

## IND AS – Adoption

### I FY 2016-17

- Listed companies (or in process of listing, debt or equity, in or outside India) and net worth  $\geq$  INR 500 Crore
- Unlisted companies and net worth  $\geq$  INR 500 Crore
- Holding, subsidiary, joint venture or associate companies of companies covered above

### II FY 2017-18

- Listed companies (or in process of listing, debt or equity, in or outside India) and net worth  $<$  INR 500 Crore
- Unlisted companies and net worth  $\geq$  INR 250 Crore
- Holding, subsidiary, joint venture or associate companies of companies covered above

### III FY 2018-19

- All scheduled commercial banks\*
- All India Term-lending Refinancing Institutions
- All Insurer/ Insurance Companies
- NBFCs with net worth  $\geq$  INR 500 crores or more
- Holding, subsidiary, joint venture or associate companies of companies covered above

### IV FY 2019-20

- All listed NBFCs (or in process of listing)
- All unlisted NBFCs with net worth  $\geq$  INR 250 crores
- Holding, subsidiary, joint venture or associate companies of companies covered above

## Areas Impacted

Are you ready to adopt IND AS ?

### Joint Arrangements

- Profit taxable separately or in the hands of JV
- Income in the hands of AOP?

### Regular tax

- Notional income and expenses

### Related Party Disclosure

- Change in definition of related party
- Whether related party is AE under the Income Tax Act

### Financial Instruments

- Classification of Financial Instruments
- Premium on FCCB redemption
- Characterization of convertible debt instruments

### Investments in JV

- Nature, extent and financial effects of an entity's interest in joint arrangements and associates

### Leases

- Determination whether an arrangement is lease or right to use the asset

### MAT

- MAT is computed on book profit as computed under IND AS

### Chief Operating Decision Maker

- Risk of POEM

### Intangibles

- Useful life- may be finite or indefinite
- Goodwill- not amortised but subject to annual impairment



## Taxes paid need to be relooked in the new regime



## Ind AS implementation- a roadmap



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