



**SOUTHERN INDIA REGIONAL COUNCIL OF
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA**

"ICAI Bhawan", No. 122, Mahatma Gandhi Road, Nungambakkam, Chennai 600034

Draft Proceedings of the 67th Annual General Meeting of the Southern India Regional Council of the Institute of Chartered Accountants of India held on 6th July 2018 at 11:00 am in the premises of SIRC at 'ICAI Bhawan', No. 122 Mahatma Gandhi Road, Nungambakkam, Chennai – 600034.

Members Present

Sl. No.	ICAI Membership Number	Name of the Member
1	234203	CA. DILLI RAJA T
2	232265	CA.VIGNESH SESSHADRI
3	201444	CA.RAVI S
4	225060	CA.ASWIN SRIDHAARAN
5	212354	CA.PRASANA KUMAR S
6	027251	CA. BALASUBRAMANIAN TV
7	215765	CA.VENKATA SURESH A
8	200732	CA.ADUSUMILLI VENKATESWARA RAO
9	212793	CA.BABU K THEVAR
10	214823	CA.JALAPATHI K
11	026366	CA.PANNA RAJ S
12	214155	CA.RITESH MITTAL
13	218549	CA. CHINA MASTHAN TALAKAYALA
14	215625	CA.DUNGAR CHAND U JAIN
15	025625	CA.SAMARASAM AR
16	020881	CA.RAJESWARAN V
17	205804	CA.COTHA S SRINIVAS
18	020044	CA.RAVIKUMAR K
19	221452	CA. MADHAVAN S
20	230808	CA.BOOTHALINGAM
21	200367	CA.VIJAYKUMAR J
22	227779	CA.VISWANATHAN S
23	202779	CA.SANKARANARAYANAN S
24	205829	CA.SRIPRIYA KUMAR
25	223321	CA. MARUDHAVANAN S
26	205269	CA. UMAPATHY R

27	209526	CA. ANAND RAO NAYAK O.K.
28	209101	CA.SATHYAMOORTHY N
29	239011	CA.ANKIT K
30	222425	CA.LOGANATHAN R
31	202531	CA.JOHN PETER A
32	019661	CA.ARUNACHALAM T
33	021853	CA.VENKATA SIVA KUMR
34	240995	CA.ASHOK KUMAR A
35	019264	CA.BASKARAN C
36	219757	CA.PETCHI THANGAVEL
37	243833	CA.MILI ASHOK
38	210530	CA. SRIRAM N L
39	222184	CA.RAMANA GV
40	225197	CA. RAJASEKHAR KALLURU
41	223029	CA. RASHIK R
42	237283	CA. NAVEEN G
43	216153	CA.RAO GV
44	213678	CA.BHARANI KUMAR
45	027581	CA.GOUTHAM CHAND N
46	235396	CA.AKSHUNN DAGA G
47	029896	CA.MANO HAR M
48	207932	CA.IMTIAZ MOHAMED
49	020522	CA.VIJAYARAGHAVAN RT
50	227334	CA. VIKRAM S SINGHVI
51	222480	CA.MANOJ KUMAR SAHOO
52	224049	CA.SRINIVASARAO CH
53	202730	CA.MURALI J

CA. Adusumilli Venkateswara Rao, Chairman, SIRC informed the members about the availability of quorum for the 67th Annual General Meeting and called for order.

The meeting began with invocation of ICAI Motto Song.

CA. Adusumilli Venkateswara Rao, Chairman, SIRC welcomed the members to the 67th Annual General Meeting, conducted in compliance with Chartered Accountants Act, 1949 enacted under an Act of Parliament and Chartered Accountants Regulation framed there under for the period ended March 31, 2018 and informed the general body that the Annual Accounts for the period ended March 31, 2018 have also been circulated amongst the members through mass e-mail and hosted on the website and displayed on the Notice Board of the Institute.

CA. Adusumilli Venkateswara Rao, Chairman, SIRC was happy to inform that SIRC revenue had grown remarkably during the reporting period. The financials for the year ending 31.03.2018 is encouraging compared to that of previous year. He added that the success achieved so far in the term 2016-19 was the result of involvement and effective working of all Regional Council colleagues. He thanked for the guidance and timely support extended by

the Central Council Members of ICAI from Southern Region. He complemented and congratulated the Officers and staff who had relentlessly pursued the goals set.

CA. Adusumilli Venkateswara Rao, Chairman, SIRC informed that the following initiatives were successfully implemented by the new team:

1. Webcasting of CA classes at SIRC to all Branches;
2. Quarterly series of Study Circle Meetings;
3. Monthly workshops on various topics;
4. Annual Regional Residential Courses in each State;
5. Highest and ever record level of contributions to CABF;
6. Dashboard facility and utility to meet the need of members and students;
7. Infrastructure development (refurbishment of ICAI Bhawan) is under progress;
8. Attending Members and student's services with utmost care and concern.

CA. Adusumilli Venkateswara Rao, Chairman, SIRC sought continuous support of members and students for all our endeavors.

He then requested CA. Cotha S. Srinivas, Immediate Past Chairman, SIRC to read out the names of deceased members.

CA. Cotha S. Srinivas, Immediate Past Chairman, SIRC read out the names of the deceased members and requested the members present to raise and observe one minute silence to pay tributes in memory of those departed souls.

The names of deceased members are furnished below:-

Sl. No .	ICAI Membership Number	Name of the Member	Status of the Member	Removal Date
1	1327	MR. JACOB K U	FCA	23/10/2017
2	1548	MR. PHILLILPOS A WG CDR	FCA	01/02/2018
3	2442	MR. KRISHNARAO PADAMANNUR	FCA	13/08/2017
4	2629	MR. VENKATARAMANA C	FCA	16/07/2017
5	2641	MR. SUBRAMANIAN K	FCA	30/04/2018
6	3052	MR. SUBRAMANIAN A P	FCA	26/08/2017
7	3159	MR. BALAKRISHNAN P R	ACA	19/08/2017
8	3363	MR. BALASUBRAMANIAN P S	FCA	15/01/2017
9	3806	MR. ACHUTHA CHETTY D	FCA	18/08/2017
10	4056	MR. ARUMUGAM V N	FCA	19/01/2018
11	4207	MR. NARASIMHAN M A	FCA	06/01/2018
12	4314	MR. ACHYUTHAN K	FCA	19/10/2017
13	4561	MR. SITARAMA MURTI V	FCA	08/07/2017
14	4839	MR. SURESH RAO U	FCA	08/06/2017
15	5014	MR. SUBRAMANYAM ALLADI	ACA	04/12/2017
16	5129	MR. JANAKIRAMAN R	FCA	09/06/2017
17	5326	MR. SUBRAMANIAN NAMPOOTHIRI C N	FCA	24/01/2013
18	5574	MR. RAJA T D M	FCA	09/02/2018
19	5952	MR. SUNDARARAGHAVAN N C	FCA	18/05/2018
20	5986	MR. SUNDARALINGAM S	FCA	15/12/2017

21	6031	MR. SUDHAKAR SHETTY B S	FCA	07/11/2017
22	6621	MR. PHILIP P M	FCA	09/02/2018
23	6635	MR. KONNANATH RAJ GOPAL MEACAN	FCA	12/10/2016
24	6916	MR. SHARMA C M M	FCA	03/01/2018
25	6949	MR. DOKANIA BISHWA NATH	FCA	02/01/2018
26	8024	MR. ASHOK KUMAR K	FCA	05/05/2017
27	8415	MR. GIRIRAJ KALANTRI	FCA	12/01/2018
28	8423	MR. SRINIVASAN S	FCA	13/01/2018
29	8645	MR. RAMAKRISHNAN N	FCA	20/12/2017
30	8993	MR. SHANKARAN VALADY NARAYANASWAMY	FCA	03/02/2018
31	9274	MR. KRISHNAMOORTHY V	FCA	18/08/2017
32	10150	MR. SUNDARARAJAN D	FCA	17/09/2016
33	10789	MR. GANAPATHI K N	FCA	07/02/2018
34	12049	MR. ISAAC P I	FCA	07/04/2018
35	13357	MR. VALLESWARA SARMA NITTA	FCA	29/05/2018
36	14523	MR. RAJAGOPALAN KRISHNASWAMY	FCA	31/03/2018
37	15247	MR. RAMANI J	FCA	20/11/2017
38	18088	MR. RAMAKRISHNA SHARMA S R	FCA	15/12/2017
39	18104	MR. NARASIMHAMURTHI H S	FCA	16/01/2018
40	18211	MR. BHASKAR J	FCA	24/09/2017
41	18398	MR. JAIN JITENDRA KUMAR	FCA	23/02/2018
42	18481	MR. MURUGAN G	FCA	18/12/2017
43	18496	MR. VENKITARAMANI V R	FCA	29/06/2017
44	18515	MR. MEENAKSHI SUNDARAM C V	FCA	02/01/2018
45	18572	MR. VARADARAJAN S K	FCA	07/12/2017
46	19176	MR. RAMADOSS K	FCA	12/02/2018
47	19197	MR. NARASIMHAN R	FCA	12/01/2017
48	19200	MR. RADHAKRISHNAN N	FCA	25/03/2018
49	19520	MR. NAGAPPAN S	FCA	22/12/2017
50	19668	MR. SRINIVASA RAO S	FCA	19/04/2018
51	19759	MR. RAMAPPA BANGARI MALLAPPA	FCA	12/12/2017
52	19934	MR. SRINIVASAN V	FCA	11/05/2017
53	20343	MR. GANESH T S	FCA	29/05/2016
54	20378	MR. MADHUSUDHAN N K	FCA	27/08/2017
55	20447	MR. BALAKRISHNAN K	FCA	02/10/2017
56	20463	MR. NARENDRA PRASAD P	ACA	25/05/2017
57	20493	MR. JANARDANAN UNNITHAN G	FCA	06/09/2017
58	20756	MR. PALELLI KONDA REDDY	ACA	01/08/2017
59	21075	MR. NARENDRA J R	FCA	06/02/2018
60	21351	MR. SREENIVASULU NAIDU M	FCA	09/12/2017
61	22442	MR. VIJAYARAGHAVAN R	FCA	17/11/2017
62	22561	MR. MURALIDHARAN K	FCA	30/12/2017
63	23166	MR. GOPINATH K	FCA	20/10/2017
64	23610	MR. BALASUBRAMANIAN R	FCA	15/02/2018
65	23773	MR. HEGDE N PRAKASH	FCA	31/03/2018
66	23788	MR. KRISHNAN G	FCA	27/03/2018
67	24503	MR. RAJENDRAN K P	FCA	23/03/2018
68	24918	MR. TARA CHAND MEHTA	FCA	24/04/2018
69	25368	MR. SHANKAR G K	FCA	18/11/2017

70	25434	MR. SREEKANTA SETTY B N	FCA	08/09/2017
71	25762	MR. SUNDARARAJAN R	FCA	12/05/2018
72	26426	MR. PRABHAKAR B S	FCA	26/02/2018
73	26992	MR. KRISHNA KUMAR C M	FCA	18/09/2017
74	27628	MR. MOHAN R	FCA	31/10/2017
75	29629	MR. PARAMESWARAN V	FCA	21/03/2018
76	29919	MR. SATYANARAYANA MURTY GRANDHI	FCA	20/08/2017
77	57500	MR. GHOSH SUBHENDU	ACA	30/11/2016
78	81623	MR. VASUDEVAMURTY MAVILETI	FCA	02/06/2017
79	200267	MR. VIACAD KUMAR NEDUNGADI	FCA	19/05/2017
80	200276	MR. RAJAN KURUVILA	FCA	14/09/2017
81	200507	MR. ACAVA VARGHESE K	FCA	25/10/2017
82	201468	MR. RANGANATHA SATHYAN	FCA	20/04/2017
83	201568	MR. MAHADEVAN G	FCA	02/03/2018
84	204264	MR. RAMESH M	FCA	08/06/2017
85	209563	MR. SUDHAKAR K	ACA	30/11/2017
86	219746	MR. KARTHIKEYAN A R	FCA	15/02/2017
87	225028	MR. RAGU N	FCA	09/07/2017

The General body took the items listed in the Notice.

Item No.1: To receive the Annual Report of the Regional Council for the year ended 31st March 2018;

Chairman, SIRC requested Secretary, SIRC to present the Annual Report for the year ended 31st March 2018. CA. China Masthan Talakayala, Secretary, SIRC presented before the General body the 67th Annual Report for the period 1st April 2017 to 31st March 2018 and informed that the Annual Report has been broadly classified under the following heads:

1. Regional Council and its Committees
2. Awards from ICAI and Awards from SIRC
3. Members related programmes of SIRC
4. Students Related Programmes and SICASA
5. Role of ICAI/SIRC/Chartered Accountants in Social Development
6. Information pertaining to other areas namely SIRC Portal, Newsletter, Branches of SIRC
7. Role of SIRC in Nation Building and Image Building of ICAI.
8. New Initiatives and Professional Development.

Secretary, SIRC placed on record the efforts put in by the immediate Past Chairman CA. Cotha S. Srinivas for having collected 1.5 crores of rupees, a great achievement, was the was the largest amount of contributions from among all the Regions of the Institute during the year 2017-18.

He congratulated the Office Bearers of SIRC for the period 2017-18, under the Chairmanship of CA. Cotha S. Srinivas, who were instrumental in carrying out various activities during the year under report.

He informed the members that at the 230th Meeting of SIRC of ICAI, the new team of Office Bearers took over office on 22nd February 2018 and SIRC Action Plan for 2018-19 was presented. He sought the support and involvement of the members and students to take forward the Action Plan of SIRC and for all the future endeavors of the SIRC.

CA. S. Madhavan (M.No.221452) made a complaint that there was no response to his email requests for hard copy of the full version of the annual report, financial statements, and schedules forming part of financial statements and notes on accounts. As advised by the Chairman, SIRC, the office responded to the complaint of the member by showing the proof of dispatching the hard copy of the document sent.

CA. A. Venkata Suresh (M.No. 215765) suggested for creation of CA Clubs at least at places where 2500 members reside, administered by the Institute charging nominal fees similar to Engineers Club and Doctors Club. Chairman, SIRC directed the office to forward the suggestion to Head Office.

CA. R.T. Vijayaraghavan (M.No.020522) remarked that no mention in the cover page of the Newsletter about the AGM Notice inside, no SMS for AGM were sent to members and only 50 members are attending AGM out of 50000 members. Chairman, SIRC instructed the office to send 2 or 3 SMSs for the AGM to Members and include the information of AGM Notice in the cover page of the SIRC Newsletter in future.

CA. T. Arunachalam (M.No.019661) wanted to know whether any written communication was received from the members of the SIRC for their absence in that AGM and action should be taken against all elected members who are not present in the AGM without proper written communication. CA. T. Petchi (M.No.219757) added that it is the basic duty of the elected members to be present in the AGM and those not attending should be disqualified from contesting in the elections. Chairman, SIRC replied that the Members who are not present have informed him orally about their absence. Office was requested to record the views expressed and forwarded to Head Office

CA. R. Loganathan (M.No.222425) appreciated the Regional Council for the following:

- a) Reduction in the CPE Fee;
- b) CPE meetings outside SIRC premises were very minimal
- c) Renovation of P. Brahmayya Memorial Hall
- d) Practice of canvassing votes by contestants outside the SIRC Meeting venues being not followed.
- e) Improvements in SIRC Website, proper receipt given for Online Payment gateway and Invoice generation
- f) CA. K. Jalapathi for MOU with Directorate of School Education, Govt. of Tamil Nadu.
- g) Publishing Cash Flow statement.

He raised the following issues:

- a) GST compliance by HO. Unfortunate that members are not getting Input Tax credit on GST paid on Seminar fees. He added that Institute which is educating the public should not let down its own members and should lead as an example.
- b) As far as the MOU with Government of Tamil Nadu is concerned, ICAI's understanding is the said MOU is to attract bright students from weaker sections of the Society like students of government schools hailing from poor family to the profession since the awareness of the CA course has not reached them and whereas there is an apparent (mis) understanding by the Ministry of School Education, Govt. of Tamil Nadu that students will be trained in the practical employability skills (like ITI) and employed in auditor office and will get at least salary of Rs.7500/-.
- c) Opportunities for Members after qualifying, no transparency in audit allocation, arbitrary appointment of auditors for lot of audits in Tamil Nadu and other

Governments and requested to take it as a challenge, meet the Government and enter an MOU with Tamil Nadu and other Governments.

- d) To consider reduce fee for CPE meetings – quoting Seminar Fees are still on the higher side.
- e) Grant account not transparent and members could not understand from the given Balance Sheet and Notes on accounts whether cross utilization had happened or not. Explanations need to be form part of Notes on Accounts.
- f) GST expenses appearing in the Profit and Loss account need explanation as to whether members evaded or Institute mistook that as exempted, did not collect resulting as an expenses and shown in the Profit and Loss account.
- g) Anti profiteering in GST – Wanted to know whether the Institute has utilized the electronic credit outstanding and whether the benefit has been transferred to the members.

CA. Babu K. Thevar replied regarding GST that in addition to members programme, students activities are also carried out, which are exempted and expenses relevant to that input credit will not be available, which has been charged to Profit and Loss account.

CA. C. Baskaran (M.No.19264) requested to convene AGM at 5.00 p.m. in future.

The Annual report of the Regional Council for the year ended 31st March 2018 was taken as received by the members.

Item No.2: To receive the Audited Financial Statements of the Regional Council for the year ended 31st March 2018 together with the Auditor's Report thereon;

Chairman, SIRC requested Treasurer, SIRC to present the Audited Financial Statements of SIRC of ICAI for the year ended 31st March 2018. CA. Babu K. Thevar, Treasurer, SIRC presented the Annual Accounts together with Audit Report to the General body.

CA. S. Madhavan (M.No.221452) wanted to know:

- (a) the reasons for difference between Revenue Grant of Rs.1,27,00,346/- and Employee Benefit expenses;
- (b) the reasons for reduction in GMCS expenses during the year which should have proportionately higher with the increase in the GMCS Grant compared to previous year;
- (c) how the auditor has signed the Cash Flow Statement when he has not covered the same in his report;
- (d) how the surplus of Rs.1,80,36,276/- shown in Cash Flow Statement arrive at. (He added that explanations should have been given in the Notes on Accounts);
- (e) The accounts are received without the Audit Committee report and representatives of the Audit Committee present at the AGM and
- (f) the reason for gradual decrease in Commission on sale of Publication/Exam forms, the reason for charging Rs.100/- for online exam form

Regarding Revenue Grant, Chairman, SIRC replied that difference was due to the expenses towards certain employees engaged through outsourcing agencies was not reimbursed and the same has been debited to Salary account. He added that the office would pursue with Head Office for reimbursement. Regarding GMCS, office clarified that expenses got reduced during the year since GMCS I has been merged with Orientation Course (due to curriculum change) and conducted by Decentralised Office as against GMCS I and II conducted by SIRC during the previous year. Chairman further clarified that GMCS II fee increased but the

remuneration to faculty was not increased as they are serving on fixed honorarium basis. Regarding Cash Flow Statement, Chairman replied that Head Office has passed entries effecting transfer of General Reserve to SIRC and SICASA account has been merged with SICASA. Members felt that Notes on account should carry clarification on such entries.

CA. T. Arunachalam (M.No.019661) wanted to know the reasons for non-increase of Membership fee grant with increase in the Membership fee and what percentage grant is given. (Membership fee grant at Rs.27 lakhs while Membership fee collection approximately around Rs.35 crores he projected);

Office informed that Rs.100/- per member (attached to Regional Councils) and Rs.30/- per member (attached to Branches of Regional Councils) granted by Head Office as membership fee grant as part of Revenue Grant. Chairman, SIRC added that even though the membership fee has been increased, the grant has not been increased which has been represented to Head Office. CA. Sripriya Kumar clarified that in addition to Membership Fee Grant, Head Office releases Programme Grant, Building Grant, Capital Grant and Revenue Grant but the increase in Membership grant from 100 to 150 (or) 200 can be debated with overall structure. She added that certain Branches opened for the benefit of members are not comfortable and cannot be closed. But Head Office maintains the same level of support to those branches. Members opined that branches need not be established with 50 members.

CA. N. Sathyamoorthy (M.No.209101) invited the attention of Members to (1) the overall surplus of around 60 lakhs under Seminar Income and (2) Seminar income of around Rs.95 lakhs for CPE programmes held within SIRC premises and expenses of only Rs.7.24 lakhs for programmes within the SIRC premises. He added that as per CPE Guidelines the programmes need to be self-sufficient and no free programme. He wanted to know the necessity to charge the members more and requested to reduce the fee charged.

Chairman, SIRC informed that only direct expenses are charged under the Seminar head and expenses like EB charges are not charged and taken to general expenses. He added that conducting programme with deficit will attract negative mark for Best Region Award. CA. Sripriya Kumar added that surplus was due to demand for GST programmes and no single programme was cancelled for lack of attendance and continued to run even if the participation was very low.

CA. N. Goutam Chand observed that the AGM shall discuss on Item No.2 being deliberated and later discuss on the other items.

The Audited Financial Statements of the Regional Council for the year ended 31st March 2018 together with the Auditor's Report thereon was taken as received by the General body.

Item No.3: To transact any other business that may be brought before the meeting including any resolution(s) received and/or any resolutions that may be received from the member(s) subject to the fulfillment of conditions under Regulations 150 & 151 of the CA Regulations, 1988 with the permission of the Chair.

Chairman, SIRC informed that already other business have been brought before the meeting and requested the members to continue with, if any.

CA. T. Arunachalam (M.No.019661) giving statistics on the financials of Tamil Nadu Government, opined that the Institute, as a partner in Nation building should suggest to prepare Cash Flow Statement, Income & Expenditure Account and Balance Sheet by the Tamil Nadu Government.

CA. C. Baskaran (M.No.19264) mentioned that filing Income Tax forms, late fee for filing Income Tax Returns, filing balance sheets twice and assesses cannot file Income Tax Returns previous to 2018-19 are unnecessary conditions/exercise/burden to tax payers and members. He requested to take up with CBDT regarding affected assesses and members. Chairman replied that SIRC will represent for 2018-19 to Finance Minister.

CA. S. Madhavan (M.No.221452), as regards Coaching classes, questioned as to why SIRC encourages the persons who are taking at private institutions and discouraging other faculty members, He also pointed out one of the Central Council Member runs Coaching Classes directly or indirectly and conducts GST Certification Course with Central Government approval privately, even before SIRC conducted. CA. T. Petchi (M.No.219757) said that private institutions are adopting various methods to attract students and are conducting for 1000 students. Students at large do not know that ICAI is the mother Institute. She complained that faculty members at SIRC who are running their own institutions are asking our students to join their institution for best coaching. She opined that those who are running private institutions should not be allowed to take classes at SIRC. She requested SIRC to reach the students at the schools and release advertisements. Chairman replied that the present infrastructure is being utilized to the maximum possible extent and shared the plans to air-condition the class rooms with solar or generator power as the Institute is already taken the maximum of 12 EB connections. He added that there was not much response for the Live Webcast of Coaching Classes to 45 Branches. Chairman also informed that SIRC would request Head Office for GST Certification Course.

CA. T. Dilli Raja (M.No.234203) wanted to know what action has been taken on members quoting fee less than that of the Audit fee recommended for Members. He added that the fee recommended is on the higher side and should be reasonably competitive. Chairman replied that the onus is on the part of every member to follow.

CA. G.V. Rao (M.No.216153) shared that he had been into training in Universities world-wide and said that lower Course fee and free online, educational materials made available to the students could be seen only in India particularly by ICAI. He also said that many students, whom he met at several platforms, were not aware of the CA Course and requested for wider publicity.

CA. S. Marudhavanan (M.No.223321) raised the difficulties faced by the students in obtaining the 6th Semester Mark Sheet and XII Mark Sheets and submit in time for becoming eligible to appear for November 2018 Examination and non-availability of seats to attend and complete the Orientation and ITT Course to become eligible to take up article training. Office replied that as a via-media the students can submit Provisional Certificate. Office added that if the discrepancy is later complied with, the registration have been done and not rejected. Office shared that in case of Foundation registration fake documents are received.

CA. Sripriya Kumar, Central Council Member shared the initiatives and achievements of the Central Council and the Regional Council; administrative reforms; and replied to some of the queries of the members raised as recorded hereinabove.

The meeting concluded with vote of thanks by Secretary, SIRC with an invitation to the members to attend the Golden Jubilee Regional Conference of SIRC of ICAI.

CA. Adusumilli Venkateswara Rao
Chairman, SIRC