

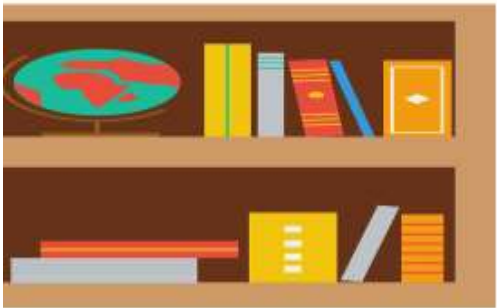
FEMA Ke Fundae

#FamiliarwithFEMA

Would expenses incurred for a Business conference be included in individual's LRS?

Issue No : 68

Date : 27th September, 2023





TANMAY
(Indian
Resident)

Hello, Mr. FEMA Gyani. Hope you are doing good. I am an Indian Resident working in a MNC in India. My company is sending me to Singapore for attending an international conference for which company will be reimbursing all the expenses. For the time being I will be paying the expenses, will these be covered under my LRS?

Hello Tanmay. As the company is sending you abroad it will be considered as **company's expense**. Therefore, it will be not included in your LRS.



The FEMA Gyani





TANMAY

Okay, got it. I am also having a proprietorship firm in India for which I am planning to take some business consultancy services from a consultant in Singapore while my visit. So will that be counted in my individual LRS limit or my business's limit?

As per RBI's FAQ No.22 dated 06.04.2023- In a sole proprietorship business, there is no legal distinction between the individual / owner and as such the owner of the business can remit USD up to the permissible limit under LRS. Therefore, if an individual in his own capacity remits USD 250,000 in a financial year under LRS, he cannot remit in the capacity of owner of the sole proprietorship business again.



The FEMA Gyani



TANMAY

Okay, got it. Thank you so much Mr. FEMA Gyani.

Thank You



The FEMA Gyani

Comments

Feedbacks

Suggestions



<https://in.linkedin.com/company/jscoca>

WEBSITE

<https://jainshrimal.com/>



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