



**THE INSTITUTE OF
COST ACCOUNTANTS OF INDIA**
(STATUTORY BODY UNDER AN ACT OF PARLIAMENT)
CMA BHAWAN
12, SUDDER STREET, KOLKATA – 700 016

Telephones: +91-33- 2252-1031/1034/1035
+ 91-33-2252-1602/1492/1619
+ 91-33- 2252-7143/7373/2204
Fax :+91-33-2252-7993
+91-33-2252-1026
+91-33-2252-1723
Website :www.icmai.in

DAILY NEWS DIGEST BY BFSI BOARD

November 02, 2022

ICICI BANK EXECUTES ITS FIRST SECONDARY MARKET TRANSACTION IN

G-SEC USING CBDC: Private lender ICICI Bank on November 1 executed its first secondary market transaction in government securities using the Reserve Bank of India's (RBI) digital currency pilot project, a person aware of the development told Moneycontrol. "The ICICI Bank has sold government securities maturing in 2027 to IDFC First Bank on the first of the pilot project," the person said requesting anonymity. According to the NDS-OM CBDS trades on the CCIL website, bonds worth Rs 275 crore have been settled on the first day via wholesale CBDC.

RBI has provided the Negotiated Dealing System-Order Matching (NDS-OM) platform to nine banks to trade in government securities using the central bank's digital currency as a pilot project. The new platform is called NDS-OM CBDC. "Use of e₹-W is expected to make the inter-bank market more efficient," the RBI said in a release. RBI has identified 9 Banks to participate in the pilot project in this segment.

(Moneycontrol)

COMMON ITR FORM FOR ALL TAXPAYERS ON ANVIL, I-T DEPT INVITES

STAKEHOLDER COMMENTS: The finance ministry on Tuesday proposed to come out with a user-friendly common income tax return form for all taxpayers, under which income from virtual digital assets will have to be disclosed under a separate head. All taxpayers, except trusts and non-profit organisations, can file returns with the proposed new common ITR form, on which the Central Board of Direct Taxes (CBDT) has invited stakeholder comments by December 15.

Currently, there are 7 types of income tax return (ITR) forms which are filed by different categories of taxpayers. ITR Form 1 (Sahaj) and ITR Form 4 (Sugam) are simpler forms that cater to a large number of small and medium taxpayers. Sahaj can be filed by an individual having income up to Rs 50 lakh and who receives income from salary, one house property/other sources (interest etc). ITR-4 can be filed by individuals, Hindu Undivided Families (HUFs) and firms with total income up to Rs 50 lakh and having income from business and profession. ITR-2 is filed by people having income from residential property, ITR-3 by people having income as profits from business/ profession, ITR-5 and 6 by LLPs and businesses respectively, while ITR-7 is filed by trusts.

(Moneycontrol)

PUNJAB NATIONAL BANK Q2 NET PROFIT FALLS 63 PC TO RS 411 CR ON

HIGHER PROVISIONS: State-owned Punjab National Bank on Tuesday reported a 63 per



**THE INSTITUTE OF
COST ACCOUNTANTS OF INDIA**
(STATUTORY BODY UNDER AN ACT OF PARLIAMENT)
CMA BHAWAN
12, SUDDER STREET, KOLKATA – 700 016

Telephones: +91-33- 2252-1031/1034/1035
+ 91-33-2252-1602/1492/1619
+ 91-33- 2252-7143/7373/2204
Fax :+91-33-2252-7993
+91-33-2252-1026
+91-33-2252-1723
Website :www.icmai.in

cent decline in standalone net profit to Rs 411 crore for the September quarter on account of higher provisioning for bad loans. The bank had posted a net profit of Rs 1,105 crore in the year-ago period. The gross Non Performing Assets (NPAs) declined to 10.48 per cent of the gross advances from 13.36 per cent earlier. The net NPA too declined to 3.80 per cent as against 5.49 per cent. However, provisions for bad loans increased to Rs 3,555.98 crore in July-September quarter of FY23 as against Rs 2,692.74 crore in the year-ago period.

(Financial Express)

GST COLLECTION IN OCTOBER TOPS RS 1.51 LAKH CR: GST collections stood at over Rs 1.51 lakh crore in October, the Finance Ministry said on Tuesday. This is the second highest collection recorded after April, and has been over Rs 1.4 lakh crore for eight successive months. The collection was 16.59 per cent higher than that in October 2021 and 6.7 per cent higher than that in September this year. The government has settled Rs 37,626 crore to CGST and Rs 32,883 crore to SGST from IGST as regular settlement. In addition, the Centre has also settled Rs 22,000 crore on adhoc basis, in the ratio of 50:50 between the Centre and States.

(Financial Express)

UPI PAYMENTS CROSS ₹12-LAKH-CRORE MARK IN OCT ON FESTIVAL SEASON SPENDING: Transactions through the Unified Payments Interface (UPI) platform crossed the ₹12-lakh-crore milestone in October, a month that also the number of transactions breaching the 700 crore mark. The country's premier digital payments platform processed 730 crore transactions worth ₹12.1-lakh crore during the month, largely led by increased festival-related spending, according to industry experts. The volume of transactions were higher by 73 per cent year-on-year and 8 per cent month-on-month. In terms of value, transactions were higher by 57 per cent on year and 9 per cent month-on-month, according to National Payments Corporation of India (NPCI) data.

(Business Line)

VIVEK JOSHI TAKES CHARGE AS FINANCIAL SERVICES SECRETARY: Senior bureaucrat Vivek Joshi on Tuesday took charge as the Secretary of the Department of Financial Services (DFS) under the Ministry of Finance. Joshi replaced Sanjay Malhotra who is slated to take over as Revenue Secretary. Prior to this appointment, Joshi, a 1989 batch IAS officer of Haryana cadre, was the Registrar General and Census Commissioner under the Ministry of Home Affairs.

(Economic Times)

RURAL DEVELOPMENT MINISTRY SEEKS ADDITIONAL FUNDS OF RS 25,000 CRORE FOR MGNREGS: The rural development ministry has sought additional funds of



**THE INSTITUTE OF
COST ACCOUNTANTS OF INDIA**
(STATUTORY BODY UNDER AN ACT OF PARLIAMENT)
CMA BHAWAN
12, SUDDER STREET, KOLKATA – 700 016

Telephones: +91-33- 2252-1031/1034/1035
+ 91-33-2252-1602/1492/1619
+ 91-33- 2252-7143/7373/2204
Fax :+91-33-2252-7993
+91-33-2252-1026
+91-33-2252-1723
Website :www.icmai.in

about Rs 25,000 crore for the MGNREGS, in a clear indication of a rise in demand for work, sources said on Tuesday. The ministry has sought Rs 25,000 crore from the finance ministry and it is expected that the funds will be allocated by the second week of this month, the sources said. In the Union Budget for 2022-23, an amount of Rs 73,000 crore was allocated for the Mahatma Gandhi National Rural Employment Guarantee Scheme (MGNREGS). Of this amount, about Rs 54,000 crore have been allocated to the states so far.

(Economic Times)

EPFO AIMS TO INVEST MORE IN EQUITY FOR YOUNGER MEMBERS,

EXPAND HORIZON: The Employees' Provident Fund Organisation (EPFO) is looking to differentiate its investments based on age and risk profile of its members, as it aims to invest more in equity for younger members and expand its investment horizon both in terms of asset class and geographies. At present, EPFO is allowed to invest between 5 and 15 per cent of its investible deposits in equity instruments, irrespective of the age or risk profile of its members.

(Business Standard)

INDIA ALLOWS RICE EXPORTS BACKED BY ALREADY ISSUED LETTERS OF

CREDIT: India said it will allow cargoes of white and brown rice backed by letters of credit issued before Sept. 9 to be shipped overseas, a measure that provides some relief to exporters grappling with fresh government curbs. The world's biggest exporter of rice on Sept. 8 banned exports of broken rice and imposed a 20% duty on exports of various grades as it sought to boost domestic supply and calm local prices after below-average monsoon rainfall curtailed planting. The surprise move trapped nearly 1 million tonnes of rice at ports or which had been in transit before the government made the announcement.

(Business Standard)

CREDIT TO INDUSTRY UP 12.6% YOY IN SEPTEMBER; TOUCHES 100-

MONTH HIGH: Credit to industries in September 2022 grew at the fastest pace it has grown in the last 100 months, aided primarily by a pick-up in working capital loans from corporates. According to the latest sectoral deployment data of the Reserve Bank of India, credit to industries, which accounts for 27.6 per cent of non-food credit, was up 12.6 per cent year on year to Rs 32.4 trillion. Nonmonth, it rose 1.4 per cent, the highest in seven months. On a year-to-date basis it was up 2.7 per cent. Apart from the base effect, credit to industry got a big boost from micro, small and medium enterprises (MSMEs). Credit to small and micro firms grew 27.1 per cent YoY and that to medium-sized firms grew 36 per cent. Credit to large industries grew 8 per cent YoY during the same period.

(Business Standard)



**THE INSTITUTE OF
COST ACCOUNTANTS OF INDIA**
(STATUTORY BODY UNDER AN ACT OF PARLIAMENT)
CMA BHAWAN
12, SUDDER STREET, KOLKATA – 700 016

Telephones: +91-33- 2252-1031/1034/1035
+ 91-33-2252-1602/1492/1619
+ 91-33- 2252-7143/7373/2204
Fax :+91-33-2252-7993
+91-33-2252-1026
+91-33-2252-1723
Website :www.icmai.in

MANUFACTURING PMI RECOVERS TO 55.3 IN OCT AMID CONTAINED PRICE

PRESSURES: India's Purchasing Managers' Index (PMI) for manufacturing recovered slightly in October to 55.3 from 55.1 in September as growth remained robust and price pressures were contained. The survey compiled by S&P Global reflected an improvement in employment and purchases by factories. A print above 50 in the survey indicates expansion in manufacturing activity. A score below that represents contraction.

(Business Standard)

INDIA NEEDS TO BE FLEXIBLE AS G-20 CHIEF IN FACE OF GLOBAL

CHALLENGES: CEA: The global economy is dealing with unprecedented 'unknown unknowns', and India, as the next president of the Group of 20 (G-20) nations, should be able to improvise and be flexible to deal with challenges, said Chief Economic Advisor V Anantha Nageswaran on Tuesday. One of the necessary requirements to ensure that we do a good job of the presidency is to be able to improvise and be flexible.

(Business Standard)



**THE INSTITUTE OF
COST ACCOUNTANTS OF INDIA**
(STATUTORY BODY UNDER AN ACT OF PARLIAMENT)
CMA BHAWAN
12, SUDDER STREET, KOLKATA – 700 016

Telephones: +91-33- 2252-1031/1034/1035
+ 91-33-2252-1602/1492/1619
+ 91-33- 2252-7143/7373/2204
Fax :+91-33-2252-7993
+91-33-2252-1026
+91-33-2252-1723
Website :www.icmai.in

FINANCIAL TERMINOLOGY/CONCEPTS

SPECIAL DRAWING RIGHTS (SDR)

- ❖ The Special Drawing Right (SDR) is an interest-bearing international reserve asset created by the IMF in 1969 to supplement other reserve assets of member countries.
- ❖ SDR is based on a basket of international currencies comprising the U.S. dollar, Japanese yen, euro, pound sterling and Chinese Renminbi. It is not a currency, nor a claim on the IMF, but is potentially a claim on freely usable currencies of IMF members. The value of the SDR is set daily by the IMF on the basis of fixed currency amounts of the currencies included in the SDR basket and the daily market exchange rates between the currencies included in the SDR basket.
- ❖ SDR holdings are one of the components of the Foreign Exchange Reserves (FER) of a country. IMF makes the general SDR allocation to its members in proportion to their existing quotas in the Fund.
- ❖ A direct benefit of a general SDR allocation, and indeed the purpose of such an allocation under the Fund's Articles of Agreement, is to supplement existing reserve assets to help meet a long-term global need.
- ❖ International Monetary Fund (IMF) has made an allocation of Special Drawing Rights (SDR) 12.57 billion (equivalent to around USD 18.133 billion at the latest exchange rate) to India on August 23, 2021.



**THE INSTITUTE OF
COST ACCOUNTANTS OF INDIA**
(STATUTORY BODY UNDER AN ACT OF PARLIAMENT)
CMA BHAWAN
12, SUDDER STREET, KOLKATA – 700 016

Telephones: +91-33- 2252-1031/1034/1035
+ 91-33-2252-1602/1492/1619
+ 91-33- 2252-7143/7373/2204
Fax :+91-33-2252-7993
+91-33-2252-1026
+91-33-2252-1723
Website :www.icmai.in

RBI KEY RATES

Repo Rate: 5.90%
SDF: 5.65%
MSF & Bank Rate: 6.15%
CRR: 4.50%
SLR: 18.00%
Fixed Reverse Repo: 3.35%

FOREX (FBIL 1.30 PM)

INR / 1 USD : 82.7126
INR / 1 GBP : 95.4382
INR / 1 EUR : 82.1435
INR /100 JPY: 55.9300

EQUITY MARKET

Sensex: 61121.35 (+374.76)
NIFTY : 18145.40 (+133.20)
Bank NIFTY: 41289.60 (-18.30)

(CMA Chittaranjan Chattopadhyay)

Chairman,

Banking, Financial Services & Insurance Board

***Disclaimer:** Information published in the Daily News Digest are taken from publicly available sources and believed to be accurate. BFSI Board of ICAI takes no responsibility for the accuracy and reliability of information published in the Daily News Digest. No part of this Daily News Digest may be reproduced, stored in a retrieval system, or transmitted in any form or by any means - electronic, mechanical, photocopying, recording, or otherwise without the permission of BFSIB of ICAI. For Restricted Circulation only. A Compilation of News in this regard from Secondary Sources.*