



**INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA**  
(SET UP BY AN ACT OF PARLIAMENT)

**SOUTHERN INDIA REGIONAL COUNCIL (SIRC)**  
**THIRUVANANTHAPURAM BRANCH**

**NEWS LETTER**

**Issue IV- June 2022**  
(For Private Circulation Only)

# Message from Chairman's Desk

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*My dear professional colleagues,*

SMEs play a significant role in most of the economies and are recognised as engines of growth globally. Development of MSME's is vital to achieve overall economic growth. The small and medium practitioners are the strength of the country empowering the MSME's. SMPs helps to improve their competitiveness and to adopt best management practices. ICAI is enabling SMPs with various technical and other resources for its empowerment.

In the month of May we have conducted 12 hours of CPE covering IND AS and Valuation Standards. Ind AS topics were handled by CA. M. P Vijayakumar and CA. M. S. Mathew. We are thank Valuation Standards Board of ICAI for conducting a one day programme at our branch. The vice chairman CA. Cotha Srinivas inaugurated the seminar.

Public exposure on the proposed scheme of education and training (2022) to redesign the future of our profession is open and we request all the members to submit your feedback.

CPEs in the topics MCA 21 version 3, Drafting and pleading and State level program of ICAI on MSME day are the programmes planned for the month. Azadi ka Amrit Mahotsav the iconic day programmes are also in the list. CA day celebration will start with the sport activities. International MSME day seminar will be inaugurated by C. Balagopal, Chairman -Federal Bank on 27 June 2022 at our branch. We request the active participation of the members on activities of the branch.

With warm personal regards,

**CA. Cherianji Samuel**

Chairman,

Thiruvananthapuram Branch, ICAI

# Secretary's Communique

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*Dear Professional Colleagues,*

Greetings of the day!

Every client views a CA firm as one stop solution. And we Chartered Accountants to our best efforts try to strike the best possible answer. However, with change in law, technology and needs of entrepreneurs, it has become hard and time consuming to redress the problems. Its time for us to think and discuss on the concept of Multi Disciplinary Firms.

With the introduction of Multi-Disciplinary firms, the CA firms can rope in services of cost accountants, company secretaries, actuaries, lawyers, Software Professionals, Venture Capitalists, Retired Entrepreneurs etc. A multidisciplinary firm is one which offers both audit and other services under the same brand name or say one umbrella. The growth of multidisciplinary firms is congruent to the fast pace of change and specialized nature of businesses. The aim to offer investors and financial statements users with assurance that financial information is prepared by the rules often requires the expertise of specialists who span a range of industries. Thus, a multidisciplinary practice will provide integrated services from both Chartered Accountants and non-Chartered Accountants. Thereby resulting in a win-win situation.

*The groundwork of all happiness is health.*

Our Branch have decided to give due importance to extra-curricular activities in addition to knowledge enrichment programmes. In this context, we have planned and conducted of sports activities in the current month.

Also, I would like to inform all members that we have received tremendous response for the mail circulated seeking willingness to create a cricket team for our Branch. The team had a friendly match with Income Tax Officials on 25<sup>th</sup> of this month. The match was played in memory of our senior member J. Sreekumar.

Thank You

**CA. Nikhil R Kumar**

Secretary

Thiruvananthapuram Branch of SIRC of ICAI

# A QUICK GLANCE ON FINANCIAL ASTROLOGY

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*How we make an investment decision?* After all, we are employing a lot of complex research tools, technical and scientific analysis of markets etc etc. Though it might be fooling to mention, look to the heaven and do the financial planning. But there are people who checks planetary positions and movements also while making an investment. Who tries to make prediction of currencies, indices and other assets like commodities using astrology.



*So what is Financial astrology?* We know, astrology is the study of the relationships between movements and interactions of the planets and human behaviour. Financial astrology is the study of the link between the movements and interactions of the planets with market behaviour. Or in other words, “a mathematical psychology based on astronomy”.

Financial astrologers understand how the planets were aligned during past market cycles, in order to pick up any correlations with current and future cycles. They study the horoscopes of countries, stock markets, companies and currencies by calculating how the planets were aligned at their time and place of birth and comparing this to present or future positions. A country’s date of birth will be the date of their independence or emergence. For a company, the date of incorporation, and this would reflect when it floated and start trading.

For all who are new to astrology, we can imagine universe as a huge clock. A traditional clock has just an hour hand, a minute hand, and a second hand. But an astrological clock has literally hundreds of hands spinning at different rates. When the hands of the clock line up at certain positions, then the time is well, and therefore the energies are aligned for specific actions and pushes a force to one direction or another. A number of these energies are positive, and a few are negative. These energies affect the psyche of people and eventually human behaviour.

All over the years, people have hunted links between external events and therefore the market outcomes. In financial astrology, millions of commutations and permutations are applied to find links between planets and market behaviour. Plenty of studies are made to correlate planetary movements with market behavior. However, to be familiar with financial astrology, one must have a working knowledge of astrology to set up the experiments. One must understand what the meaning of the planets, the signs, the houses, and therefore the angles that they create with each another, will come up with a hypothesis. At the very least, the so-called negative aspects should correlate with falling markets, and positive aspects should correlate with emerging markets. Of course, there will be surprise correlations also between planetary behavior and market behavior when experiments are run over time. Statistical tests can be applied to determine positive correlation, negative correlation, positive noncorrelation, or negative noncorrelation. These correlations and noncorrelations can then be fixed together and applied to machine learning applications and artificial intelligence applications such as neural networks to predict market behavior. Proving astrology in financial markets is simpler, because of the statistical relationship to price data is clear and unbiased. In contrast, personal astrology is more challenging to determine. In personal astrology, the meanings of the planets also depend on the context and the attitude of the individual involved.

So how can astrology affect financial markets? The energy combinations of the planets affect humans, which successively affects the mass social mood on the planets. Financial astrology doesn’t guarantee that events

will unfold. But it gives one a road map for likely outcomes. The goal is to get a statistical advantage obtained through a large sample size to increase our probability of success. For example, if we are able to get a 60 to 75 percent success rate in a neutral market with a high sample size, then we can gain a bonus over a market with 50 percent odds.

In financial astrology, outcomes and meanings of planets are often clear even before any analysis is run. This is often because people are observing the planetary interactions and therefore the links it with human behaviour for thousands of years. This observation of planetary positions enables a financial astrologer to form accurate financial astrology forecasts and models before computers existed. Many of these models are still used today.

### *Brief Historical Background*

In the late 1920s and early 1930s, financial astrology was made popular by astrologer Evangeline Adams. Adams was well-known as America's first big astrology superstar. She made astrology popular with her stock market predictions.

During the 1920s, Adams consulted many big financial names of the time, including banking giant J. P. Morgan. He was a big believer in financial astrology. J.P. Morgan once famously said that millionaires don't need astrologers, but billionaires do. Are we in charge of the economic matters on earth, or are invisible forces "out there" shaping the economic and social outcomes of individual nations? He thought there was more to the market than timing, and he used astrologers to help guide him in his businesses and investments. In 1947, Donald Bradley proposed the first financial astrology forecasting tool, known as the Bradley Barometer siderograph. This siderograph uses key astrological aspects and declination to forecast market turning points. It is not linked to market prices directly. The Bradley Barometer was created using key astrological aspects that were observed throughout the centuries. These aspects were grouped into positive and negative classifications. These classifications were then used to forecast markets.

As mentioned earlier, negative aspects correlated with falling markets, while positive aspects correlated with rising markets. The important thing to notice here is that this barometer was created before the arrival of computers to verify the graph. This barometer continues to use today in financial astrology. Today, with computers, these outcomes can then be plotted, tested, and correlated statistically.

### *Theory of Financial Astrology*

Financial astrology begins with watching market behaviour when two planets interact. However, financial astrology is restricted to that one factor. It analyses the effects of multiple planets interacting. In physics, Newton's second law states that the acceleration of an object is directly proportional to the net force. In other words, on the outside an observer does not necessarily see all the forces at work. What the observer sees is the net result of all these forces added up, ie movement of the object. In astrology, there may be different forces working together or against each other. The result will be whatever wins the tug-of-war. What the observer sees at any given time in the markets, is often the net result of all the transits added up.

In addition to the effects of transits on markets, there is also the topic of planetary cycles within the field of financial astrology. A financial astrology cycle is classified into two factors: (1) a correlation to the position

of a planet in its orbit to the behaviour of the financial markets, and (2) a correlation to the longitudinal angle between two planets to the behaviour of the financial markets.

Cycles are repeatable patterns that happen over time. They are interesting because one can get a very large sample size and quickly increase the correlation of the markets to past events. By using these cycles, it is likely to increase the predictability of outcomes in the future using cycles. By using conjunctions, one can use cycles to determine the basic positive or negative effect on markets. A popular cycle that is often analyzed is the lunar cycle. This is because everyone knows when the New Moon is and when the Full Moon is. It will be marked in the normal calendar for the layman to read month by month. However, this basic cycle is only a small piece of the pie. There are thousands of lunar cycles to study regarding financial markets. In addition, there are thousands of more combinations and cycles involving other planets and their positions. Financial astrology correlates market price movement with planetary orbits to build a cycle.

### *Conclusion*

Financial astrology is still in the very early stages of its existence. It is interesting that astrologers have applied correlations to the markets since the early 1900s. Even without the new of new advanced computers, Donald Bradley could able to create the Bradley Barometer using basic harmonics. Now with the advent of computers, more specific and accurate analysis can be carried out. However Financial astrology is not for everyone, with very little evidence to suggest its accuracy, it can be doubtful. Still there are investors genuinely do follow the stars to uncover the secrets behind even the cryptocurrency market.

CA. Kavitha V Kurup FCA, DISA  
Mem No. 225850

# Law Updates

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## ITR FORMS

ITR form applicability for salaried and:

- Dealing in F&O / Intraday and tax audit applies - ITR 3
- Dealing in F&O / Intraday and tax audit does apply and not opting for presumptive - ITR 3
- Dealing in F&O / Intraday and opting for presumptive - ITR 4
- Dealing in short term delivery based trades - ITR 2
- Dealing in F&O / Intraday (whether presumptive or tax audit or without tax audit) and short term delivery based trades - ITR 3

E-FILING OF ITR 1/2/3/4 FOR AY 2022-23 (FY 2021-22) IS ENABLED

## INCOME TAX

Cost of Inflation Index for FY 2022 - 23 : 331

Where assessee company received share application money and had submitted enough relevant evidences including bank statements, audited financial statements, copies of ITR etc., of investors so as to prove their identity and creditworthiness and genuineness of transactions of receiving such share application money, impugned additions made by Assessing Officer treating said share capital money as unexplained cash credit was unjustified : **Karmeshwar Exim Pvt Ltd, ITAT Surat**

Where in exercise of powers under section 263, an assessment order was set aside and remanded back to Assessing Officer, and in such proceedings, if Assessing Officer expresses his satisfaction that penalty proceedings can be initiated, same is within his jurisdiction and authority despite fact that original assessment order does not mention anything about initiating penalty proceedings : **Mallelil Industries Pvt Ltd, High Court of Kerala**

Where assessee-trust, registered under section 12A, and engaged in providing medical help, education help and relief to poor had let out its halls and buildings for earning rental income so as to fund its charitable objects, proviso to section 2(15) would not be attracted and assessee could not be denied exemption under section 11 : **Oswal Bandhu Samaj, ITAT Pune Bench B**

## June Month Events

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| Sl No | Date                  | Day      | Topic   | Faculty                                 |
|-------|-----------------------|----------|---|---|
| 1     | 03 <sup>rd</sup> June | Friday   | MCA 21-Version 3 LLP: Registration and Upgradation  | CA. Josh Joseph                         |
| 2     | 11 <sup>th</sup> June | Saturday | Practical session on "Essentials of Drafting and Pleading - its relevance in tax proceedings" | Adv. Sherry Oommen                      |
| 3     | 21 <sup>st</sup> June | Tuesday  | Discussion on proposed scheme of education and training (2022)                                |   |
| 4     | 25 <sup>th</sup> June | Saturday | Friendly Cricket Match  |   |
| 5     | 27 <sup>th</sup> June | Monday   | MSME - Seminar  | C. Balagopal , Chairman<br>Federal Bank |

# Happy Birthday to our June Celebrants

*“Count not the candles...see the lights they give. Count not the years, but the life you live. Wishing you a wonderful time ahead. Happy birthday.”*

## HAPPY BIRTHDAY !!!

|        |                                    |
|--------|------------------------------------|
| 1-Jun  | PHILOMINA ASHOK JOSEPH             |
| 1-Jun  | ANILKUMAR PARAMESWARAN             |
| 3-Jun  | DEEPAK B                           |
| 4-Jun  | SIVADASS BALAKRISHNAN KARTHA       |
| 4-Jun  | MUKUNDA LAL                        |
| 6-Jun  | REMYA C                            |
| 8-Jun  | P MOHANACHANDRAN NAIR              |
| 9-Jun  | DINU CHANDRAN R                    |
| 9-Jun  | AJIT R                             |
| 10-Jun | RAKESH R S                         |
| 12-Jun | JOY J                              |
| 13-Jun | K THOMAS JACOB                     |
| 13-Jun | P K SHIVARAMAN                     |
| 14-Jun | DEVARAJ P R                        |
| 16-Jun | DEEPA R ACHARI                     |
| 16-Jun | SANKARANARAYANAN SATHIAVAGEESWARAN |
| 17-Jun | FELLEGRIN JOHN J                   |
| 20-Jun | GOPALAKRISHNAN                     |
| 23-Jun | GOPIKRISHNAN S                     |
| 28-Jun | SALEEM PADMAVATHY VASU             |
| 29-Jun | UNNIKRISHNAN NAIR A                |
| 30-Jun | M.B. SANIL KUMAR                   |
| 30-Jun | SRIRAM A                           |

# Some Quick Snaps on May



## Invitation for Articles/Writeups

Articles / Writeups are hereby invited from members on any key topics to be published in the upcoming e-Newsletter. Members may kindly submit their articles at **trivandrum@icai.org** with cc to **nikhil@krishnanretna.com** with a subject line "Article for newsletter" on or before 05<sup>th</sup> of the following month along with mentioned details

1. Name
2. Membership Number
3. Contact Number
4. E-mail id
5. Photo
6. Article in docx format