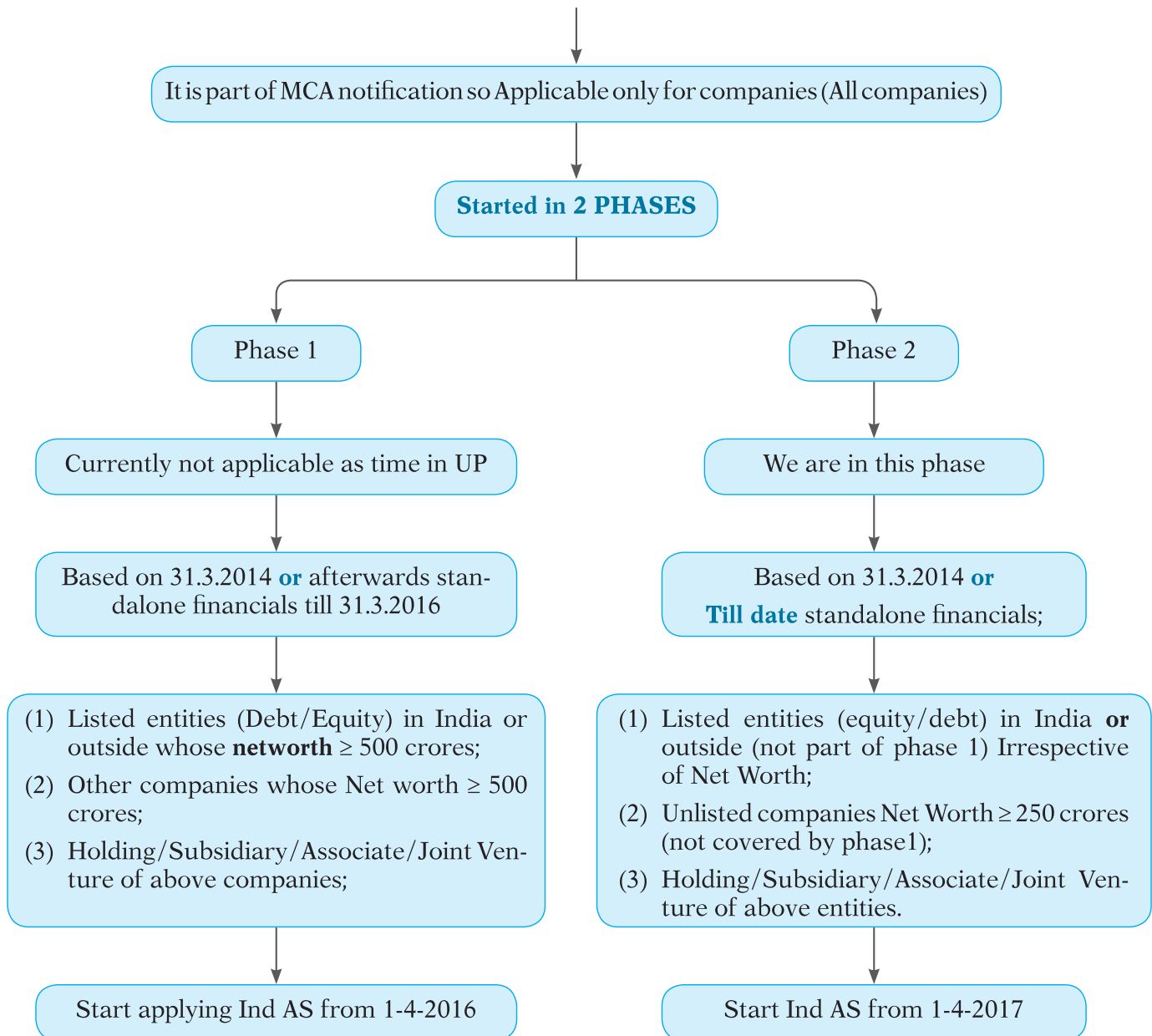


INTRODUCTION TO IND AS



Net worth

Paid up share capital	xx
+ Security premium	xx
+ R&S (out of profits)	xx
(Not Revaluation Reserve, CRR)	xx
(-) Accumulated losses	(xx)
(-) Deferred revenue expenditure	(xx)
(-) Miscellaneous expenses not written off	(xx)

Net worth

xx

Other Important points

- ◆ Once Ind AS is applicable. It must be complied irrespective of subsequent changes in Networth (even if voluntarily complied with Ind AS);
- ◆ Ind AS applicable to both stand alone and consolidated financial statements;
- ◆ Foreign subsidiaries/JV/Associate need not comply **but** they should send Ind AS complied FSs for consolidation to Indian entity;
- ◆ Foreign holding company is listed – Do not consider its NW. (Decide based on Indian's subsidiary Net worth);
- ◆ Associate is Sec. 8 company - Follow Ind AS (All companies);
- ◆ Net Worth \geq 250 Crores on 31-3-2019 – start following Ind AS from 1.4.2019 (next day);
- ◆ Investment in subsidiaries is sold off before starting Ind AS compliance – Subsidiary need not comply with Ind AS (Check based on it's own Net Worth);
- ◆ Investment in subsidiary is sold off – After starting Ind AS compliance – subsidiary must continue complying Ind AS; even if its net worth \leq 250 cr.
- ◆ Parent started voluntarily complying – Subsidiaries/Associate and JV should also comply with Ind AS. (as per ICAI clarification)
- ◆ Ind AS cannot override the law (except Schedule III Division 2 format)