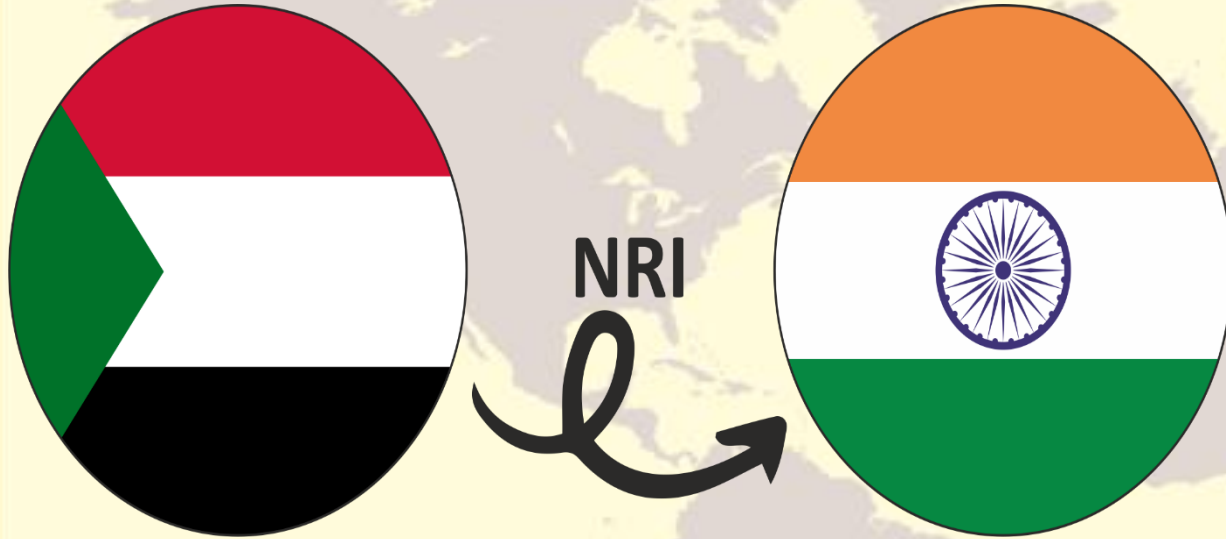
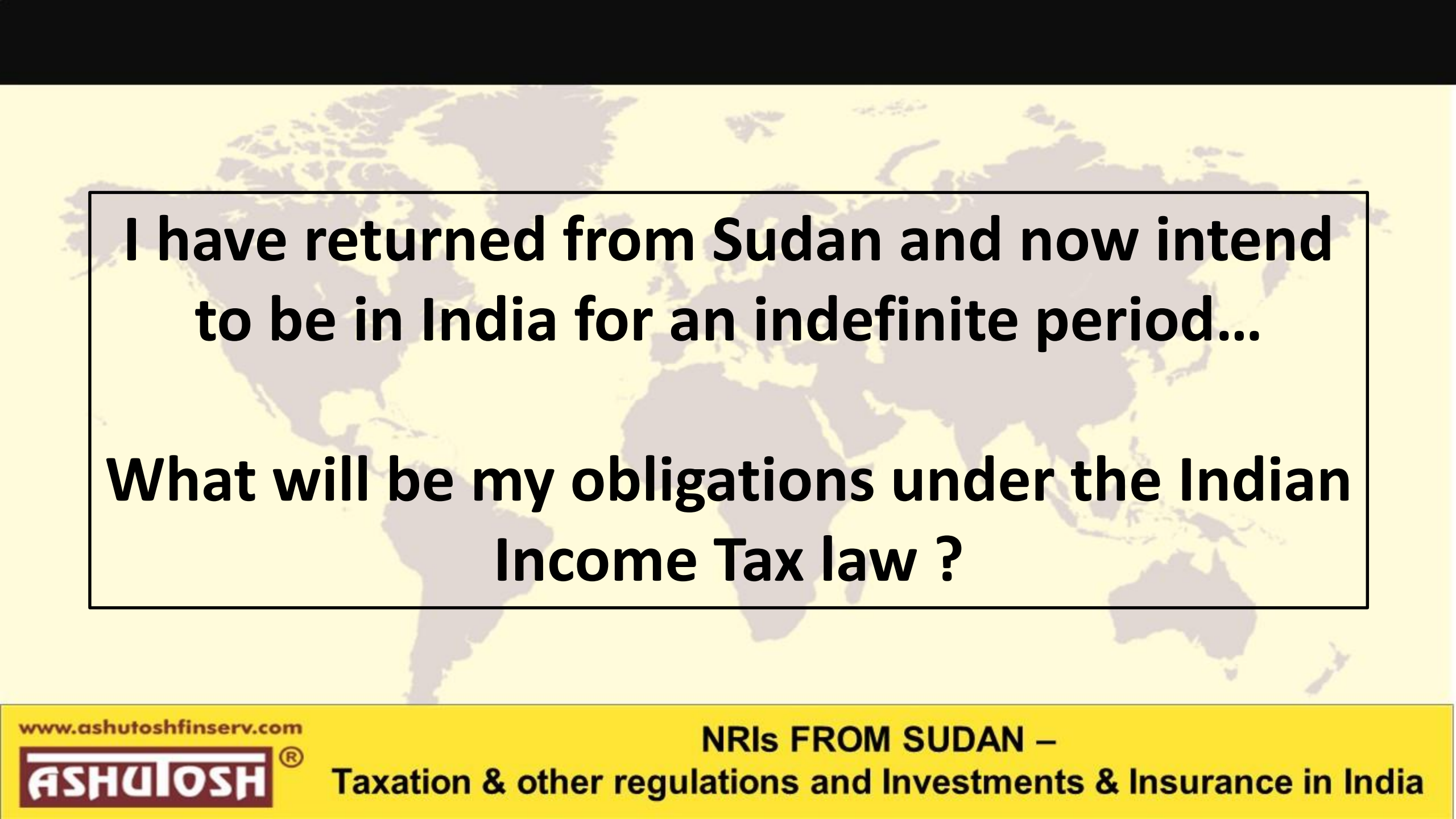


NRIs FROM SUDAN

**Taxation & Other
Regulations
and**

**Investments & Insurance
in India**



A faint world map is visible in the background of the slide, centered on the Indian subcontinent.

I have returned from Sudan and now intend to be in India for an indefinite period...

What will be my obligations under the Indian Income Tax law ?



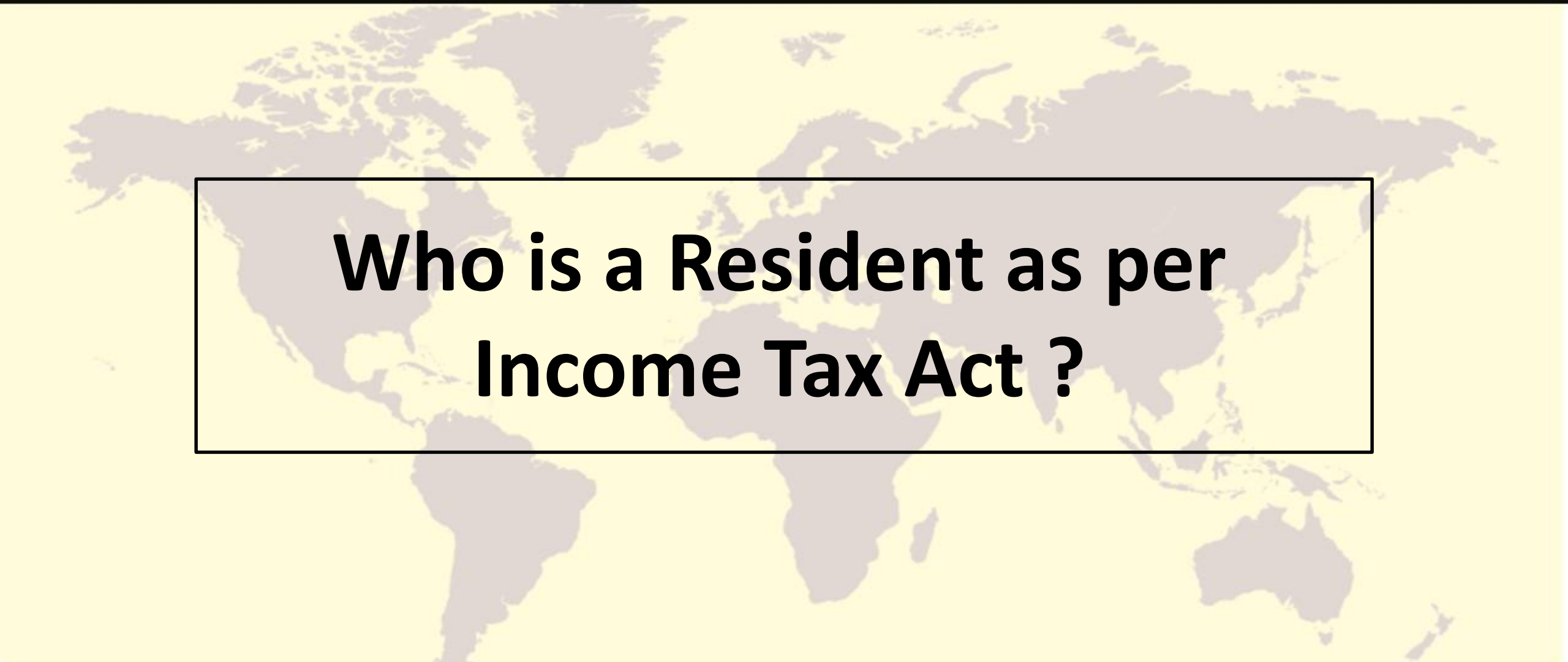
Scope of taxability in India

What will be my obligations under the Indian Income Tax law ?

Which Incomes are taxable in India ?

Particular	Resident and ordinarily resident in India (R & OR)	Resident but not ordinarily resident in India (R but not OR)	Non-resident in India (NR)
Indian income	Taxable	Taxable	Taxable
Foreign Income	Taxable	Non Taxable	Non Taxable
Income from business or profession accruing or arising outside India, but business controlled from India or a profession setup in India.	Taxable	Taxable	Non Taxable

What will be my obligations under the Indian Income Tax law ?

A faint, light-colored world map is visible in the background of the slide, centered behind the main text box.

**Who is a Resident as per
Income Tax Act ?**

What will be my obligations under the Indian Income Tax law ?

An individual who has returned from Sudan is a resident in India if he is in India for a period of :

182 days or more during the financial year

OR

60 days or more during the financial year and 365 days or more during the preceding 4 financial years

What will be my obligations under the Indian Income Tax law ?

For persons who are residents

Resident & Ordinarily Resident (R & O R)	Resident but not Ordinarily Resident (R but not OR)
<p><u>Resident in India at least 2 out of 10 previous years preceding the relevant previous year</u></p> <p>AND</p> <p><u>Has been in India for a period of 730 days or more during 7 years immediately preceding the relevant previous year.</u></p>	<p><u>Has been a Non Resident in India in 9 out of 10 previous years preceding that previous year</u></p> <p>OR</p> <p><u>Has been in India for 729 days or less in 7 years immediately preceding the relevant previous year.</u></p>

Persons who are Non Residents or deemed to be Resident but Not Ordinarily Resident (R but not OR) need not go into the above bifurcation of residents.

What will be my obligations under the Indian Income Tax law ?

Details for residential status determination

1. a. Scanned copy of passport pages with stamps
or
b. No. of days of stay in India (including dt. of arrival and dt. of departure – refer note) in the concerned Financial Year and in each of the preceding 10 years.
2. Status of the person – PIO or Indian citizen or none of the two.
3. Country of present stay/residence.
4. Indian Income + Foreign incomes from a business controlled or a profession set up in India during the Financial Year.

To determine your Income Tax residential status in a convenient way, visit:

www.ashutoshfinserv.com/nri-calculator

What will be my obligations under the Indian Income Tax law ?

A faint, light-colored world map is visible in the background of the slide, centered behind the main text box.

Double Taxation Avoidance Agreement (DTAA)

What will be my obligations under the Indian Income Tax law ?

What is a Double Taxation Avoidance Agreement (DTAA)?

- ✓ Double Taxation Avoidance Agreement (DTAA) is an agreement entered into between countries, with the basic objective to avoid taxation of income in both the countries (i.e. Double taxation of same income) and to promote and foster economic trade and investment between the two countries.
- ✓ India has DTAA with over 94 countries such as the US, the United Kingdom, the UAE, Canada, Australia, Saudi Arabia, Singapore and New Zealand, Kenya, Tanzania, South Africa, Sudan etc.

What will be my obligations under the Indian Income Tax law ?

Basic of Taxation

(When income from more than one country)

Residence Rule

Under this rule, the country can tax persons if they are residents or domiciled in the country, regardless of the source of income. The principle of residence – based taxation of income envisages the taxation of global income.

Source Rule

Under this rule, the taxation is at the source country where the income is generated. The principle behind source based taxation is to pay taxes in the country which provides opportunity for generation of that income.

What will be my obligations under the Indian Income Tax law ?

Rates under Indian Income Tax	Type of income in India	
	Dividend	Interest
	20% + Surcharge (If applicable)	Slab rates

Rates in DTAA

S.No.	Country of tax residence	Type of income in India	
		Dividend	Interest
1	USA	25%	15%
2	UK	10%	15%
3	Australia	15%	15%
4	UAE	10%	12.50%
5	Canada	25%	15%

What will be my obligations under the Indian Income Tax law ?

Basic principle under Double Taxation Avoidance Agreement (DTAA)

The taxpayer can select the provisions or rates of taxes, whichever are beneficial under

DTAA
or
the Income Tax Act.

What will be my obligations under the Indian Income Tax law ?

Who is required to file Income Tax return in India?

1. Person whose income exceeds Rs. 2.5 lakhs in India (before giving effect of deductions under Chapter VI-A and certain capital gains exemptions – Sec 10A, 10B, 54, 54B, 54D, 54EC, 54F, 54G, 54GA, 54GB).
2. Person who wants to claim refund of any taxes which have been withheld (TDS deducted).
3. Person who declares a loss and wants to carry forward the said loss for set off in subsequent years.
4. Following categories of persons irrespective of the income:
 - i. Deposited an amount exceeding Rs.1 crore in current accounts by any mode during the year.
 - ii. The deposit in one or more savings bank account of the person, in aggregate, is rupees fifty lakh or more during the previous year.
 - iii. If his total sales, turnover or gross receipts, as the case may be, in the business exceeds sixty lakh rupees during the previous year; or
 - iv. If his total gross receipts in profession exceeds ten lakh rupees during the previous year; or
 - v. If the aggregate of tax deducted at source and tax collected at source during the previous year, in the case of the person, is twenty-five thousand rupees or more (fifty thousand in case of senior citizen); or
 - vi. Has incurred electricity expenditure in aggregate exceeding Rs.1 lakh during the year.
 - vii. Incurred an expenditure exceeding Rs. 2 lakh on travel out of India from Indian bank account during the year for himself or any other person.

What will be my obligations under the Indian Income Tax law ?

Advance Tax liability

- ✓ All taxpayers whose net tax liability on the estimated net tax liability exceeds INR 10000 are liable to advance tax in four installments.

Total Tax Liability

:

Less: Tax Deducted at Source/Collected at source

:

Payable by way of advance tax

:

Installment	Percentage of estimated tax to be deposited	Due date
First	15%	15 th June
Second	45%	15 th September
Third	75%	15 th December
Fourth	100%	15 th March

What will be my obligations under the Indian Income Tax law ?

Advance Tax liability

- ✓ Advance tax on taxes on capital gains are payable in immediate next installment after the capital gain arises.
- ✓ There are interest implications on late payment or short payment or non payment of advance taxes.
- ✓ Only Resident Indian Senior Citizens (not having business/professional incomes) are exempted from payment of Advance Tax.

What will be my obligations under the Indian Income Tax law ?

Following receipts/gifts in cash or kind are tax free (U/s. 56 of the Income Tax Act):

1. Any amount to the extent of Rs 50,000 annually.
2. On the occasion of the marriage of an individual.
3. Under a Will or by way of inheritance.
4. From following persons In case of an individual without any upper limit:
 - A. Spouse of the individual.
 - B. Brother or Sister of the individual.
 - C. Brother or Sister of the spouse of the individual.
 - D. Brother or Sister of either of the parents of the individual.
 - E. Any lineal ascendant or descendant of the individual.
 - F. Any lineal ascendant or descendant of the spouse of an individual.
Spouse of the person referred to in items (B) to (F).

What will be my obligations under the Indian Income Tax law ?

Tax planning through creation of separate Hindu Undivided Family (HUF)

- ✓ HUF (Hindu Undivided Family) are recognized as a separate legal entity under Indian Tax laws. Income of HUF is not the income of that individual.
- ✓ Any married Hindu can create a HUF and take advantage of the basic exemption limit as well as lower slab rates of tax on lesser income levels.
- ✓ HUF can build its own investment incomes through its corpus.

What will be my obligations under the Indian Income Tax law ?

**Penalty for various contraventions by NRI
under Income Tax Act**

What will be my obligations under the Indian Income Tax law ?

Nature of contravention – Filing Income Tax Return (ITR) in Resident Indian status being a Non-Resident

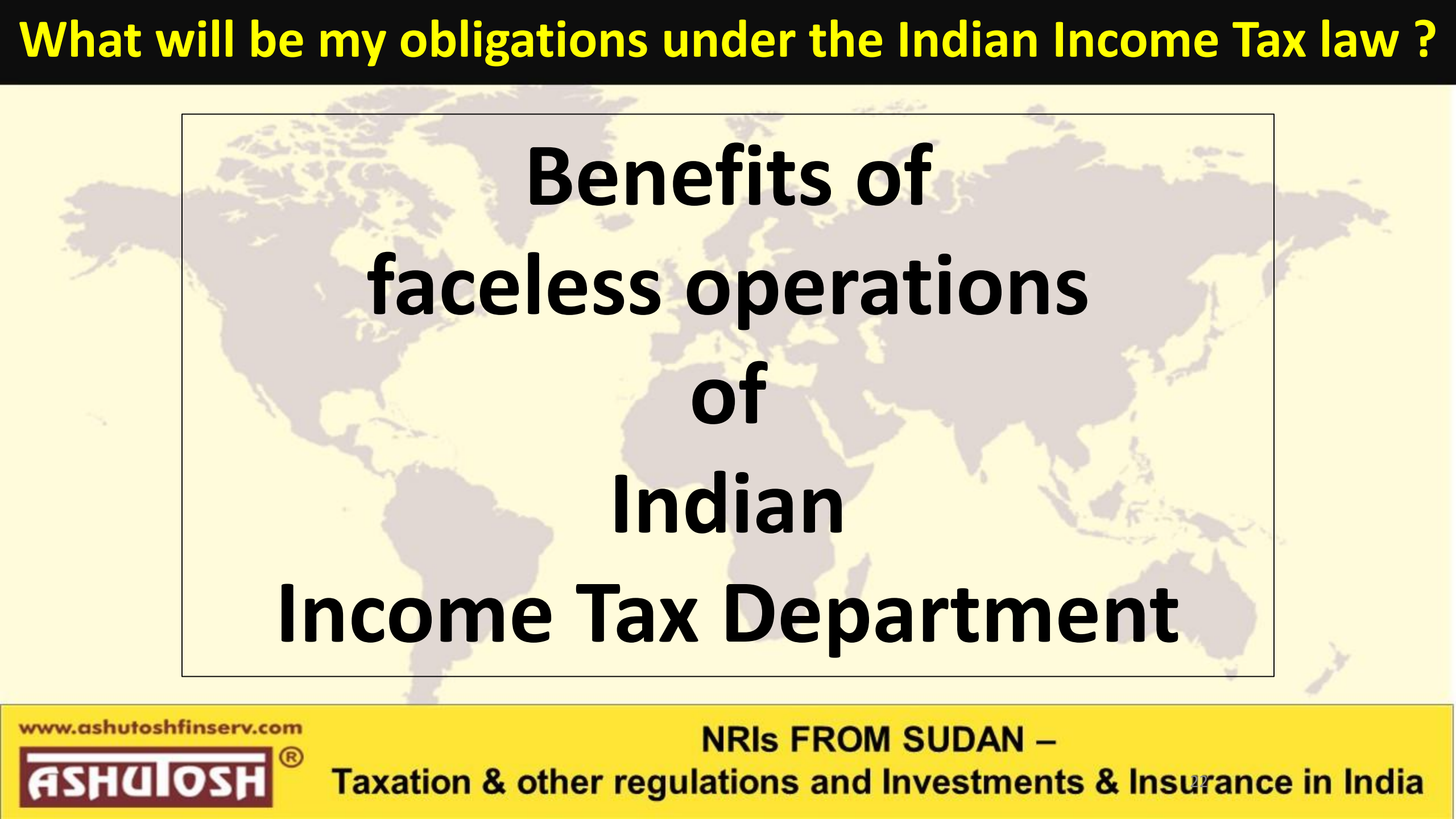
- ✓ Taxation – The A.O. will attempt to tax global income as the assessee has claimed the Resident Indian status.
- ✓ Penalty – Misreporting or Underreporting of income u/s 270A depending on the facts of the case as only the Indian incomes were offered to tax.
- ✓ Incorrect information – When the Income Tax Dept. attempts to tax global income while the assessee claims himself as a Non-Resident, and the Dept. accepts the view of the assessee, penalty u/s 277 for such incorrect information can be levied.

What will be my obligations under the Indian Income Tax law ?

Nature of contravention – Filing Income Tax Return (ITR) in Non-Resident residential status being a Resident Indian

- ✓ Taxation – The A.O. will tax global income as the assessee is not an Non-Resident but a Resident Indian.
- ✓ Penalty – Misreporting or Underreporting of income u/s 270A depending on the facts of the case as only the Indian incomes were not offered to tax.
- ✓ Incorrect information – When the assessee claims himself as a Non-Resident despite being a Resident Indian under Income Tax, he can be liable for penalty u/s 277 for giving such incorrect information.

What will be my obligations under the Indian Income Tax law ?



Benefits of faceless operations of Indian Income Tax Department

What will be my obligations under the Indian Income Tax law ?

Benefits of faceless operations of Indian Income Tax Department

Absolute change on the Tax compliance front

- ✓ All filings with the Income Tax Authorities are E-filing. Complete change on the Tax compliance front.
- ✓ Scrutiny of all Filings, Assessments, Appeals, are faceless.
- ✓ All financial transactions are mapped with Permanent Account Number (PAN).

What will be my obligations under the Indian Income Tax law ?

Benefits of faceless operations of Indian Income Tax Department

Absolute change on the Tax compliance front

- ✓ No scope of any personal interaction with / by any Income Tax authorities for any reasons.
- ✓ Functioning of the Income Tax Department undergoes major changes. A landmark reform going unnoticed.
- ✓ A march towards ending a parallel economy and making India a cashless & compliant economy.

What will be my obligations under the Indian Income Tax law ?

Benefits of faceless operations of Indian Income Tax Department

Absolute change on the Tax compliance front

- ✓ Annual Information Statement (AIS) with Income Tax Department, has all the information of the financial transactions fetched by PAN.
- ✓ AIS has information like :
 - Deposits & Withdrawals of cash from Bank
 - Scrip wise Sale of Mutual Funds and Shares
 - Certain specified transactions such as Credit Card Transactions, Foreign remittances, investments in Mutual Funds, Fixed Deposits, etc.
 - Sale / Purchase of Immovable Properties
 - Income details such as interest on deposit, dividends, rent, etc.
 - Payment of taxes including demands and refunds.
- ✓ Assessee can give a response with evidence if the information in AIS is incorrect / inaccurate.

What will be my obligations under the Indian Income Tax law ?

Benefits of faceless operations of Indian Income Tax Department

Absolute change on the Tax compliance front


- ✓ AIS information needs to be considered while filing annual Income Tax Return and pay tax accordingly.
- ✓ Taxpayer should share complete information with the Tax Advisor, filing return in India, without fail.
- ✓ Contact details like Mobile Number & E-mail id with Income Tax records should be same as registered with Bank Account and should be regularly updated.

What will be my obligations under the Indian Income Tax law ?

Benefits of faceless operations of Indian Income Tax Department

Absolute change on the Tax compliance front

- ✓ In India, the 1st Account holder is to be considered as the owner of a bank account and for other financial assets.
- ✓ The 2nd & 3rd holders are merely for E OR S purpose or for signing / operating the bank account.
- ✓ Do not route the transactions of 2nd / 3rd holder in the same account.
- ✓ Open separate account for all persons having financial transactions in India.
- ✓ Refrain from opening multiple bank accounts of the same person.

A faint world map is visible in the background of the slide, centered on the Indian subcontinent.

I have returned from Sudan and now intend to be in India for an indefinite period...

What will be my obligations for my Banking activity and Investments in India ?

What will be my obligations for my Banking activity and Investments in India ?

A faint world map is visible in the background of the slide, centered on the Indian subcontinent.

**Who is a Resident Indian
for
Banking & Investment purposes?**

What will be my obligations for my Banking activity and Investments in India ?

A) As per FEMA (Foreign Exchange Management Act), a person RESIDENT IN INDIA is:

A person residing in India for more than 182 days during the course of preceding financial year but does not include :

- i) A person who has gone out of India or who stays outside India, in either case -
- for or on taking up employment outside India; or
 - for carrying on a business or vocation outside India; or
 - for any other purpose, in such circumstances as would indicate his intention to stay outside India for an uncertain period.

What will be my obligations for my Banking activity and Investments in India ?

- ii) A person who has come to or stay in India, in either case, otherwise than –
- for or on taking up employment inside India; or
 - for carrying on business or vocation in India, or
 - for any other purpose in such circumstances as would indicate his intention to stay in India for an uncertain period.

Conclusion:

A person residing in India for 182 days or more in the preceding financial year OR coming to India to take up employment OR carry out business OR to stay in India for an uncertain period of time is a Resident.

Hence, he/she cannot hold a NRE/NRO/FCNR A/c in India.

What will be my obligations for my Banking activity and Investments in India ?



Provisions & Formalities for returning NRI

What will be my obligations for my Banking activity and Investments in India ?

General rules

- ✓ When an Non resident Indian returns to India with intention to stay permanently then the status changes from Non Resident Indian to Resident Indian under FEMA.
- ✓ The Non Resident can transfer their funds from foreign bank account to their NRO / NRE account before coming to India permanently.

What will be my obligations for my Banking activity and Investments in India ?

Foreign Assets

- ✓ NRI returning to India for permanent settlement may continue to hold or own all types of Foreign Assets
- Foreign Currency
- Foreign Securities
- Bank Deposits
- Immovable properties if the same were held/owned by them when he was residing abroad, the above assets can be held for unlimited amount and for unlimited period, irrespective of the amount.
- ✓ They are also allowed to gift such acquired property to any relative* including the person who is resident of India.

* Definition of Relative / Close Relative as per Companies Act for FEMA & RBI regulations

What will be my obligations for my Banking activity and Investments in India ?

Foreign Assets

- ✓ Returning NRI are also allowed to purchase and sale the above mentioned foreign assets.
- ✓ Under the relevant regulation, the payment and receipt for such purchase & sale is to be made from Resident Foreign Currency (RFC) account maintained with bank in India for unlimited amount and for unlimited period, irrespective of the amount. However, maximum period for holding RFC deposits with certain banks is 3 years.
- ✓ A resident holding any foreign assets or has signing authority in any foreign account is compulsorily required to file the income tax return irrespective of the amount of taxable income under Section 139(1).

What will be my obligations for my Banking activity and Investments in India ?

NRE & NRO Savings Bank Account

Banking operations:

Returning NRI have the following two options from the day the person becomes a resident under FEMA:

1. Convert their NRE & NRO savings bank account into resident Indian savings bank account.
2. Convert NRE savings bank accounts can be converted into RFC savings bank account held in foreign currency.

What will be my obligations for my Banking activity and Investments in India ?

NRE & NRO Savings Bank Account

Taxation

- ✓ The interest on converted NRO/NRE savings bank account converted into resident Indian savings bank account becomes taxable from the day the person becomes a resident under FEMA.
- ✓ Interest on RFC savings bank account and term deposits are exempt from Income Tax for Non-residents (NR) and Resident but not Ordinarily Resident Individuals (RBNOR).
- ✓ The interest incomes on RFC savings bank accounts & term deposits after attaining Resident & Ordinarily Resident residential status (R & OR) can be taxed at a flat rate of 20% u/s 115H.

What will be my obligations for my Banking activity and Investments in India ?

NRE & NRO Term Deposits

Banking operations:

Returning NRI have the following two options from the day the person becomes a resident under FEMA:

1. Continue the NRE & NRO term deposits at the same terms.
2. Convert NRE term deposits into RFC term deposits held in foreign currency.

What will be my obligations for my Banking activity and Investments in India ?

NRE & NRO Term Deposits

Taxation:

- ✓ The interest on NRE term deposits continued till maturity become taxable from the date of return to India, irrespective of the residential status under Income Tax.
- ✓ The returning NRI has an option to be taxed on the interest incomes on NRE or NRO term deposits (invested from convertible foreign exchange) continued or converted (not redeemed and reinvested) into resident term deposits till maturity at a concessional flat rate of 20% u/s 115H.
- ✓ Interest on RFC term deposits are exempt from Income Tax for Non-residents (NR) and Resident but not Ordinarily Resident Individuals (RBNOR).
- ✓ Interest incomes on RFC term deposits after attaining Resident & Ordinarily Resident (R & OR) residential status can be taxed at a flat rate of 20% u/s 115H.

What will be my obligations for my Banking activity and Investments in India ?

FCNR term deposits

Banking operations:

- ✓ Returning NRI have the following two options from the day the person becomes a resident under FEMA:
 1. Continue the FCNR term deposits at the same terms.
 2. Convert FCNR term deposits into RFC savings bank account/RFC term deposits held in foreign currency.

What will be my obligations for my Banking activity and Investments in India ?

FCNR term deposits

Taxation:


- ✓ Interest on FCNR term deposits continued are exempt from Income Tax for Non-residents (NR) and Resident but not Ordinarily Resident Individuals (RBNOR).
- ✓ The returning NRI has an option to be taxed on the interest incomes on FCNR term deposits after attaining Resident & Ordinarily Resident (R & OR) residential status at a flat rate of 20% u/s 115H.
- ✓ Interest on RFC savings bank account /RFC term deposits are exempt from Income Tax for Non-residents (NR) and Resident but not Ordinarily Resident Individuals (RBNOR).
- ✓ The interest incomes on RFC savings bank accounts/RFC term deposits after attaining Resident & Ordinarily Resident residential status (R & OR) can be taxed at a flat rate of 20% u/s 115H.

What will be my obligations for my Banking activity and Investments in India ?

Formalities by NRI on Return to India under FEMA

<u>Authorities</u>	<u>Action</u>
Insurance companies, Mutual Funds, shares held in companies	Inform regarding the status of change from Non resident to Resident.
Bank Accounts	Inform regarding the status of change from Non resident to Resident and convert the various bank accounts.
<u>Old Bank Account</u>	<u>New Bank Account</u>
NRO Account	Resident Saving Account
NRE Account	Resident Savings account or Resident Foreign Currency Account (RFC) Account
<u>Old Bank Deposits</u>	<u>New Bank Deposits</u>
NRO/NRE/FCNR Term deposits	Can be continued till maturity at the contracted rate of interest or can be converted into RFC term deposits.

What will be my obligations for my Banking activity and Investments in India ?



**Penalty for
contraventions/violation
under FEMA**

What will be my obligations for my Banking activity and Investments in India ?

General Penalty under FEMA

✓ Under section 13 of FEMA,

If any person contravenes any provision of this Act/rule/regulation/notification/direction/order issued/any condition subject to which an authorization is issued by the Reserve Bank, he shall,

- be liable to a penalty up to thrice the sum involved in such contravention where such amount is quantifiable,
- or up to two lakh rupees where the amount is not quantifiable,
- and where such contravention is a continuing one, further penalty which may extend to five thousand rupees for every day after the first day during which the contravention continues.

A faint world map is visible in the background of the slide, centered on the Indian subcontinent.

I have returned from Sudan and now intend to be in India for an indefinite period...

What should be my strategy for investments ?

What should be my strategy for investments ?

- ✓ Investment in Indian Equities.
- ✓ Investment in US Equity.
- ✓ Investment in Unlisted Indian Stocks.
- ✓ Investment in top quality Corporate Fixed Deposits.
- ✓ Investment in Real Estate in India on a need basis.
- ✓ Investment in Precious Metals.
- ✓ Investment of funds in FCNR.

What should be my strategy for investments ?

You should have a major exposure of investments in Indian Equities.

Growth rate of top 20 economies of the world.

Country	Growth Rate	Country	Growth Rate
India	5.9%	South Korea	1.5%
China	5.2%	Japan	1.3%
Indonesia	5.0%	Netherlands	1.0%
Saudi Arabia	3.1%	Brazil	0.9%
Iran	2.0%	Switzerland	0.8%
Mexico	1.8%	Italy	0.7%
Australia	1.6%	France	0.7%
USA	1.6%	Russia	0.7%
Spain	1.5%	Germany	-0.1%
Canada	1.5%	UK	-0.3%

Source : https://www.imf.org/external/datamapper/NGDP_RPCH@WEO/OEMDC/ADVEC/WEOWORLD

Source : <https://ceoworld.biz/2022/03/31/economy-rankings-largest-countries-by-gdp-2022/>

What should be my strategy for investments ?

You should have a major exposure of investments in Indian Equities.

Change in Interest Rates in top 20 economies of the world

Country	01-07-2023	30-06-2022	Country	01-07-2023	30-06-2022
Brazil	13.75%	13.25%	Germany	3.75%	0.00%
Mexico	11.25%	7.75%	Netherlands	3.75%	0.00%
Russia	7.50%	9.50%	Italy	3.75%	0.00%
India	6.50%	4.90%	France	3.75%	0.00%
Indonesia	5.75%	3.50%	Spain	3.75%	0.00%
Saudi Arabia	5.75%	2.25%	China	3.55%	3.70%
USA	5.25%	1.75%	South Korea	3.50%	1.75%
UK	5.00%	1.25%	Switzerland	1.75%	-0.25%
Canada	4.75%	1.50%	Japan	-0.10%	-0.10%
Australia	4.10%	0.85%			

Source : <https://www.cbrates.com/>

Source : <https://www.cbrates.com/centralbanks.htm#b>

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What should be my strategy for investments ?

You should have a major exposure of investments in Indian Equities.

Stock Market performance of top 20 economies of the world
(change from 01-07-2022 to 30-06-2023 – last one year).

Country	% Change	Country	% Change
Italy - FTSE MIB	30.78%	Mexico - S&P/BMV IPC	12.24%
Japan - NIKKEI 225	28.14%	Australia - S&P/ASX 200	12.08%
Russia – MOEX	26.73%	South Korea – KOSPI	10.61%
Germany – DAX	24.46%	Canada - S&P/TSX	4.65%
France – CAC	23.30%	UK - FTSE 100	4.23%
India – Sensex	20.80%	Switzerland – SMI	3.71%
Brazil – BOVESPA	19.63%	Saudi Arabia - Tadawul All Share	-0.05%
Netharland – AEX	17.27%	Indonesia - IDX Composite	-1.95%
Spain - IBEX 35	16.32%	China - Sanghai Composite	-6.06%
USA - S&P 500	14.93%		

Source : <https://in.investing.com/indices/major-indices/performance>

What should be my strategy for investments ?

You should have a major exposure of investments in Indian Equities.

Depreciation of the currency against US\$ in top 20 economies of the world

Currency	01-07-2022	30-06-2023	Change %	Currency	01-07-2022	30-06-2023	Change %
Russia (RUB)	54.500	89.550	-64.31%	India (Rupee)	78.930	82.0910	-4.01%
Turkey (TRY)	16.764	26.051	-55.40%	Canada (CAD)	1.288	1.323	-2.74%
South Africa (ZAR)	16.395	18.826	-14.82%	Australia (AUD)	1.467	1.499	-2.22%
China (CNY)	6.700	7.251	-8.23%	South Korea (KRW)	1298.670	1315.110	-1.27%
Japan (JPY)	135.190	144.320	-6.75%	Indonesia (IDR)	14935.000	15040.400	-0.71%
Spain (Euro)	1.042	1.091	-4.62%	Saudi Arabia (SAR)	3.752	3.7483	0.11%
Germany (Euro)	1.042	1.091	-4.62%	UK (GBP)	0.862	0.8585	0.41%
Italy (Euro)	1.042	1.091	-4.62%	Switzerland (CHF)	0.959	0.8953	6.67%
France (Euro)	1.042	1.091	-4.62%	Brazil (BRL)	5.331	4.786	10.22%
Netherland (Euro)	1.042	1.091	-4.62%	Mexico (MXN)	20.251	17.113	15.49%

Source : <https://in.investing.com/currencies/single-currency-crosses>

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Taxation & other regulations and Investments & Insurance in India

What should be my strategy for investments ?

Investment in Indian Equities

Direct equity V/s. Managed Equity Investments (Mutual Funds & PMS)

Direct Equity :

- ✓ Buying stocks on tips from brokers & friends or through some study.
- ✓ Trading in Equity market and Future & Options (F & O) market.
- ✓ Remaining active everyday.
- ✓ Taxation Disadvantage.
- ✓ Active fund management - stocks & sectors changes missing.

What should be my strategy for investments ?

Investment in Indian Equities

Direct equity V/s. Managed Equity Investments (Mutual Funds & PMS)

Managed Equity Investments (Mutual Funds) :

- ✓ It is an efficient way of investment in Equity market as it gives active stocks & sectors changes and taxation advantage.
- ✓ Investment in Mutual Funds should not be on random basis and NFO (New Fund Offers) centric.
- ✓ New Age approach.
 - Well designed portfolio in accordance with the Risk Profile of the investor.
 - Portfolio diversified across different schemes such as Large Cap, Large & Mid Cap, Focused Flexi Cap, Multi Cap, Small Cap, Value, Thematic, Sectoral and Foreign Funds.
 - AMC (Asset Management Company concentration should be checked).
 - Quartile performance monitoring.
 - Periodic portfolio review.

What should be my strategy for investments ?

Investment in Indian Equities

Direct equity V/s. Managed Equity Investments (Mutual Funds & PMS)

Managed Equity Investments (Portfolio Management Services – PMS) :

- ✓ PMS is also an efficient way of investing in Equity. It gives stocks & sectors changes, where a separate portfolio is made for each investor.
- ✓ Inflow & Outflow of funds do not impact the PMS.
- ✓ Investment in PMS should not be made without peer comparison.
- ✓ New Age approach.
 - Various options available under PMS like Large Cap, Mid Cap, Multi Cap, Small Cap, Value, Contra, Sectoral, Thematic etc.
 - Performance Monitoring on a regular basis.
 - Diversification across PMS Managers.
 - Rs. 50 Lakh across different schemes of the same PMS Managers.
 - Transfer of PMS within the same PMS Manager.

What should be my strategy for investments ?

We should have exposure in Global Markets & Currencies – Invest in US Equity

facebook

Microsoft

amazon



Google

DOWJONES

TESLA

intel

twitter

TOYOTA

STANDARD
& POOR'S 500

NETFLIX

MasterCard

VISA

Apple

Coca-Cola

GOLD MINING
CORPORATIONS

PayPal

Disney

Adobe

JPMorganChase

Nasdaq

What should be my strategy for investments ?

We should have exposure in Global Markets & Currencies – Invest in US Equity

Why invest in USA ?

- ✓ US Stock market is nearly half of the global equity market capitalization.
- ✓ According to Fortune, out of world's 100 most admired companies, 81 are in the US.
- ✓ US is one of the most connected countries in terms of social, products, information, etc. to all of us.
- ✓ US\$ denominated investment suites Indian investor the most.
- ✓ Investment in US market – investment in mother market.

What should be my strategy for investments ?

We should have exposure in Global Markets & Currencies – Invest in US Equity

How to invest in US Stocks ?

Global Investing

Invest in direct US Stocks & ETF
from India OR
Stock Portfolio of US Stocks

www.ashutoshfinserv.vested.co.in

Invest in Indian Mutual Funds
which invest in US Stocks OR
FOF (Fund of Fund) of foreign
stocks.

What should be my strategy for investments ?

We should have exposure in Global Markets & Currencies – Invest in US Equity

How to invest in US Stocks ?

Investment in US Stocks & ETF directly

- ✓ Through the platform of Vested Finance Inc., USA with whom ashutoshfinserv has partnered.
- ✓ Can select out of more than 1000 stocks & ETFs on your own or can invest in preset portfolios.
- ✓ Seamless electronic operations of opening an account and all web based transactions. No paperwork involved.

What should be my strategy for investments ?

We should have exposure in Global Markets & Currencies – Invest in US Equity

How to invest in US Stocks ?

- ✓ Investment under LRS (Liberalised Remittance Scheme) to the extent of US\$ 2,50,000 per person per year.
- ✓ No account opening charges.
No brokerage on any number of transactions.
- ✓ Fixed fund management fees of 0.0833% per month on the portfolio value (Rs. 83 monthly on a portfolio of Rs. 1 lakh).

What should be my strategy for investments ?

We should have exposure in Global Markets & Currencies – Invest in US Equity

How to invest in Foreign Mutual Funds ?

- ✓ Invest in mutual funds which directly invest in US Stock.
- ✓ Invest in mutual funds which are FOF (Fund of Funds) and invest in US based mutual funds.

Type	Large Cap	Mid Cap	Small Cap	Technology
Benchmark	S & P 500	Russel 1000	Russel 3000	Nasdaq 100

What should be my strategy for investments ?

We should have exposure in Global Markets & Currencies – Invest in US Equity

How to invest in Foreign Mutual Funds ?

- ✓ Invest in mutual funds which are FOF and invest in International Stocks (not just USA).
- ✓ Invest in mutual funds which are FOF and invest in various themes : Gold mining, Commodity, EV, AI, Healthcare, Water etc.

What should be my strategy for investments ?

Investment in Unlisted Shares



What should be my strategy for investments ?

Investment in Unlisted Shares

Why should we invest in Unlisted Shares ?

- ✓ “CATCH THEM YOUNG” - early mover advantage.
- ✓ The returns on such stocks could be multi-bagger.
- ✓ When they come for IPO, the success story is evident & visible to the world at large. Thereafter little juice left.

What should be my strategy for investments ?

Investment in Unlisted Shares

Parameters for stock selection when investment directly in specific stocks.

- ✓ Promotor.
- ✓ Track Record.
- ✓ Business activity – Futuristic.
- ✓ MOAT – Competitive advantage available.
- ✓ Possibility of value unlocking – chances of going for IPO.
- ✓ Comfort in longer holding period – For delay in IPO.

What should be my strategy for investments ?

How to invest in Unlisted Shares ?

- ✓ Credit of stocks in Demat Account.
- ✓ Payment by cheque / electronic fund transfer.
- ✓ Bill of purchase cum contract note.
- ✓ Freely transferable before IPO. 6 months lock-in after IPO.

What should be my strategy for investments ?

Investment in Fixed Income Investments

Bank Fixed Deposit (5 Years)	Top Corporate Fixed Deposits
<ul style="list-style-type: none">• SBI : 6.50%• Bank of Baroda : 6.50% 1% extra for Senior Citizens• HDFC : 7.00% 0.75% extra for Senior Citizens.• ICICI : 6.90% 0.60% extra for Senior Citizens.	<ul style="list-style-type: none">• Bajaj Finance (44 Months) : 8.30% 0.30% extra for Senior Citizens.• Mahindra & Mahindra Financials : 7.25% 0.25% extra for Senior Citizens.
<ul style="list-style-type: none">• Tax Free Bonds (PSU) Return of 5.20% with more than 7 years residual maturity.	

What should be my strategy for investments ?

Investment in Precious Metals

- ✓ Investment in Sovereign Gold Bonds (SGB).
 - Issued by the Reserve Bank of India (RBI) in multiple of 1 gms of Gold at the prices prevailing on Indian Bullion Jewellers Association (IBJA).
 - Can earn 2.5% interest p.a. paid on half yearly basis.
 - Tenure : 8 years. Exit Option : 5 years.
 - Tradable on stock exchange.
 - Interest is taxable.
 - Capital Gains is tax free if SGB held till maturity.
- ✓ Investment in Silver ETF and Silver ETF (FOF).
- ✓ Investment in other precious metals ETFs (palladium, platinum, etc.) through our U.S. platform.

What should be my strategy for investments ?

Investment in Real Estate in India on need basis.

- ✓ Real Estate for self use may be invested in India.
- ✓ Liquidity and management of Real Estate continues to be a challenge.
- ✓ Next generation members of the family are not keen to manage immovable assets.
- ✓ Real Estate is not a preferred route of investment vis – a – vis financial assets.

What should be my strategy for investments ?

Investment of funds in FCNR

✓ Want to invest funds in India, but fear the depreciation of India Rupee?

Calculation for Net Cost of investing in Indian Equity based investments:

Sr. No.	Particulars	Amounts
A	Transfer funds in USD (USD rate 83).	\$ 1,00,000
B	Interest on FCNR Deposit @ 5.50% p.a.	\$ 5,500
C	Total of USD deposit with interest at the end of year	\$ 1,05,500
D	Borrowing in INR against the USD FCNR deposit, 90% of present value of Fixed Deposit @ Rs. 83/- per \$.	₹ 78,80,850
E	Interest paid on the borrowings @ 11.40% p.a. Net cost of borrowing on constant currency basis.	₹ 8,98,417
F	Less: Interest on USD FCNR \$5,500 @ Rs. 83/- per \$.	₹ -4,56,500
G	Net Cost of transaction	₹ 4,41,917

What should be my strategy for investments ?

Investment of funds in FCNR

Mode of recovery of the above cost:		
Sr. No.	Particulars	Amounts
1	Rs. 4,41,917 / \$ 1,05,500 by appreciation of USD by Rs. 4.19 per \$.	₹ 4.19
2	Appreciation of investments in Indian Equity Rs. 4,41,917 / Rs. 78,80,850 X 100	5.61%
3	Combination of both appreciation of U.S. Dollar and appreciation of investments in Indian Equities.	

- ✓ If we can earn a better return than 5.61% by investing in India, then the depreciation of INR currency is covered.

Note: FCNR deposit interest rates and borrowing rates related information has been referred from:

<https://sbi.co.in/web/interest-rates/interest-rates/loan-schemes-interest-rates/loan-against-securities-and-consumer-durable-loans>

<https://sbi.co.in/web/interest-rates/interest-rates/sbi-nri-services-interest-rates/sbi-nri-services-fcncr-deposit-interest-rate>

A faint world map is visible in the background of the slide, centered on the Indian subcontinent.

I have returned from Sudan and now intend to be in India for an indefinite period...

What should be my strategy for insurance ?

What should be my strategy for insurance ?

Life Insurance in India

- ✓ Pure life cover :
 - They are also known as Term Plans.
 - Proper comparison should be made between different companies for best terms at the least premium.
- ✓ Guaranteed Income Insurance :
 - Invest for 5, 6, 8, 10, 12 etc. years.
 - Get assured yearly or one time guaranteed amount.
 - Return tax free, if premium per year upto Rs. 5 lakh.
 - Long term assured return useful as a pension or corpus for children's need.

What should be my strategy for insurance ?

Life Insurance in India

✓ Whole life insurance an Estate Planning Tool :

Life long insurance plans can also be used for passing an asset to the successors.

- Pay premium for a fixed term or life long.
- Nominee gets a guaranteed maturity proceeds on death or after 99 years.
- Assured amount can be received by the nominee as a legacy.

What should be my strategy for insurance ?

Non Life Insurance

- ✓ Assets insurance for all risks :
 - Residential or Commercial buildings, vehicles and other assets.
- ✓ Personal Accident insurance.
- ✓ Medical Insurance.
- ✓ Workmen compensation.

All insurance policies should be brought after comparing Terms & Conditions and premium of various insurance companies.

A faint world map is visible in the background of the slide, centered on the Indian subcontinent.

I have returned from Sudan and now intend to be in India for an indefinite period...

Can I have a Wealth Creation cum Regular Income Planning Tool ?

Wealth Creation cum Investment Planning Tool

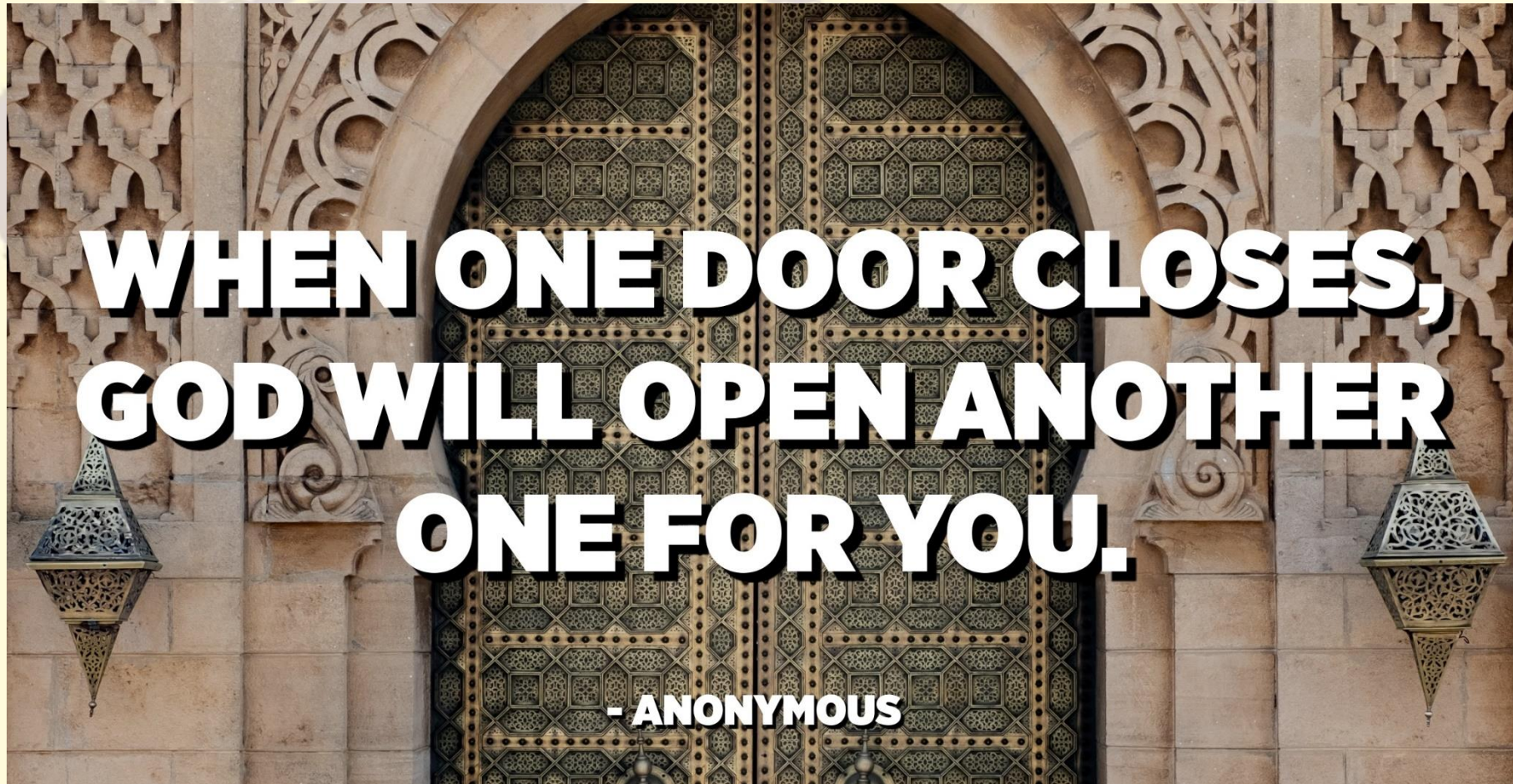
OBJECTIVE

**Cash Flow similar to Fixed Deposits every month
&
Investment Growth & Wealth Creation**

Wealth Creation cum Investment Planning Tool

- ✓ Invest in Equity Oriented Mutual Funds.
- ✓ Expected return on a 5 years investment @ 12%.
- ✓ Systematic Withdrawal Plan (SWP) @ 7% on the investment amount. Cash flow similar to Bank Fixed Deposits.
- ✓ Effective taxation at extremely low rates.

Message...



**WHEN ONE DOOR CLOSES,
GOD WILL OPEN ANOTHER
ONE FOR YOU.**

- ANONYMOUS

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ASHUTOSH®

NRIs FROM SUDAN –

Taxation & other regulations and Investments & Insurance in India

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Thank you...

Questions ?



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