

Pronouncements of the Institute of Chartered Accountants of India

I. Accounting Standards

	<i>Title</i>	<i>Remark</i>	<i>Current Amendment</i>
AS 1	Disclosure of Accounting Policies		
AS 2	Valuation of Inventories	(Revised) w.e.f. 1.4.99	Refer ASI 2, Accounting for Machinery Spares
AS 3	Cash Flow Statements	(Revised) w.e.f. 1.4.01	
AS 4	Contingencies and events occurring after the balance sheet date	(Revised) w.e.f. 1.4.95	Announcement of Applicability of AS 4 to impairment of assets not covered by present Indian Accounting Standards as on 20.3.04
AS 5	Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies	(Revised) w.e.f. 1.4.99	Limited Revision to Accounting Standard (AS) 5, Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies 1.4.2001
AS 6	Depreciation Accounting	(Revised) w.e.f. 1.4.95	
AS 7	Construction Contracts	(Revised) w.e.f. 1.4.03	
AS 8	Accounting for Research and Development		This Standard has been withdrawn from the date of Accounting Standard (AS) 26, 'Intangible Assets', becoming mandatory, for the concerned enterprises (see AS 26).
AS 9	Revenue Recognition		Refer ASI 14, Disclosure of Revenue from Sales Transactions
AS 10	Accounting for Fixed Assets		Status of certain provisions of AS 10, pursuant to the issuance of AS 19, Leases and AS 16, Borrowing Costs and AS 26 Intangibles Refer ASI 2, Accounting for Machinery Spares
AS 11	The Effects of Changes in Foreign Exchange Rates	(Revised) 1.4.04	A clarification had been issued for treatment of exchange differences under Accounting Standard (AS) 11 (revised 2003), The Effects of Changes in Foreign Exchange Rates vis-à-vis Schedule VI to the Companies Act, 1956
AS 12	Accounting for Government Grants		
AS 13	Accounting for Investments		Refer note 1
AS 14	Accounting for Amalgamations	Limited Revision w.e.f. 1.4.04	Refer note 1
AS 15	Accounting for Retirement Benefits in the Financial statements of Employers		Refer note 1
AS 16	Borrowing Costs		Refer ASI 1, Substantial Period of Time Refer ASI 10, Interpretation of paragraph 4(e) of AS 16
AS 17	Segment Reporting		A clarification has been issued for Disclosure of corresponding previous year figures in the first year of application of Accounting Standard (AS) 17, Segment Reporting



Title	Remark	Current Amendment
AS 18 Related Party Disclosures		Refer ASI 20, Disclosure of Segment Information Refer ASI 22, Treatment of Interest for determining Segment Expense AS 18 mandatory only to the following enterprises: (i) Enterprises whose equity or debt securities are listed on a recognised stock exchange in India, and enterprises that are in the process of issuing equity or debt securities that will be listed on a recognised stock exchange in India as evidenced by the Board of Directors' resolution in this regard. (ii) All other commercial, industrial and business reporting enterprises, whose turnover for the accounting period exceeds Rs. 50 crores. (See 'The Chartered Accountant', April 2002, p. 1242). Also Refer note 1 Refer ASI 13, Interpretation of paragraphs 26 and 27 of AS 18 Refer ASI 19, Interpretation of the term 'intermediaries' Refer ASI 21, Non-Executive Directors on the Board – whether related parties Refer ASI 23, Remuneration paid to key management personnel - whether a related party transaction
AS 19 Leases		
AS 20 Earnings Per Share	Limited Revision w.e.f. 1.4.04	Refer note 1
AS 21 Consolidated Financial Statements		Refer ASI 12, Applicability of AS 20 Refer ASI 8, Interpretation of the term 'Near Future' Refer ASI 15, Notes to the Consolidated Financial Statements Refer ASI 24, Definition of 'Control' Refer ASI 25, Exclusion of a subsidiary from consolidation Refer ASI 26, Accounting for taxes on income in the consolidated financial statements
AS 22 Accounting for Taxes on Income		A clarification has been issued regarding the applicability in the 1st year Refer ASI 3, Accounting for Taxes on Income in the situations of Tax Holiday under Sections 80-IA and 80-IB of the Income-tax Act, 1961 Refer ASI 4, Losses under the head Capital Gains Refer ASI 5, Accounting for Taxes on Income in the situation of Tax Holiday under Sections 10A and 10B of the Income-tax Act, 1961 Refer ASI 6, Accounting for Taxes on Income in the context of Section 115JB of the Income-tax Act, 1961



Title	Remark	Current Amendment
AS 23 Accounting for Investments in Associates in Consolidated Financial Statements		Refer ASI 7, Disclosure of deferred tax assets and deferred tax liabilities in the balance sheet of a company Refer ASI 7, Disclosure of deferred tax assets and deferred tax liabilities in the balance sheet of a company Refer ASI 9, Virtual certainty supported by convincing evidence Refer ASI 11, Accounting for Taxes on Income in case of an Amalgamation Refer ASI 8, Interpretation of the term 'Near Future'
AS 24 Discontinuing Operations		Refer ASI 16, Treatment of Proposed Dividend under AS 23
AS 25 Interim Financial Reporting	Limited Revision w.e.f. 1.4.04	Refer ASI 17, Adjustments to the Carrying Amount of Investment arising from Changes in Equity not Included in the Statement of Profit and Loss of the Associate
AS 26 Intangible Assets	Limited Revision w.e.f. 1.4.03	Clarification regarding applicability of Accounting Standard (AS) 26, Intangible Assets, to intangible items
AS 27 Financial Reporting of Interests in Joint Ventures	Limited Revision w.e.f. 1.4.04	Refer ASI 8, Interpretation of the term 'Near Future' Refer ASI 27, Applicability of AS 25 to Interim Financial Results
AS 28 Impairment of Assets		Refer Note 2 Refer ASI 28, Disclosure of parent's/venturer's shares in post-acquisition reserves of a subsidiary/jointly controlled entity
AS 29 Provisions, Contingent Liabilities and Contingent Assets		

All the above Accounting Standards are mandatory

Notes: 1. AS 24 and AS 28 is mandatory in respect of accounting periods commencing on or after 1-4-2004 for the following:

- Enterprises whose equity or debt securities are listed or will be listed on a recognized stock exchange as evidenced by the board of directors resolution in this regard*
- All other commercial, industrial and business reporting enterprises, whose turnover for the accounting period exceeds Rs. 50 crores*

In respect of all other enterprises it will be mandatory from 1-4-2005



II. Auditing and Assurance Standards

See page 137 and 138 for details of AAS 1 to AAS 34.

III. Guidance Notes

1. Guidance Note on Treatment of Reserves Created on Revaluation of Fixed Assets
2. Guidance Note on Accountants' Report on Profit Forecasts and/or Financial Forecasts
3. Guidance Note on Expenditure During Construction Period
4. Guidance Note on Accrual Basis of Accounting
5. Guidance Note on Accounting for Depreciation in Companies
6. Guidance Note on Audit under Section 44AB of the Income Tax Act
7. Guidance Note on Availability of Revaluation Reserve for Issue of Bonus shares.
8. Guidance Note on Accounting Treatment for MODVAT/CENVAT
9. Guidance Note on Accounting for Equity Index and Equity Stock Futures and Options (2003)
10. Guidance Note on Accounting for Corporate Dividend Tax
11. Guidance Note on Engagements to Review Financial Statements
12. Guidance Note on Accounting for Investments in the Financial Statements of Mutual Funds.
13. Guidance Note on Accounting for Oil & Gas Producing Activities
14. Guidance Note on Accounting for Securitisation
15. Guidance Note on Audit of companies carrying on Life Insurance Business
16. Guidance Note on Audit of companies carrying on General Insurance Business (Revised)
17. Guidance Note on Audit under Section 115JB of the Income tax Act, 1961
18. Guidance Note on Accounting by Dot-com Companies
19. Guidance Note on Accounting by Employee share-based Payments

List of Guidance Notes on Auditing

1. Provision for Proposed Dividend
2. Provision for Liability for Taxation
3. Auditing of Accounts of Liquidators
4. Independence of Auditors
5. Surprise Checks
6. Preparation of Financial Statements on Letter-heads and Stationery of Auditors
7. Guidance Note on Auditor's Report on Revised Accounts of Companies Before Circulation to Shareholders
8. Guidance Note on Certificate to be Issued by the Auditor of a Company Pursuant to Companies (Acceptance of Deposits) Rules, 1975
9. Guidance Note on the Duty Cast on the Auditors under Section 45-MA of the Reserve Bank of India Act, 1934
10. Guidance Note on Audit Reports and Certificates for Special Purposes



11. Guidance Note on Accountants' Report on Profit Forecasts and/or Financial Forecasts
12. Guidance Note on Section 293 A of the Companies Act and the Auditor
13. Guidance Note on Audit of Fixed Assets
14. Revision/Rectification of Financial Statements
15. Signature on Statutory Audit Reports
16. Guidance Note on Audit of Accounts of Non-Corporate Entities (Bank Borrowers)
17. Guidance Note on Reports in Company Prospectuses
18. Guidance Note on Audit of Abridged Financial Statements
19. Guidance Note on Certification of Documents for Registration of Charges
20. Guidance Note on Audit of Inventories
21. Guidance Note on Audit of Investments
22. Guidance Note on Audit of Debtors, Loans and Advances
23. Guidance Note on Audit of Cash and Bank Balances
24. Guidance Note on Audit of Liabilities
25. Guidance Note on Format of the Audit Certificate to be Issued by the Statutory Auditor on the Cash Flow Statements
26. Guidance Note on Audit Reports/Certificates on Financial Information in Offer Documents
27. Guidance Note on Audit of Revenue
28. Guidance Note on Members' Duties regarding Engagements involving Compilation of Financial Statements
29. Guidance Note on Engagements to Review Financial Statements
30. Clarification on the Auditor's Rights Where Clients and Others Seek Access to Their Audit Working Papers
31. Guidance Note on Certificate on Corporate Governance
32. Guidance Note on Section 227(3)(e) and (f) of the Companies Act, 1956 (Revised)
33. Guidance Note on Engagements to Perform Agreed - upon Procedures Regarding Financial Information
34. Guidance Note on Audit of Expenses
35. Guidance Note on Revision of the Audit Report
36. Guidance Note on Special Consideration in the Audit of Small Entities
37. Guidance Note on Audit of Miscellaneous Expenditure [Revised]
38. Guidance Note on Audit of Consolidated Financial Statements
39. Guidance Note on Computer Assisted Audit Techniques (CAATS)



IV. Statements on Accounting and Auditing – All Mandatory

- Statement on Auditing Practices
- Statement on Payments to Auditors for other Services.
- Statement on the Companies (Auditor's Report) Order, 2003
- Statement on Qualifications in Auditor's Report

V. Statements on Accounting – All Mandatory

- Statement on the Amendments to Schedule VI to the Companies Act, 1956
- Statement on treatment of interest on deferred payments

VI. Accounting Standards Interpretation

ASI 1, Substantial Period of Time (Re.: AS 16)	17-5-2002
ASI 2, Accounting for Machinery Spares (Re.: AS 2 and AS 10)	20-11-2002
ASI 3, Accounting for Taxes on Income in the situations of Tax Holiday under sections 80-IA and 80-IB of the Income-tax Act, 1961 (Re.: AS 22)	20-11-2002
ASI 4, Losses under the head Capital Gains (Re.: AS 22)	20-11-2002
ASI 5, Accounting for Taxes on Income in the situation of Tax Holiday under sections 10A and 10B of the Income-tax Act, 1961 (Re.: AS 22)	
ASI 6, Accounting for Taxes on Income in the context of section 115JB of the Income-tax Act, 1961 (Re.: AS 22)	20-11-2002
ASI 7, Disclosure of deferred tax assets and deferred tax liabilities in the balance sheet of a company (Re.: AS 22)	14-10-2003
ASI 8, Interpretation of the term 'Near Future' (Re.: AS 21, AS 23 and AS 27)	14-10-2003
ASI 9, Virtual certainty supported by convincing evidence (Re.: AS 22)	14-10-2003
ASI 10, Interpretation of paragraph 4(e) of AS 16 (Re.: AS 16)	14-10-2003
ASI 11, Accounting for Taxes on Income in case of an Amalgamation (Re.: AS 22)	14-10-2003
ASI 12, Applicability of AS 20 (Re.: AS 20)	14-2-2004
ASI 13, Interpretation of paragraphs 26 and 27 of AS 18 (Re.: AS 18)	14-2-2004
ASI 14, Disclosure of Revenue from Sales Transactions (Re.: AS 9)	14-2-2004
ASI 15, Notes to the Consolidated Financial Statements (Re.: AS 21)	14-2-2004
ASI 16, Treatment of Proposed Dividend under AS 23 (Re.: AS 23)	14-2-2004
ASI 17, Adjustments to the Carrying Amount of Investment arising from Changes in Equity not Included in the Statement of Profit and Loss of the Associate (Re.: AS 23)	14-2-2004
ASI 18, Consideration of Potential Equity Shares for Determining whether an Investee is an Associate under AS 23 (Re.: AS 23)	14-2-2004
ASI 19, Interpretation of the term 'intermediaries' (Re.: AS 18)	14-2-2004
ASI 20, Disclosure of Segment Information (Re.: AS 17)	14-2-2004
ASI 21, Non-Executive Directors on the Board – whether related parties (Re.: AS 18)	14-2-2004
ASI 22, Treatment of Interest for determining Segment Expense (Re.: AS 17)	14-2-2004
ASI 23, Remuneration paid to key management personnel - whether a related party transaction (Re.: AS 18)	14-2-2004
ASI 24, Definition of 'Control' (Re.: AS 21)	14-2-2004
ASI 25, Exclusion of a subsidiary from consolidation (Re.: AS 21)	14-2-2004
ASI 26, Accounting for taxes on income in the consolidated financial statements (Re.: AS 21)	14-2-2004
ASI 27, Applicability of AS 25 to Interim Financial Results (Re.: AS 25)	14-2-2004
ASI 28, Disclosure of parent's/venturer's shares in post-acquisition reserves of a subsidiary/jointly controlled entity (Re.: AS 21 and AS 27)	14-2-2004

**VII. INTERNATIONAL ACCOUNTING STANDARDS**

1. The International Accounting Standards Committee (IASC) has issued the International Accounting Standards (IASs). The International Accounting Standard Board (IASB) replaced the IASC in 2001.
2. The International Accounting Standards are in the process of being replaced by new International Financial Reporting Standards (IFRSs) and also by interpretations (SIC/IFRIC).
3. **CURRENT INTERNATIONAL ACCOUNTING STANDARDS (IAS/IFRS) AND INTERPRETATIONS (SIC/IFRIC)**

(R) = Standard is revised or newly issued in 2003 or 2004

IAS 1	Presentation of Financial or newly issued in 2003 or 2004
IAS 2	Inventories (R)
IAS 7	Cash Flow Statements
IAS 8	Accounting Policies, Changes in Accounting Estimates and Errors (R)
IAS 10	Events After the Balance Sheet Date (R)
IAS 11	Construction Contracts
IAS 12	Accounting for Taxes on Income
IAS 14	Reporting Financial Information by Segment
IAS 16	Property, plant and Equipment (R)
IAS 17	Accounting for Leases (R)
IAS 18	Revenue
IAS 19	Employee Benefits
IAS 20	Accounting for Government Grants and Disclosure of Government Assistance
IAS 21	The Effect of Changes in Foreign Exchange Rates (R)
IAS 23	Borrowing Costs
IAS 24	Related-Party Disclosure (R)
IAS 26	Accounting and Reporting by Retirement Benefit Plans
IAS 27	Consolidated and Separate Financial Statements (R)
IAS 28	Accounting for Investment in Associates
IAS 29	Financial Reporting in Hyperinflationary Economies
IAS 30	Disclosure in the Financial Statement of Bank and Similar Financial Institutions
IAS 31	Financial Reporting of Interest in Joint Ventures (R)
IAS 32	Financial Instruments: Disclosures and Presentation (R)
IAS 33	Earning Per Share
IAS 34	Interim Financial Reporting



IAS 35	Discontinuing Operations
IAS 36	Impairments of Assets
IAS 37	Provisions, Contingent Liabilities, and Contingent Assets
IAS 38	Intangible Assets
IAS 39	Financial Instruments : Recognition and Measurement (R)
IAS 40	Investment Property (R)
IAS 41	Agriculture
*IFRS 1	First-Time Adoption of IFRS (R)
*IFRS 2	Share-Based Payment (R)
*IFRS 3	Business Combinations (R)
*IFRS 4	Insurance Contracts (R)
*IFRS 5	Noncurrent Assts Held for Sale and Discontinued Operations (R)
SIC 7	Introduction of the Euro (IAS 21)
SIC 10	Government Assistance –No Specific Relation to Operating Activities (IAS 20)
SIC 12	Consolidation –Special – Purpose Entities (IAS 27)
SIC 13	Jointly Controlled Entities – Nonmonetary Contributions by Venturers (IAS 31)
SIC 15	Operating Leases –Incentives (IAS 17)
SIC 21	Income Taxes – Recovery of Revalued Nondepreciable Assts (IAS 12)
SIC 25	Income Taxes-Changes in the Tax Status of an Enterprise or Its Shareholders (IAS 12)
SIC 27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease (IAS1, IAS17, and IAS18)
SIC 29	Disclosure –Service Concession Arrangement (IAS 1)
SIC 31	Revenue-Barter Transactions Involving Advertising Services (IAS 18)
SIC 32	Intangible Assets –Web Site Costs (IAS 38)
**IFRIC 1.	Changes in Existing Decommissioning Restoration and Similar Liabilities (IAS 16)

*Currently 5 IFRS has been issued.

** Currently 1 IFRIC has been issued.

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