

My Dear Friend

I am presenting Thursday Article on 31 FAQ's for filling of Foreign
Liability + Asset (FLA) return in India

- 1. Any kind of offence is attracting **Penalty** + **imprisonment** (both).
- **2.** It's humbly suggested to stop committing offence.
- 3. I trust that you will be enriched by reading this article

You are requested to subscribe our You-tube channel for quick availability of reading 100% Articles as published on different topics till date instead of searching on google or under article section of www.femainindia.com:

https://www.youtube.com/watch?v=NR13zmq63AI

With best wishes from CA. Satish Agarwal, New Delhi



31 FAQ's for filling of Foreign Liability + Asset (FLA) return in India

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31 FAQ's for filling of Foreign Liability + Asset (FLA) return in India

(A) Introduction on filing of FLA return by Corporate Entity (CE) with RBI

1. Filing of FLA return for collection of Balance of Payment (BoP) position for RBI

RBI regularly compiling information's through FLA returns to know India's BOP position + International Investment Position (IIP) in India + also Outside India on March 31st every year (all).

2. Filing of FLA return through Email (up to March 31st 2018)

• 100% Indian companies + LLPs + Alternative Investment Funds (AIFs) treated Indian corporate entities those required to file in excel format up to July 15th of succeeding year against Foreign Direct Investments (FDI's) received + Overseas Direct Investments (ODI's) made through e-mail ID on fla@rbi.org.in based on audited + also unaudited information's (all).

3. Filing of FLA return through web portal (from March 31st 2019)

- (i) RBI providing web-portal like www.flair.rbi.org.in for filing of FLA return by Indian corporate entities.
- (ii) Indian corporate entity required to have registration through filing of User Registration Form (URF) containing following information's:-
 - (a) Particulars of Identification
 - (b) Particulars of Business user
 - (c) Authority letter + also etc. (both)
- (iii) (a) LLP + also AIF not required to use dummy Corporate Identification Number (CIN) for filing of FLA return (both).
 - (b) Dummy CIN not required after registration at web-portal of RBI.

- (iv) Web-portal permitted for allowing to generate login-name + password for filing of FLA return after filing of URF + also completion of registration process on web-portal (all).
- (v) Indian corporate entities required to furnish details for 100% investors for ODIs + FDIs + Foreign Portfolio Investments (FPIs) in India + also outside India (all).
- (vi) Indian corporate entities <u>permitted</u> to <u>receive</u> system generated <u>acknowledgement</u> after successful submission of FLA return.
- (vii) Indian corporate entities permitted to revise FLA return when original FLA return already filed.
- (viii) Indian corporate entities permitted to view + also to download of information's when FLA return already filed (both).
- (ix) Indian corporate entities permitted to submit + also to revise previous year's information's but after receiving confirmation from RBI through seeking request on email (both).
- (x) (a) RBI not clarified till date whether filing of FLA return for year ending on March 31st, 2019 to be resubmitted through web portal when corporate entities already submitted through email.
 - (b) It's suggested that corporate entities should file FLA return through web portal for year ending on March 31st, 2019 beside already filed through email to avoid any future's confrontation with RBI.

(B) Clarifications for Filing of FLA return by CE with RBI

4. Clarifications for levy of Penalty against Non Filing + late filing (both) FLA returns

- (i) Non filing + late filing FLA returns treated violation under FEMA, 1999 + liable for levy of maximum penalty @300% against amount of FDI + also ODI (all)
- (ii) Generally maximum penalty @300% not being levied under FEMA, 1999 by RBI.
- (iii) RBI already prescribed certain criteria's for levy of penalty under compounding of penalties which are much lower than maximum penalty @ 300%.

5. Clarifications for Filing of FLA return based on Unaudited financial statements

- (i) Indian Corporate entities permitted to submit FLA return up to July 15th based on unaudited financial statements on March 31st
- (ii) Indian Corporate entities permitted to re-submit FLA return up to Sep 30th based on audited financial statement on March 31st when substantial differences existed between unaudited financial statement and audited financial statements.

6. Clarifications for Filing of FLA return for financial year ending on March 31st

• Indian Corporate entities required to submit FLA return based on financial year like from April to March each year beside actual accounting period other than from April to March.

7. Clarifications for Non Filing of FLA return for financial year ending on March 31st

- (i) Indian Corporate entities not required to submit FLA return when share application money received but allotment of shares not made up to March 31st.
- (ii) Indian Corporate entities required to submit FLA return when share application money received but allotment of shares not made up to March 31st + also share application money received from existing non-resident investors (both).

8. Clarifications for Non Filing of FLA return where zero FDI + ODI on March 31st

• Indian Corporate entities not required to submit FLA return when FDI + ODI not outstanding on March 31st beside foreign trade receivable + also foreign trade payables outstanding on March 31st (all).

9. Clarifications for Filing of FLA return where No Additional + Fresh FDI + ODI

• Indian Corporate entities required to submit FLA return beside no additional + no fresh FDI + also ODI received during year under consideration (all).

10. Clarifications for Filing of FLA return by LLP + AIF (both)

- (i) LLP + AIF permitted for FDI + also ODI in selected areas (both)
- (ii) LLP + AIF required to submit FLA return for FDI + also ODI (all).

11. Clarifications for Filing of Annual Performance Report (APR) + FLA return (both)

 Indian corporate entities required to submit FLA return beside APR already filed for ODI.

12. Clarifications for Non Filing where 100% shares already Transferred to ROI

- (i) Indian corporate entities not required to submit FLA return when 100% non-resident shareholding already transferred to Resident of India (ROI) before March 31st.
- (ii) Indian corporate entities required to inform RBI when 100% shareholding already transferred to Resident of India through AD Bank in India

13. Clarifications for Non Filing where FDI received based on Non-Repatriation

• Indian corporate entities not required to submit FLA return when FDI received from non-resident investor on non-repatriable basis.

14. Clarifications for prescribed form to be used for filing FLA return

Indian corporate entities required to submit FLA return through updated
 FLA return's form on RBI web-portal.

15. Clarifications for Information's to be filled for filling of FLA return

Indian corporate entities permitted to get any clarification for submission of FLA return on landline no. of RBI:- (022) 26578662 + 26578217 + 26578348 + 26578214 + 26578340 + 26578241 + also E-mail ID surveyfla@rbi.org.in (both).

16. Clarifications for filing of Hard Copy for FLA return

• Indian corporate entities not required to submit hard copy of FLA return

17. Clarifications for Re-filing of FLA return

Indian corporate entities required to re-submit return when error noticed by RBI.

18. Clarifications for Valuation for FDI received by listed company

Closing share price at BSE or NSE on March 31st be adopted for valuation of FDI.

19. Clarifications for Valuation of FDI received by unlisted company

- (i) Foreign liability be valued based on Own Fund of Book Value (OFBV) similar to Net Owned Fund (NOF) in India.
- (ii) Closing net worth of Indian corporate entity be multiplied with % of FDI for valuation based on OFBV.

20. Clarifications for Valuation of FDI received by Traded Debt Security (TDS)

- (i) TDS be valued at Market Realizable Price (MRP) + also other debts like loan + trade credit + deposit + other account payable receivable be valued at book value.
- (ii) Indian Corporate entities required to use in foreign currency rate available for March 31st for current + also previous years (both).
- (iii) Net worth be computed equivalent to paid up Equity capital + paid up Participating

 Preference share + free reserves + share premiums + other Surplus -(minus)

 accumulated losses (all).

21. Clarifications for Filing of FLA return for Trade Credits + Trade Payables (both)

- (i) Indian corporate entities required to include debts under other capitals like trade credits + ECBs + other structure loan (if any) + convertible + non-convertible debentures + non-participating preference share capital + other payable –(minus) other receivable when FDI + also ODI outstanding on March 31st (all).
- (ii) Paid up equity capital + paid up participating preference share capital not twicely be included under other capital + also equity share capital (all).
- (iii) Indian corporate entities not required to submit FLA return when FDI + ODI not outstanding on March 31st beside trade credit + also trade payable outstanding on March 31st (all).

22. Clarifications for Inclusion of share Premium in FDI + ODI (both) in FLA return

• Indian corporate entities required to include amount of Share premiums under head free reserves + also other surpluses for computation of OFBV (both).

23. Clarifications for Bifurcation of FDI between exceeding 10% and not exceeding 10%

• Indian corporate entities required to bifurcate for FDI exceeding 10% + also not exceeding 10% (both).

24. Clarifications for Special Instructions for Filing of FLA return

- (i) (a) Indian corporate entities required to study definitions before filing of FLA return
 - (b) Definitions available in excel format of FLA return prescribed form + also available in Annex-1 attached with FLA return Form (both).
- (ii) Indian corporate entities required to report in lac in Block 1 + 2 + 4 + 5 + also to report in actual Foreign Currency in Block 3A of section IV under Foreign Asset (all).

(C) FLA Return's form + structure of form (both)

25. FLA return's form + structure (both) in V Sections

- (i) Section I under Identification Particulars of Indian corporate entity
- (ii) Section II under Financial details of Indian corporate entity
- (iii) Section III under Foreign Liability of Indian corporate entity
- (iv) Section IV under Foreign Asset of Indian corporate entity
- (v) Section V under Variation report

26. Section I- Identification of Particulars of Indian corporate entity

- (i) Under Name + address (both)
- (ii) Under PAN
- (iii) Under CIN
- (iv) Under Contact details
- (v) Under Account closing date
- (vi) Under Nature of business + etc (both)

27. Section II - Financial details of Indian corporate entity at face value in lakh

- (i) Under Total paid up capital
- (ii) Under Non-resident shareholdings
- (iii) Under Profit and loss account
- (iv) Under Reserve + Surplus (both)
- (v) Under Sale + Purchase (both)
- (vi) Under Number of employees on payroll



28. Section III - Foreign liabilities of Indian corporate entity at computed price

- (i) Investment in India under head FDI when equity participation exceeding 10%
- (ii) Other capital like liability to direct investor + also claim on direct investor (both)
- (iii) Disinvestment in India during year under consideration
- (iv) Investment in India under FDI when equity participation not exceeding 10%
- (v) Investment in India under FPI in corporate entity other than FDI at computed price
- (vi) Other Investment like outstanding liability towards unrelated foreign party

29. Section IV - Foreign Assets of Indian corporate entity at computed price

- (i) ODI when equity participation exceeding 10%
- (ii) Equity capital + reserve + also surplus of foreign entity known Direct Investment Enterprise (DIE) all.
- (iii) Overseas Direct Investment (ODI) outside India when equity participation not exceeding 10%
- (iv) Portfolio Investment (PI) Outside India at computed price
- (v) Other Investment like outstanding claim from foreign unrelated party

30. Section V - Variation between previous and preceding to previous year

- (i) Under Paid up capital
- (ii) Under Net worth
- (iii) Under Total Sales
- (iv) Under Total Purchases
- (v) Under Other Investment liability
- (vi) Under Other Investment asset



31. Conclusion on filing of FLA returns for FDI + ODI (both)

(i) (a) Filing of FLA return by Indian corporate entity permitted through web portal of RBI with unaudited financial statements up to July 15th when FDI + also ODI outstanding on March 31st (both).

+ (plus)

- (b) Permitted through web portal of RBI with audited financial statements up to September 30th when FDI + ODI outstanding on March 31st + also substantial variation existed between amounts of unaudited financial statements and audited financial statements (all).
- (ii) Filing of FLA return by Indian corporate entity not required when FDI + also ODI not outstanding on March 31st (both).
- (iii) (a) Indian corporate entity required to submit FLA return for ODI beside APR already filed.
 - (b) Hence FLA + also APR (both) be submitted against ODI.
- (iv) Indian corporate entities not required to submit FLA return for FDI + ODI:
 - (a) When FDI already transferred to resident of India before March 31st
 - (b) When FDI actually received on non repatriation basis in India
 - (c) When Foreign trade receivable + also trade payable outstanding without FDI or ODI on March 31st (both).
- (v) (a) Indian corporate entities liable for penalty not exceeding @ 300% of FDI + ODI under FEMA, 1999 when FLA return filed late + also not filed till date (all).

+ (plus)

(b) Generally RBI not imposing penalty @ 300% but actually compounding contraventions with pre-fixed + also variable penalties (both).

(D) User Manual for submission of online FLA Form for Company + LLP + AIF

(Source for manual www.flair.rbi.org.in)

0. Registration

If you want to fill returns for a new entity, you need to register on the FLAIR portal first. Refer to User Manual for FLA User Registration Form present on FLAIR portal for further guidance.

Once the registration process is completed proceed to point 1. In case you are filling the returns for an old entity, you can proceed to point 1 with previously used username and password. No need to register afresh.

1. FLA online form

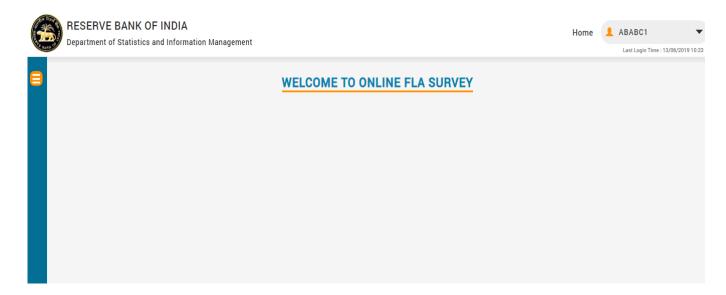
1.1 Logging on to FLA online form

Step 1: Enter your user name, new password and valid Captcha. (The captcha is case sensitive.)

Step 2: Enter OTP code (the user will receive the OTP on registered E-mail ID for login)

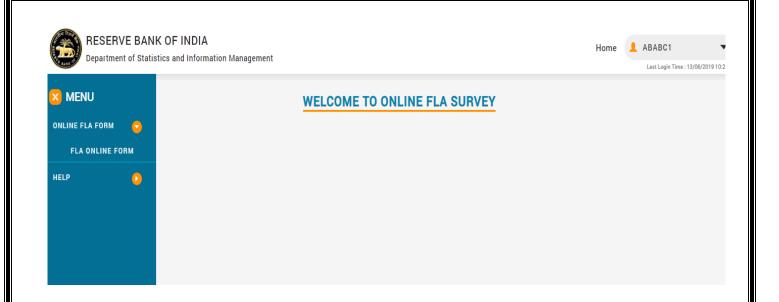
1.2 Entry in FLA online form:

On successful login, the home page (dashboard) is displayed.

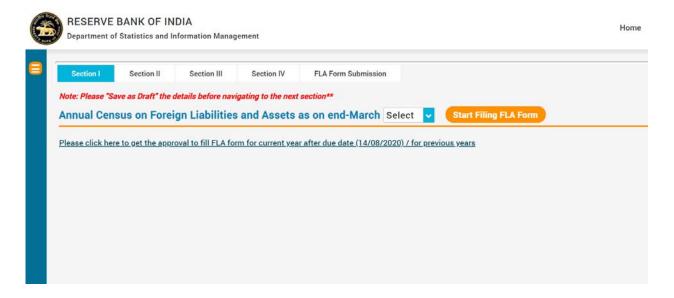


Step 1: Click on the top - left option button to open Menu. Click on "FLA Online Form".

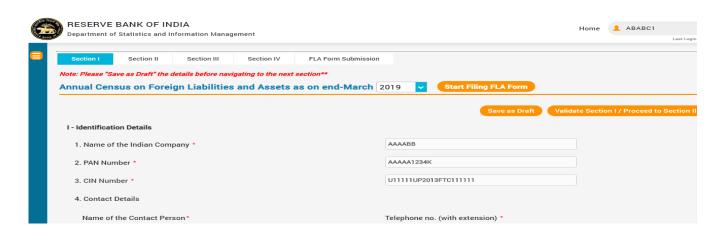




Step 2: Select the appropriate year from the drop-down list. Then click on "Start Filing FLA form". (In case you want to fill/revise previous year return, you need to take approval from RBI by clicking on the link given below).



Thereafter the following screen will appear:



2. Section I

The fields in the FLA online Form for Section I are described in the following table.

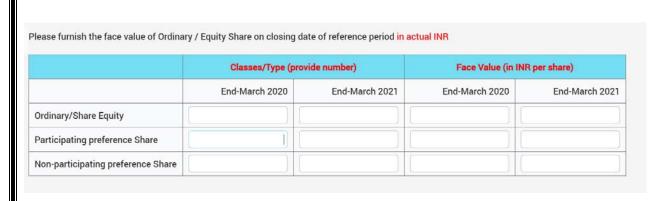
All fields are mandatory, can't be left blank.

	Table 2.1: Fields of Section I in the FLA online Form			
Sr. No.	Field Name	Field Description		
1	Name of the Indian Company*	Pre-filled, non-editable as per the FLA registration form		
2	PAN number*	Pre-filled, non-editable as per the FLA registration form		
3	CIN number*	Pre-filled, non-editable as per the FLA registration form		
4	Name of the Contact Person*	Enter the name of the contact person		
5	Telephone No. (with extension) *	Mention the telephone number with extension		
6	Mobile Number*	Provide valid mobile number		
7	E-Mail ID (Head of the institution) *	Pre-filled, non-editable as per the FLA registration form		
8	E-Mail of Contact person*	Enter the Email ID of the contact person		
9	Designation*	Mention the designation of the contact person		
10	Website (if any)	Enter the website of the company, if any		
11	Account Closing date*	Choose the date of closing account for submission of current FLA return from the side arrow of calendar		

12	Nature of Business (As per National Industrial Classification (NIC) 2008 Code) *	Choose the nature of business as per National Industrial Classification (NIC) 2008 Code from the drop-down menu. Refer the Annex-1 for the list of National Industrial Classification (NIC) 2008 Codes
13	Whether your company is merged/amalgamated during year*	Select Yes or No. In case of Yes is selected, then provide the details of new company merged/amalgamated, number of merged companies and the name of merged entity.
14	Whether the company is listed? *	Choose appropriate option for your company is listed or not. If your company's CIN number is started from L, its means, it's Listed company and then choose Yes, else choose No.
15	Identification of the reporting company (in terms of inward FDI) *	Choose appropriate option from the drop-down menu.
16	Type of company*	Select appropriate option from the drop-down menu
17	Whether the Company is Asset Management Company? *	Select Yes or No.
18	Whether the Company has Technical Foreign collaboration? *	Select Yes or No.
19	Whether the company has any business activity during latest financial year? *	Select Yes or No.

Please note, the fields marked * are mandatory.

Apart from the above fields, the following table needs to be filled with appropriate data:

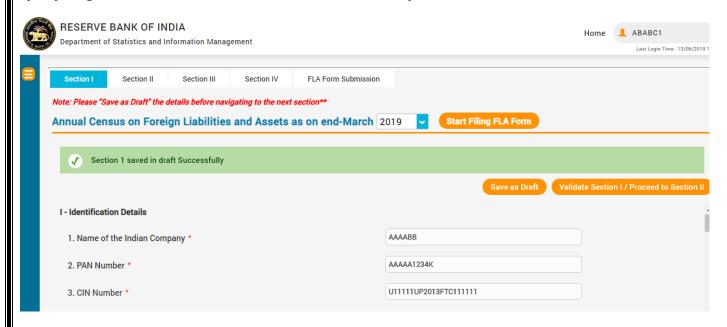


In case your company is listed; you need to fill the following table as well:

Please furnish the market value of Ordinary / Equity Share on closing date of reference period in actual INR

Market Value (in INR Per Share)		
	End-March 2020	End-March 2021
Ordinary/Share Equity	0	0

After filling all the details in Section I, click on "Save as Draft".



Then click on "Validate Section I/Proceed to Section II". In case some error is found during validation, you will have to rectify the error. After all the validation checks are successfully completed, you will be able to proceed to Section II.



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3. Section II (Financial Details)

The fields in the FLA online Form for Section II are described in the following table.

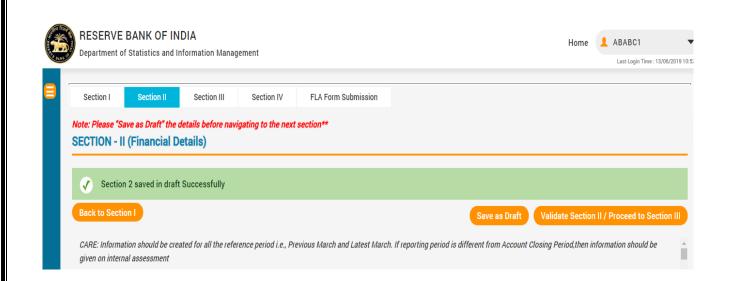
All fields are mandatory, can't be left blank.

	Table 2.2: Fields of Section II in the FLA online Form			
Sr. No.	Field Name	Field Description		
1. To	otal Paid-up Capital of Indian Comp	any		
1.0	Total Paid-up Capital	Auto-calculated (sum of point 1.1 and 1.2) Paid-up capital of a company cannot be zero or blank.		
1.1	Total Equity & Participating Preference share Capital	Auto-calculated (sum of ordinary/equity share and Participating Preference share)		
(a)	Ordinary/Equity Share	Enter number of shares in actual for the end March; Amount will be Auto-calculated. In case of different class of Equity Shares, consolidated figure should be reported		
(b)	Participating Preference Share	Enter number of shares in actual for the end March; Amount will be Auto-calculated.		
1.2	Non-Participating Preference share	Enter number of shares in actual for the end March; Amount will be Auto-calculated.		
2. N	on-Resident Holdings			
2.1	Equity and Participating Preference Share Capital	Auto-calculated (sum of item-1 to item-12). Enter the number of shares in actual for the items (1 to 12) mentioned under the head 2.1		
2.2	Non-Participating Preference Share	Enter number of shares in actual for the end March.		
3.0	Non Resident Equity & Participating Preference Share Capital%	Auto-calculated.		
3. P	3. Profit and Loss account (From P/L Account)			
3.1	Profit(+)/Loss(-) before tax (during the year)	Enter appropriate amount in INR lakhs for the item 3.1 for the last two financial years.		
3.2	Profit(+)/Loss(-) after tax (during the year)	Enter appropriate amount in INR lakhs for the item 3.2 for the last two financial years.		

3.3	Dividend (Interim and Final Dividend)	Enter appropriate amount in INR lakhs for the item 3.3 for the last two financial years.
3.4	Tax on Dividend (if any)	Enter appropriate amount in INR lakhs for the item 3.4 for the last two financial years.
3.5	Retained Profit	Auto-calculated
4. R	eserves & Surplus (from Balance s	heet)
4.1	Reserves & Surplus	Enter appropriate amount in INR lakhs for the item 4.1 during the last two years.
4.2	Of which, Profit (+) and Loss (-) account balance	Enter appropriate amount in INR lakhs for the item 4.2 during the last two years.
4.3	Net worth of Company	Formula for Net Worth is = Total Equity & Participating Preference Share capital + Reserves and Surplus (this field is automated in FLA form section-II, companies are not required to compute it separately)
5. Sc	iles and Purchase made during th	e financial year
Note	: To be filled in by all companies/LLPs	
5.1	Domestic Sales	Enter appropriate amount in INR lakhs for the item 5.1 for the last two financial years.
5.2	Exports	Enter appropriate amount in INR lakhs for the item 5.2 for the last two financial years.
5.3	Total Sales	Auto-calculated (5.1 + 5.2)
5.4	Domestic Purchase	Enter appropriate amount in INR lakhs for the item 5.4 for the last two financial years.
5.5	Imports	Enter appropriate amount in INR lakhs for the item 5.5 for the last two financial years.
5.6	Total Purchase	Auto-calculated (5.4+5.5)
6. E1	nployee Information of reporting	Indian company
6.1	No. of employees on payroll (in actual)	Enter actual number of employees on payroll at the end of March (current year as well as previous year)

After filling all the details in Section II, click on "Save as Draft", then click on "Validate Section II/Proceed to Section III".





3. Section III Foreign Liabilities (Investment made in India)

Please consider the below points while entering the data in section III:

- Information should be reported for all the reference period, i.e. Previous March and Latest March.
- If Account Closing Period of the company is different from reference period, then information should be reported on internal assessment basis for the reference period.
- In case of listed companies, equity is valued using share price on closing date of reference period (this is automated field).
- In case of unlisted companies, Own Fund of Book Value (OFBV) Method is used for equity valuation (this is automated field).

The fields in the FLA online Form for Section III are described in the following table.

All fields are mandatory, can't be left blank.

Table 2.3: Fields of Section III in the FLA online Form			
Sr. No.	Field Name	Field Description	
Block 1	. Investment in India under Forei	gn Direct Investment (FDI) scheme	
(10% o	(10% or more Equity Participation)		
Direct in	Please furnish here the outstanding investments made under the FDI Scheme in India by Non-resident Direct investors, who were individually holding 10 per cent or more ordinary/equity & preference shares of your company on the reference date.		
1.a	No. of foreign direct investors during the year (10% or more Equity participation)	Enter the number of foreign direct investors during the year.	
1.a.1	Month and Year of receiving FDI first time (in your company)	Select appropriate month from the drop down menu and enter the year of receiving the FDI first time.	

1.b FDI

Based on number of foreign direct investors mentioned in 1.a, there will be auto display the list of 1.b.1 FDI 1, 1.b.2 FDI2 ... and up to **number of FDI** based on previous year FLA return.

For example, if no. of FDI "3" is entered in 1.a, then system willdisplay the list of 3 FDI investors in 1.b block i.e. 1.b.1 FDI1, 1.b.2 FDI2, 1.b.3 FDI3.

- Click on Edit button for modification (for which we want to modify or provide details) in 1.b.1 FDI 1, 1.b.2 FDI 2 and 1.b.3 FDI 3 one by one.
 - It will display the Name of non-resident company/ Individual.
 - Choose Country of non-resident investor from the drop down menu.

	Equity & Participating Preference Share Capital holding	Enter the percentage of Equity & Participating Preference Share Capital holding as at the end of previous year and latest year.
1.0	Equity Capital	Auto-calculated
1.1	Liabilities to Direct Investors	Auto-calculated
1.2	Claims on Direct Investors (Reverse investment)	Enter appropriate amount in INR lakhs for the item 1.2at the end-March of the reporting year and its previous year.
2.0	Other Capital	Auto-calculated
2.1	Liabilities to Direct Investor	Enter appropriate amount in INR lakhs for the item 2.1at the end-March of the reporting year and its previous year.
2.2	Claims on Direct Investor	Enter appropriate amount in INR lakhs for the item 2.2at the end-March of the reporting year and its previous year.
3.0	Disinvestments in India during the year	Enter appropriate amount in INR lakhs for the item 3.0at the end-March of the reporting year and its previous year.

- Enter all the details in the blocks as mentioned above, then click on ADD FDI.
- Likewise, fill all the FDI block one by one and click on Add FDI.

Block 2 Investment in India under Foreign Direct Investment (FDI) scheme (Less than 10% Equity Holding)

- Please furnish here the outstanding investments made under the FDI Scheme in India by Non-resident Direct investors, who were individually holding less than 10 per cent ordinary/equity and participating preference shares of your company on the reference date.
- Country-wise consolidated information should be provided.



2.a	Number of countries (with less than	Enter the number of countries with less than 10%
	10% Equity holding) from each	Equity holding from each during the year.
	during the year	

2.b DI- Direct Investment

Based on number of countries mentioned in 2.a, there will be auto display thelist of 2.b.1 DI 1, 2.b.2 DI2 ... and up to **number of countries of non-resident investor**.

For example, if no. of DIas "3" is entered in 1.a, then system willdisplay the list of 3 DI investors in 2.b block i.e. 2.b.1 DI1, 2.b.2 DI2, 2.b.3 DI3.

- Click on Edit button for modification in 2.b.1 DI 1, 2.b.2 DI 2 and 2.b.3 DI 3 one by one.
 - It will display the Country of non-resident investor.

	Equity & Participating Preference Share Capital holding	Enter the percentage of Equity & Participating Preference Share Capital holding as at the end of previous year and latest year.
1.0	Equity Capital	Auto-calculated
1.1	Liabilities to Direct Investors	Auto-calculated
1.2	Claims on Direct Investors (Reverse investment)	Enter appropriate amount in INR lakhs for the item 1.2at the end-March of the reporting year and its previous year.
2.0	Other Capital	Auto-calculated
2.1	Liabilities to Direct Investor	Enter appropriate amount in INR lakhs for the item 2.1at the end-March of the reporting year and its previous year.
2.2	Claims on Direct Investor	Enter appropriate amount in INR lakhs for the item 2.2at the end-March of the reporting year and its previous year.
3.0	Disinvestments in India during the year	Enter appropriate amount in INR lakhs and details of disinvestments also need to be provided for the item 3.0at the end-March of the reporting year and its previous year.

- Enter all the details in the blocks as mentioned above, then click on ADD DI.
- Likewise, fill all the DI block one by one and click on Add DI.

Block 3 Portfolio Investment in India

Please furnish here the outstanding investments by non-resident investors, other than those made under Foreign Direct Investment Scheme in India (i.e. other than those reported in 1.b FDI&2.b DI).

	Equity & Participating Preference share capitalholding	Enter the percentage of Equity & Participating Preference share capitalholding as at the end of previous year and latest year
1.0	Equity Securities (at Market Value)	Enter appropriate amount in INR lakhs for the item 1.0at the end-March of the reporting year and its previous year.
2.0	Debt Securities	Auto-calculated
2.1	Money Market Instruments (Original Maturity up to 1 year)	Enter appropriate amount in INR lakhs for the item 2.1at the end-March of the reporting year and its previous year.
2.2	Bonds and Other instruments (original maturity more than 1year)	Enter appropriate amount in INR lakhs for the item 2.2at the end-March of the reporting year and its previous year.
3.0	Disinvestments in India during the year	Enter appropriate amount in INR lakhs for the item 3.0at the end-March of the reporting year and its previous year.

Note: Please ensure that Non-resident Equity & Participating Preference share capital mentioned at item 2.1 of Section II should be reported in either 1.b FDI or 2.b DI or 3. PI at Market Value i.e. sum of equity % in 1.b FDI, 2.b DI&3. PI must be equal to the item 2.3 of section II.

Block 4 Other Investment (Outstanding liabilities with Foreign Unrelated Parties)

This is a residual category that includes all financial liabilities not considered as direct investment or portfolio investment.

1.1	Trade Credit	Enter appropriate amount in INR lakhs for the item 1.1at the end-March of the reporting year
		and its previous year.
1.2	Loans	Enter appropriate amount in INR lakhs for the
		item 1.2at the end-March of the reporting year
		and its previous year.
1.3	Currency & Deposits	Enter appropriate amount in INR lakhs for the
		item 1.3at the end-March of the reporting year
		and its previous year.
1.4	Other receivable and payable	Enter appropriate amount in INR lakhs for the
	accounts	item 1.4at the end-March of the reporting year
		and its previous year.
	Total	Auto-calculated



After filling all the details in Section III, click on "Save as Draft", then click on "Validate Section III/Proceed to Section IV"



5. Section IV (Foreign Assets)

The fields in the FLA online Form for Section IV are described in the following table.

All fields are mandatory, can't be left blank.

Table 2.4: Fields of Section IV in the FLA online Form

- 1.Please use the exchange rate as at end-March Previous FY and end-March Latest FY(as applicable) of reporting year while reporting the Foreign Assets in INR lakh.
- 2.Incase if overseas company is listed, equity should be valued using share price on closing date of reference period(Item 1.1 of 1.b ODI, item 1.1 of 2.b DI and item 1.1 of 3. PI)
- 3.If overseas company is unlisted,0wn Fund of Book Value (OFBV)Method should be used for the valuation of equity investments (Item 1.1 of 1.b ODI, item 1.1 of 2.b DI and item 1.1 of 3. PI)
- 4. Imports, Exports, Total Sales and Total Purchase of Direct Investment Enterprise (DIE) Abroad (more than 50% equity holding by Indian reporting company)
- 1. Equity Capital (PUC), Reserves & Surplus of Direct Investment Enterprise (DIE) Abroad (10% or more equity holding by Indian reporting company).

[Please report here the total equity of DIE, equity held by your company, reserves (excluding P&L Account) and Profit & Loss Account of those DIEs in each of which your company hold 10% or more equity shares on the reference date.]

1. Direct Investment Abroad under Overseas Direct Investment (ODI) Scheme (10% or more equity holding)

1.a	No. of Direct Investment	Enter the number of Overseas Direct Investment (ODI)
	Enterprises (DIE) Abroad as on	Enterprises during the year.
	end-March 2019	
1.a.1	Month and Year of ODI made first	Select appropriate month from the drop-down menu
	time (by your company)	and enter the year when the ODI made first time.



+919811081957

1.b ODI

Based on number of Overseas Direct Investment (ODI) mentioned in 1.a, there will be auto display thelist of 1.b.1 ODI 1, 1.b.2 ODI2 ... and up to **number of DIEs as you have mentioned in 1.a.**

For example, if no. of ODI "3" is entered in 1.a, then system willdisplay the list of 3 ODI investors in 1.b block i.e. 1.b.1 ODI1, 1.b.20DI2, 1.b.30DI3.

- It will display the Name of non-resident company/ Individual.
- Choose Country of non-resident investor from the drop-down menu.
- Click on Edit button for modification in 1.b.1 ODI 1, 1.b.2 ODI 2 and 1.b.3 ODI 3 one by one.

	Equity & Participating Preference Share Capital holding	Enter the percentage of Equity & Participating Preference Share Capital holding as at the end of March previous year and reporting year.
3.1	Reported Foreign Currency	Choose reported foreign currency from the drop-down menu
3.2	Total Equity of DIE (Paid Up Capital of DIE)	Enter Total Equity amount of DIE in Foreign Currency (in actuals) as at the end of March previous year and reporting year.
3.3	Equity of DIE held by you (at face value)	Enter Equity of DIE held by you in Foreign Currency (in actuals) as at the end of March previous year and reporting year.
3.4	Reserves and Surplus	Enter reserves and surplus in Foreign Currency (in actuals) as at the end of March previous year and reporting year.
3.4.1	Of which, Profit (+) and Loss (-) account balance	Enter appropriate amount in Foreign Currency (in actuals) as at the end of March previous year and reporting year.
3.5	Net Worth of DIE	Auto-calculated
3.6	Exchange rate in Rs.per unit foreign currency*	EnterExchange rate of reporting foreign currency against Indian Rs. should be given as on closing date of reference period.
3.7	Total Sales	Enter total sales in Foreign Currency (in actuals) as at the end of March previous year and reporting year.
3.7.1	of which Exports	Enter Exports of total sales in Foreign Currency (in actuals) as at the end of March previous year and reporting year.

3.8	Total Purchase	Enter total Purchase in Foreign Currency (in actuals)
		as at the end of March previous year and reporting
		year.
3.8.1	of which Imports	Enter Imports of total sales in Foreign Currency (in
		actuals) as at the end of March previous year and
		reporting year.
3.9	No. of Employees on Payroll	Enter number of employees on payroll as at the end of
		March previous year and reporting year.

Please furnish here the market value of outstanding investments in DIE, made by your company under the ODI Scheme, in each of which your company hold 10% or more equity shares on the reference date.

. 0, 0. 0		
1.0	Equity Capital	Auto-calculated
1.1	Claims on Direct Investment	Enter appropriate amount on claims on DIEunder
	Enterprise	Equity capital in INR lakhs at the end-March of the
		reporting year and its previous year.
1.2	Liabilities to Direct Investment	Enter appropriate amount of liabilities to DIEunder
	Enterprise (Reverse investment)	Equity capital in INR lakhs at the end-March of the
		reporting year and its previous year.
2.0	Other Capital	Auto-calculated
2.1	Claims on Direct Investment	Enter appropriate amount on claims on DIEunder
	Enterprise	other capital in INR lakhs at the end-March of the
		reporting year and its previous year.
2.2	Liabilities to Direct Investment	Enter appropriate amount on liabilities on DIEunder
2.2	Enterprise (Reverse investment)	other capital in INR lakhs at the end-March of the
		reporting year and its previous year.
3.0	Disinvestments abroad during the	Enter appropriate amount of disinvestment abroad
2.0	year	during the year in INR lakhs.

#: Other capital, item 2.1 & 2.2 of 2.b ODI includes all other liabilities and claims at Nominal value, except equity, (i.e. trade credit, loan, debentures, Non-participating share capital, other accounts receivable and payables etc.) of Indian reporting company with non-resident companies where Indian company holds less than 10 per cent equity and also with related parties.

- Enter all the details in the blocks as mentioned above, then click on **ADD ODI**.
- Likewise, fill all the ODI block one by one and click on Add ODI.

Block 2 DI - Direct Investment Abroad (Less than 10% equity holding)

• Please furnish here the market value of outstanding investments in DIE, made by your company under the ODI Scheme, in each of which your company hold less than 10 % equity shares on the reference date.

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• Country-wise consolidated information should be provided.



2.a	No. of Countries where your co.	Enter the number of countries with less than 10%
	holds less than 10 % equity shares	equity shares in each under the ODI Scheme during
	in each under the ODI Scheme	the year.

2.b DI- Direct Investment

Based on number of countries mentioned in 2.a, there will be auto display thelist of 2.b.1 DI 1, 2.b.2 DI2 ... and up to **number of countries**.

For example, if no. of DI "3" is entered in 1.a, then system willdisplay the list of 3 DI investors in 2.b block i.e. 2.b.1 DI1, 2.b.2 DI2, 2.b.3 DI3.

- It will display the Country of non-resident investor.
- Click on Edit button for modification in 2.b.1 DI 1, 2.b.2 DI 2 and 2.b.3 DI 3 one by one.

	Equity & Participating Preference Share Capital holding	Enter the percentage of Equity & Participating Preference Share Capital holding as at the end of March previous year and reporting year.				
1.0	Equity Capital	Auto-calculated				
1.1	Claims onDirect Investment Enterprise	Enter appropriate amount in INR lakhs for the item 1.1as at the end of March previous year and reporting year.				
1.2	Liabilities to Direct Investment Enterprise (Reverse investment)	Enter appropriate amount in INR lakhs for the item 1.2as at the end of March previous year and reporting year.				
2.0	Other Capital	Auto-calculated				
2.1	Claims on Direct Investment Enterprise	Enter appropriate amount in INR lakhs for the item 2.1as at the end of March previous year and reporting year.				
2.2	Liabilities to Direct Investment Enterprise (Reverse investment)	Enter appropriate amount in INR lakhs for the item 2.2as at the end of March previous year and reporting year.				
3.0	Disinvestments abroad during the year	Enter appropriate amount in INR lakhs for the item 3.0as at the end of March previous year and reporting year.				

- Enter all the details in the blocks as mentioned above, then click on ADD DI.
- Likewise, fill all the DI block one by one and click on Add DI.

Block 3 Portfolio Investment in India

Please furnish here the market value of outstanding investments in non-resident enterprises, other than those made under ODI scheme reported in Block 2.b.1.

3.a	Country of Non-Resident Enterprise	Enter	the	number	of	countries	of	Non-Resident
		Enterp	rise					

3.b PI

Based on number of Country of Non-Resident Enterprise (PI) mentioned in 3.a, there will be auto display thelist of 3.b.1 PI1, 3.b.2 PI2 ... and up to **number of PI**based on previous year FLA return.

For example, if no. of PI "3" is entered in 1.a, then system willdisplay the list of 3 PI investors in 3.b block i.e. 3.b.1 PI1, 3.b.2PI2, 3.b.3PI3.

- It will display the Country of non-resident investor.
- Click on Edit button for modification in 3.b.1 PI1, 3.b.2 PI2 and 3.b.3 PI3 one by one.
- Fill the below details to add/Edit PI and Press (Add PI) button

	Country of DIE	Choose country from the drop down menu
1.0	Equity Securities (at Market Value)	Enter appropriate amount in INR lakhs for the item 1.0at the end-March of the reporting year and its previous year.
2.0	Debt Securities	Auto-calculated
2.1	Money Market Instruments (Original Maturity up to 1 year)	Enter appropriate amount in INR lakhs for the item 2.1at the end-March of the reporting year and its previous year.
2.2	Bonds and Other instruments (original maturity more than 1year)	Enter appropriate amount in INR lakhs for the item 2.2at the end-March of the reporting year and its previous year.
3.0	Disinvestments in India during the year	Enter appropriate amount in INR lakhs for the item 3.0at the end-March of the reporting year and its previous year.

Block 4 Other Investment (Outstanding Claims with Foreign Unrelated Parties)

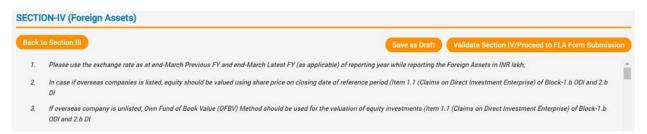
This is a residual category that includes all financial claims not considered as direct investment or portfolio investment.

1.1	Trade Credit	Enter appropriate amount in INR lakhs for the item 1.1at the end-March of the reporting year and its previous year.
1.2	Loans	Enter appropriate amount in INR lakhs for the item 1.2at the end-March of the reporting year and its previous year.
1.3	Currency & Deposits	Enter appropriate amount in INR lakhs for the item 1.3at the end-March of the reporting year and its previous year.



1.4	Other receivable and payable accounts	Enter appropriate amount in INR lakhs for the item 1.4at the end-March of the reporting year and its previous year.
	Total	Auto-calculated

After filling all the details in Section IV, click on "Save as Draft", then click on "Validate Section IV/Proceed to FLA Form Submission", screenshot of which is given below:



6. Variation report

The table given in the screenshot below will come with numbers in column 1, 2 and 3 in accordance with what is entered in the previous Sections:

	Previous FLA round (Amount in INR lakh)	Current FLA round (Amount in INR lakh)		Percentage Variation		Please confirm [Yes/No].
Description of Item	End-March 2020	End-March 2020	End-March 2021	previous round	current round	If (No), Go back and modify
	1	2	3	(4) = [(2) / (1) - 1] * 100	(5) = [(3) / (2) - 1] * 100	
Total Capital contribution (Section II - item 1.1)	0	100000	111000.05	0	11	○ Yes ○ No
Net worth (Section II - item 4.3)	0	100900	111800.05	100	11	○ Yes ○ No
Total sales (<u>Section II</u> - item 5.3)	0	30000	30000	100	0	○ Yes ○ No
Total Purchase (<u>Section II</u> - item 5.6)	0	13000	14000	100	8	○ Yes ○ No
Other investment (Liabilites) (Section III - item 4.5)	0.00	0.00	0.00	0	0	○ Yes ○ No
Other investment (Assets) (Section IV - item 4.5)	0.00	0.00	0.00	0	0	○ Yes ○ No

Please check if the entries corresponding to the items mentioned in the 1st column (Description of Item) is in accordance with what is mentioned in your records. If there is some discrepancy, go to the respective Section and enter correct details. Once all the data in the variation report are correct, select "Yes" in the last column of the above table, corresponding to all the rows. Then, "Confirm" the declaration which will be present at the bottom of the above table. Thereafter, submit the FLA Form to RBI by clicking on the "Submit to RBI" button that pops up on the screen. Links to download the submitted FLA Form and a system – generated acknowledgement form will be generated. Download these documents and keep for your future reference.

Annex-1



NIC DIVISION DESCRIPTION	NIC CODE
Crop and animal production, hunting and related service activities	1
Forestry and logging	2
Fishing and aquaculture	3
Mining of coal and lignite	5
Extraction of crude petroleum and natural gas	6
Mining of metal ores	7
Other mining and quarrying	8
Mining support service activities	9
Manufacture of food products	10
Manufacture of beverages	11
Manufacture of tobacco products	12
Manufacture of textiles	13
Manufacture of wearing apparel	14
Manufacture of leather and related products	15
Manufacture of wood and products of wood and cork, except furniture	16
Manufacture of paper and paper products	17
Printing and reproduction of recorded media	18
Manufacture of coke and refined petroleum products	19
Manufacture of chemicals and chemical products	20
Manufacture of pharmaceuticals, medicinal chemical and botanical products	21
Manufacture of rubber and plastics products	22
Manufacture of other non-metallic mineral products	23
Manufacture of basic metals	24
Manufacture of fabricated metal products, except machinery and equipment	25
Manufacture of computer, electronic and optical products	26
Manufacture of electrical equipment	27
Manufacture of machinery and equipment n.e.c.	28
Manufacture of motor vehicles, trailers and semi-trailers	29
Manufacture of other transport equipment	30
Manufacture of furniture	31
Other manufacturing	32
Repair and installation of machinery and equipment	33
Electricity, gas, steam and air conditioning supply	35
Water collection, treatment and supply	36
Sewerage	37
Waste collection, treatment and disposal activities; materials recovery	38
Remediation activities and other waste management services	39
Construction of buildings	41
Civil engineering	42
Specialized construction activities	43



Wholesale and retail trade and repair of motor vehicles and motorcycles	45
Wholesale trade, except of motor vehicles and motorcycles	46
Retail trade, except of motor vehicles and motorcycles	47
Land transport and transport via pipelines	49
Water transport	50
Air transport	51
Warehousing and support activities for transportation	52
Postal and courier activities	53
Accommodation	55
Food and beverage service activities	56
Publishing activities	58
Motion picture, video and television programme production, sound recording and music publishing activities	59
Broadcasting and programming activities	60
Telecommunications	61
Computer programming, consultancy and related activities	62
Information service activities	63
Financial service activities, except insurance and pension funding	64
Insurance, reinsurance and pension funding, except compulsory social security	65
Other financial activities	66
Real estate activities	68
Legal and accounting activities	69
Activities of head offices; management consultancy activities	70
Architecture and engineering activities; technical testing and analysis	71
Scientific research and development	72
Advertising and market research	73
Other professional, scientific and technical activities	74
Veterinary activities	75
Rental and leasing activities	77
Employment activities	78
Travel agency, tour operator and other reservation service activities	79
Security and investigation activities	80
Services to buildings and landscape activities	81
Office administrative, office support and other business support activities	82
Public administration and defence; compulsory social security	84
Education	85
Human health activities	86
Social work activities with accommodation	87
Social work activities without accommodation	88
Creative, arts and entertainment activities	90
Libraries, archives, museums and other cultural activities	91

Gambling and betting activities	92
Sports activities and amusement and recreation activities	93
Activities of membership organizations	94
Repair of computers and personal and household goods	95
Other personal service activities	96
Activities of households as employers of domestic personnel	97
Undifferentiated goods- and services-producing activities of private households for own use	98
Activities of extraterritorial organizations and bodies	99

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July-2023

