

MINISTRY OF CORPORATE AFFAIRS

PRESS RELEASE

In pursuance of the Budget statement the Ministry of Corporate Affairs, after wide consultations with various stakeholders and regulators, has drawn up a revised Road Map for companies other than Banking Companies, Insurance Companies and Non-Banking Finance Companies (NBFC's) for implementation of Indian Accounting Standards (Ind AS) converged with the International Financial Reporting Standards (IFRS).

The Ind AS shall be applicable to the companies as follows:

- (i) On voluntary basis for financial statements for accounting periods beginning on or after April 1, 2015, with the comparatives for the periods ending 31st March, 2015 or thereafter;
- (ii) On mandatory basis for the accounting periods beginning on or after April 1, 2016, with comparatives for the periods ending 31st March, 2016, or thereafter, for the companies specified below:
 - (a) Companies whose equity and/or debt securities are listed or are in the process of listing on any stock exchange in India or outside India and having net worth of Rs. 500 Crore or more.
 - (b) Companies other than those covered in (ii) (a) above, having net worth of Rs. 500 Crore or more.
 - (c) Holding, subsidiary, joint venture or associate companies of companies covered under (ii) (a) and (ii) (b) above.

(iii) On mandatory basis for the accounting periods beginning on or after April 1, 2017, with comparatives for the periods ending 31st March, 2017, or thereafter, for the companies specified below:

- (a) Companies whose equity and/or debt securities are listed or are in the process of being listed on any stock exchange in India or outside India and having net worth of less than rupees five hundred Crore.
- (b) Companies other than those covered in paragraph (ii) and paragraph (iii)(a) above that is unlisted companies having **net worth of two hundred and fifty crore or more but less than rupees five hundred Crore.**
- (c) Holding, subsidiary, joint venture or associate companies of companies covered under paragraph (iii) (a) and (iii) (b) above.

However, Companies whose securities are listed or in the process of listing on SME exchanges shall not be required to apply Ind AS. Such companies shall continue to comply with the existing Accounting Standards unless they choose otherwise.

(iv) Once a company opts to follow the Indian Accounting Standards (Ind AS), it shall be required to follow the Ind AS for all the subsequent financial statements.

(v) Companies not covered by the above roadmap shall continue to apply existing Accounting Standards prescribed in Annexure to the Companies (Accounting Standards) Rules, 2006.

A notification on the above lines shall be issued shortly.

PRESS RELEASE

No. 11/10/2009 CL-V

Dated the 2nd January, 2015

Ministry of Corporate Affairs

The Press Information Officer, Press Information Bureau, Ministry of Information and Broadcasting , with the request that the above mentioned Press Note may be given wide publicity.

(Ajai Das Mehrotra)

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