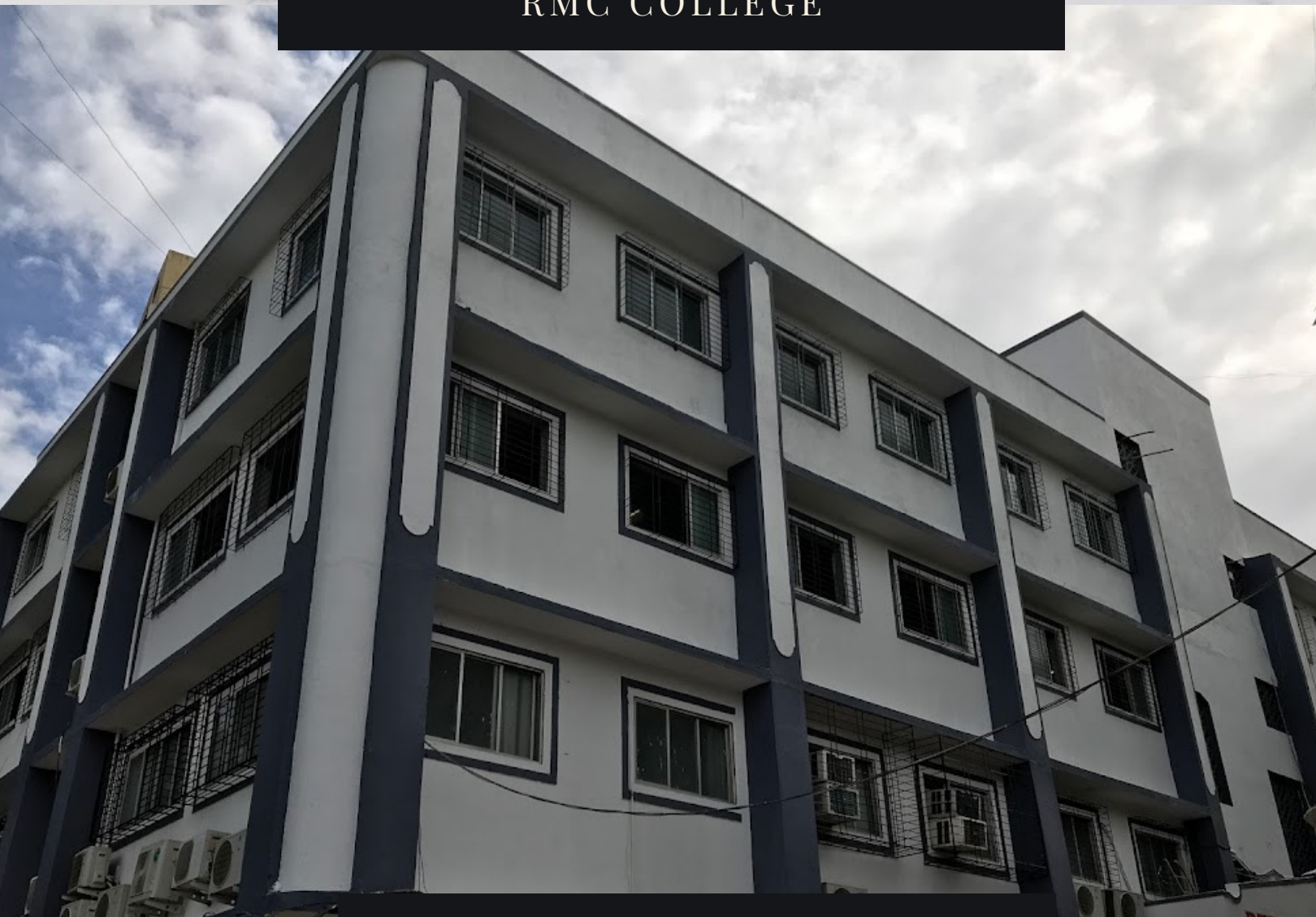


ISSUE NO. 5 // VOLUME NO. 5 // JUNE 2022 EDITION

FINANCE ESSENCE

RMC COLLEGE



BY BAF & BBI DEPARTMENT

"Spend each day trying to be a little wise than you were when you wake up."

- Charlie Munger



The plan beyond this resoucefullness: As a multidisciplinary college, students are expected to experience changes in the business world. This initiative by the BAF faculty will help students gain an edge in a dynamic and financial market environment. This will give an overview of finance with a different perspective, which will also help students to understand the market. I urge all my students to read this newsletter and appreciate any input from them on this matter.

wish you all Happy reading.

I/C

Principal

Dr. Satinder Kaur Gujral

(M.com, MBA, B.Ed., Ph.D.)

LARGE ECONOMY IN THE WORLD OF GDP

BY NAMRATA SINGH AND NIKHIL

WORLD GDP: THE WORLD'S GDP IS \$95 TRILLION AS OF 2022, THE LIST SHOWS HISTORICAL, PRESENT, AND FUTURE VALUES FOR ALL THE COUNTRIES FROM 2019 TO 2026. BELOW IS THE LIST OF COUNTRIES BY GDP, RANKED AS PER THE ECONOMIC ACTIVITY OF EACH COUNTRY IN 2022. GROSS DOMESTIC PRODUCT (GDP) SERVES AS A BROAD INDICATOR OF A COUNTRY'S ECONOMIC OUTPUT. GDP IS THE MONETARY MARKET VALUE OF ALL FINAL GOODS AND SERVICES MADE WITHIN A COUNTRY DURING A SPECIFIC PERIOD. THE WORLD GDP IS THE ADDED TOTAL OF THE GROSS NATIONAL INCOME FOR EVERY COUNTRY IN THE WORLD. GENERALLY SPEAKING, WHEN GDP IS INCREASING IN A COUNTRY, IT IS A SIGN OF GREATER ECONOMIC ACTIVITY THAT BENEFITS WORKERS AND BUSINESSES (WHILE THE REVERSE IS TRUE FOR A DECLINE). GDP IS IN BILLIONS OF US DOLLARS. WHO ARE THE BIGGEST CONTRIBUTORS TO THE GLOBAL ECONOMY?

TOP 10 COUNTRIES HAVING THE HIGHEST GDP BY THE YEAR 2022

1. UNITED STATES: \$20.89 TRILLION
2. CHINA: \$14.72 TRILLION
3. JAPAN: \$5.06 TRILLION
4. GERMANY: \$3.85 TRILLION
5. UNITED KINGDOM: \$2.67 TRILLION
6. INDIA: \$2.66 TRILLION
7. FRANCE: \$2.63 TRILLION
8. ITALY: \$1.89 TRILLION
9. CANADA: \$1.64 TRILLION
10. SOUTH KOREA: \$1.63 TRILLION



How is GDP calculated?

GDP = PRIVATE CONSUMPTION + GROSS PRIVATE INVESTMENT + GOVERNMENT INVESTMENT + GOVERNMENT SPENDING + (EXPORTS - IMPORTS).

The income approach

$$Y=w+i+r+p$$

The expenditure approach

$$Y=C+I+G+X-M$$

What is GDP?

- Gross domestic product (GDP) is a monetary measure of the value of all final goods and services produced in a period (quarterly or yearly).
- Nominal GDP estimates are commonly used to determine the economic performance of a whole country or region, and to make international comparisons.



MONEY MISER

BY AYESHA SHAIKH

WHAT IS TDS ?

1.10% TDS SHALL BE DEDUCTED BY ANY INDIVIDUAL ISSUING ANY ADVANTAGE OR PERQUISITE MORE THAN RS 20,000 A YEAR TO A RESIDENT.

2. TAXES SHALL BE DEDUCTED AT THE RATES SPECIFIED IN THE RELEVANT PROVISIONS OF THE ACT.

3 IF THE PAYMENT EXCEEDS THE PRESCRIBED LIMIT, THEN TDS PROVISIONS WILL BE APPLICABLE.

4. TDS NEEDS TO BE DEDUCTED ONLY IF IT EXCEEDS 30,000.

5. PERSON (DEDUCTOR) WHO IS LIABLE TO MAKE PAYMENT OF SPECIFIED NATURE TO ANY OTHER PERSON (DEDUCTEE) SHALL DEDUCT TAX AT SOURCE AND REMIT THE SAME INTO THE ACCOUNT OF THE CENTRAL GOVERNMENT.

6. THE BUYER OF A VDA HAS TO PAY 1 PER CENT TAX DEDUCTED AT SOURCE (TDS) OF THE AMOUNT PAID TO THE SELLER.

How Can You Save TDS?

LEAVE TRAVEL ALLOWANCE

EVERY TAXPAYER SHOULD INCUR TRAVEL ALLOWANCE EXPENSES BEFORE CLAIMING AN EXEMPTION. SO, IF YOU DON'T HAVE TRAVEL ALLOWANCES IN YOUR SALARY BREAK-UP, YOU CAN REQUEST YOUR EMPLOYER TO INCLUDE THEM.

Mediclaime Premium

You can provide an 80D tax certificate from insurance firms supporting the deduction of your paid premium. You may also have to provide copies of the bank statement, passbook, and routine health check-up receipts as proof.

House Rent Allowance

In case your aggregate rent paid in that financial year exceeds ₹1,00,000, you can provide the name, address and PAN of your landlord to claim this allowance. If you don't have the PAN of your landlord, you need to obtain a declaration in Form 60.

Residential Loan Interest

To claim this exemption, you need to provide the lender's name, address, and PAN and the bank certificate having the details like date of availing loan, instalment amount, and chargeable interest.

Food Coupons

As per the Income Tax Act, a sum of ₹50 per meal can be exempted from meal vouchers. So, for a month with 25 working days, you can get a tax exemption of ₹2,500.

Tuition Fees

For this, you need to provide copies of your tuition fee receipts signed or stamped by the educational institution.

Donations

If you have provided certain funds to charitable institutions or authorised trusts, you can submit the receipt of your donation, including all the relevant credentials.

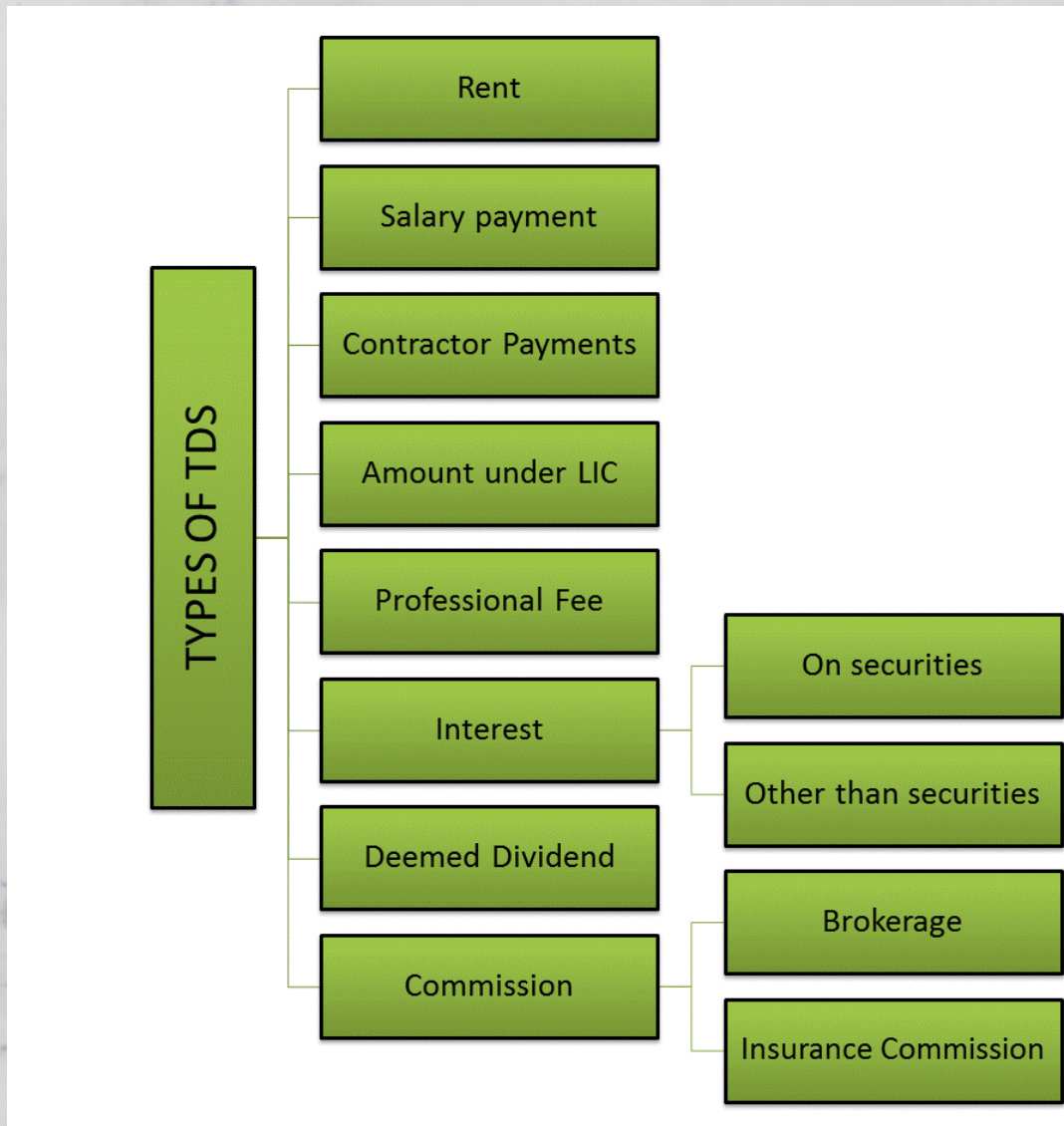
National Pension System (NPS)

Here, you need to submit a copy of the deposit receipt for that financial year along with a copy of the relevant bank statement

Section 80C Benefits

You need to invest in Section 80C and utilise the entire amount to save TDS on your salary. In this regard, investing in Public Provident Fund (PPF) is a good option since it offers an annual tax rebate of around ₹1,50,000.

TYPES OF TDS



TDS Calculator

AVERAGE INCOME TAX RATE = INCOME TAX PAYABLE (COMPUTED THROUGH SLAB RATES) / ESTIMATED INCOME FOR THE FINANCIAL YEAR.

MONTHLY HIGHLIGHTS

BY PRATIK SOLANKI



Sensex, Nifty, Share Prices Updates, 21 June 2022: The S&P BSE Sensex jumped 934.23 points (1.81 per cent) to end at 52,532.07 while the Nifty 50 rallied 288.65 points (1.88 per cent) to settle at 15,638.80.

HDFC BANK Q1 RESULTS: THE LARGEST PRIVATE LENDER IN THE COUNTRY REPORTED A TOTAL REVENUE GROWTH OF 13 PERCENT TO RS 41,560.27 CRORE IN JUNE 2022 QUARTER AS AGAINST RS 36,771.47 CRORE IN JUNE 2021 QUARTER. ON A SEQUENTIAL BASIS, THE PROFIT FIGURE WAS DOWN BY 8.9 PERCENT FROM RS 10,055.18 CRORE WHEREAS REVENUE MARGINALLY INCREASED FROM RS 41,085.78 CRORE.



MONTHLY HIGHLIGHTS

DELHIVERY
Small World

Delhivery – lock in period ends
Issue Price:- Rs 487; CMP:- Rs 467

Venus Pipes – lock in period ends
Issue Price:- Rs 326; CMP:- Rs 329

VENUS[®]
PIPES AND TUBES

GST lens on bank arms using parent's brand name, log, or tagline

In recent meetings, the tax department has told the banks that if a mutual fund unit uses any brand components, it should pay a royalty or similar fees to the parent and 18% GST has to be paid on that amount, said people with knowledge of the matter.



The financial institutions include State Bank of India NSE 1.42 % (SBI), ICICI Bank NSE 2.21 %, HSBC and Axis Bank NSE 0.03 %, among others. SBI NSE 1.42 %, ICICI, and Axis didn't respond to queries. HSBC declined to comment.

“SBI is expected to be more diligent”: Bank faces NCLT rap over bad loan recovery case

State Bank of India (SBI) has been pulled up by national company law tribunal (NCLT) for lacking diligence in its approach to a bad loan recovery case that is before the court.

The public sector bank had approached NCLT claiming it had misplaced papers pertaining to the account of a borrower, Tybros India Tours, and could not locate them at the relevant branch which had resulted in a 35-day delay in filing a claim against the borrower who has turned delinquent.



SBI is owed Rs. 10 crores by Tybros, a Delhi-based event management company against which recovery proceedings are ongoing at NCLT. As per the rules, all creditors are supposed to file their claims within a stipulated time frame once such legal proceedings start.

NEO Banking

BY PRETIKA IYER & MANVI MEHTA

A Neo bank is a kind of digital bank without any branches. Rather than being physically present at a specific location, Neo banking is entirely online.

It's a wide umbrella of financial service providers who beseech today's tech-savvy customers. Neobanks can be called fintech firms that provide digital and mobile-first financial solutions payments and money transfers, money lending, and more.

Neobanks don't have a bank license of their own but count on bank partners to provide bank-licensed services.

NEOBANK	Zeta	Open	Jupiter	fampay	instantpay	Niyo
Valuation	\$1.45B	\$361M	\$97.2M	\$170M	\$7.56M	-
Funds Raised	\$320M	\$36.6M	\$71M	\$47.8M	\$4.99M	\$49.3M
Investors	Softbank, Sodexo	Tiger, 3one4 Capital, ICICI, Speedinvest	Matrix, Sequoia, Mirae, Nubank	Sequoia, Elevation, Y-Combinator	SM Global, RB Investments	Tencent, Primeventures, Horizon ventures
Founded in	2015	2017	2019	2019	2013	2015
Target Customers	Banks, Fintechs	SMEs, Startups	All Smart phone users	Teenagers	Individuals, SMEs, Large Businesses	Individuals, Businesses
Important metrics	\$16M Revenue 2M+ users, 14K corporates	\$3M ARR 1M+ Businesses in India	30K Signups in first 3 weeks	2M Registered users	\$23M Revenue 30K+ Business -es	\$4M revenue 1M+ users, 9K corporates
Key Banking partners	Kotak RBL BANK AXIS BANK HDFC BANK	ICICI Bank Kotak AXIS BANK equitas	FEDERAL BANK	IDFC FIRST Bank	YES BANK	IDFC FIRST Bank YES BANK equitas DCB BANK

Neo banks are fintech companies that offer a wide range of financial services, including lending, money transfers, mobile-first financial solutions, and many others. Neo banks' principal goal is to provide a degree of seamless customer service that no traditional bank has ever been able to achieve. The speed and affordability of Neo banks make the new age generation shift from traditional banks. Neo banks also lower their banking expenses, which enables them to lower their fees and offer their services to those who are underbanked. Small and medium-sized businesses, which are often deemed underserved by traditional banks, are catered to by neo banks. By releasing cutting-edge products and offering top-notch customer service, they use the mobile-first strategy to set themselves apart.

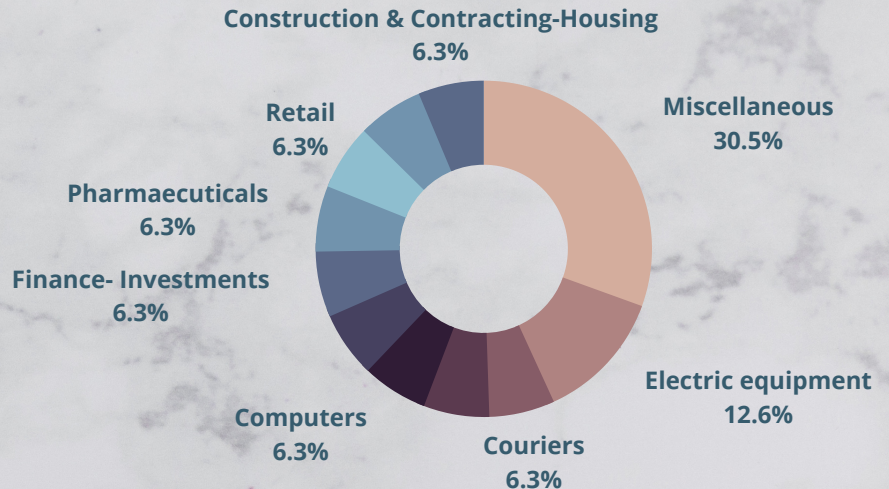
FAMOUS INVESTOR PORTFOLIO (NATIONAL)

BY SHIVAM PANDEY

Porinju Veliyath



Porinju Veliyath is the founder of Equity Intelligence India Private Limited



Net worth: 129 Cr.

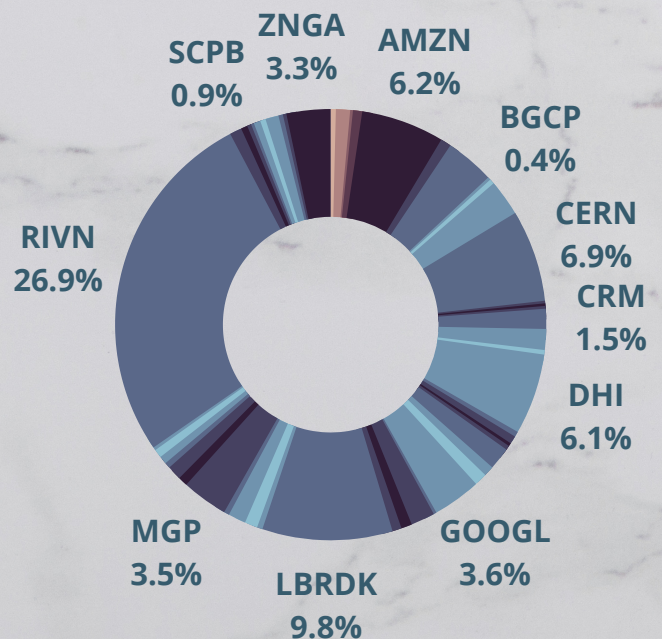
FAMOUS INVESTOR PORTFOLIO (INTERNATIONAL)

BY NIKHIL GHADGE

George Soros



George Soros is the owner of Rivian Automotive Inc (RIVN), Liberty Broadband Corp (LBRDK), Cerner Corp (CERN), Amazon.com Inc (AMZN), D.R. Horton Inc (DHI) companies



Net worth: 860 crores USD.

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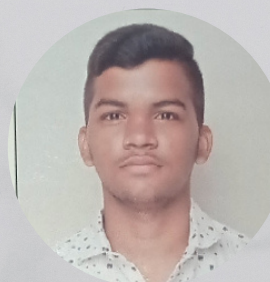
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