Section 17(5) of CGST Act has to be reversed
5. Where any exempted services has been provided by the entity like Electricity sale through their Windmill erupted, then Proportionate of ITC to be reversed as per Rule 42/43.
6. Where in case TDS has been deducted by the entity for its employees and it is not par upto the Tax Slab rate due to hike during the year or any bonus payments, excess amount to be deducted must be deducted and paid with 7th of April 2025 to avoid interest.
7. Settlement of due to Micro and Small enterprise creditors.
8. Payment of tax under RCM for the availing rental service from unregistered person.

Stepping into new financial year, post budget, many salaried tax payers are in great relief as the slab rate for the financial year 2025-2026 has been revised to the extent where zero tax till Rs.12 Lakh, the new slab rate for the FY 2025-26 is as follow:

Financial Year (2025-2026)	
Income tax Slab (In Rs.)	Income tax rate (in %)
0-4 Lakh	Nil
4-8 Lakh	5
8-12	10
12-16	15
16-20	20
20-24	25
Above 24	30

Where an assessee earning less than Rs.12 Lakh will pay zero tax as the rebate has been granted under section 87A upto Rs.0.6 Lakh but many such confusions were created by finance influencers in social media immediately post budget saying assessee has to pay 0.6 Lakh tax on income Rs.12,00,001, where Marginal relief concept is left behind.

What is Marginal Relief?

Marginal relief is implemented to provide tax benefit to the assessee when total income exceeds slightly over the threshold limit.

Eg: When the total income of the assessee being Rs.12.25 lakh, due to excess 0.25 Lakh over threshold limit should not attract the assessee to pay sum of Rs. 63,750 as tax plus 4% cess.

Marginal relief is available in such way that tax payable should be capped to the limit of amount that exceeds over threshold limit marginally. Marginal relief in formula term can be described as

❖ Marginal relief = Tax as per slab rate (-) Total income exceeding threshold limit

Some of the examples of Marginal relief are given below

Total Income	Tax as per slab rate (a)	Income exceeding threshold limit (b)	Marginal relief available (c) = (a)-(b)	Total Tax Liability (a)-(c)
12,00,000	60,000	0	60,000	0
12,25,000	63,750	25,000	38,750	25,000
12,50,000	67,500	50,000	17,500	50,000
12,70,588	70,588	70,588	0	70,588
13,00,000	75,000	1,00,000	0*	75,000**

* Relief granted by provisio cannot be negative balances.

** Since there's no relief granted, it is required to pay the taxes for whole total income.

It is clearly evident from the above table that net amount payable as tax shall not exceed the income tax on total income exceeding slightly above 12 Lakh but capped to 12,70,588, where this is an break-even point, while considering Marginal Relief the assessee is not required to pay any taxes till break-even point subject to no deductions were considered.

Still Deduction like 80CCD(2) is allowed while computing Income tax.

Inclusion of Section – 194T

The inclusion of Section – 194T in the new income tax bill could be good move by government where Partnership firms in most of the cases would adjust the excess profit in the year end as remuneration paid to partners or interest on capital to evade the taxes, inclusion of this section may counter those transactions.

This section is applicable to partnership firms including Limited Liability Partnership (LLP). Where during the year aggregate payment to individual partner exceed Rs.0.2L, then 10% TDS is said to be deducted when the payment is actually made or entry has been passed in the books whichever is earlier.

This aggregate payment includes Remuneration, Bonus, Interest and Commission, but doesn't include profit transferred at year end.

*This provision is applicable from 1st April 2025.

Revision of MSME Classification Limits

Revision for MSME Sectors have been upscaled by 2.5 and 2 times for Investments and Turnover respectively. This revised classifications are applicable from 1st April 2025.

Enterprises	Investment not exceeding (In Crore)		Turnover not exceeding (In Crore)	
	Pre-Budget	Post- Budget	Pre-Budget	Post- Budget
Micro	1.00	2.50	5.00	10.00
Medium	10.00	25.00	50.00	100.00
Small	50.00	125.00	250.00	500.00

This revision should be taken care by entities to revise their status for the upcoming financial year, the payments to creditors should be regulated initially to avoid getting the dues disallowed under section 43(b)(h).

Additionally notification has been issued by Ministry of Micro, Small and Medium Enterprises on 25/03/2025 Stating, Companies which avail services from micro and small enterprises and whose payments are deferred for 45 days from the date of acceptance or date of deemed acceptance of goods or services shall submit half yearly return to the Ministry stating:

1. The amount of payment due.
2. The reason for delay in payment.

Other areas focused by Government in 25-26

- ❖ A new credit card scheme will be implemented where credit limit of Rs. 5 Lakh is granted to 10 Lakh MSME Registered entities in the first year
- ❖ Rs. 12 Lakh Crore is estimated to be spent towards Infrastructure development of the country, which is 11% Up from the previous year
- ❖ Rs. 3.1 Lakh Crore is estimated to be spent towards Health care, which is 6% Up from the previous year
- ❖ Rs. 10.5 Lakh Crore is allocated as Capital expenditure, which is 9% Up from the previous year

- ❖ The Private messages sent through Social Media Accounts, Personal Mails and other bank accounts details can be taken into account and scrutinization if the Income tax authorities believe that the tax evasion has been committed.

Conclusion

It is crucial part of chartered Accountants to assist the entities in settling the year end compliances and navigating them through next financial year peacefully. Being precisely paying attention to the new budget enables Chartered Accountants keep in track with compliances.

Raviraj S.B
(SRO0756258)

PHOTO GALLERY



ITT PROGRAM WAS CONDUCTED FROM 14TH MARCH



ORATORS FORUM ON 19TH MARCH

Telegram Channel Link



<https://bit.ly/tirupursicasa>

Whatsapp Channel Link



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