

THE HORIZONS...



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**e Newsletter by the Department of
Accountancy, N. M. College**

Dear Students,

We are glad to present to you the maiden e newsletter from the Department of Accountancy, N. M. College of Commerce and Economics. The launch of this e newsletter marks an exciting milestone in the history of our college.

The field of Accounting and Finance is ever expanding and we aim to update students about new changes and developments in these fields. We hope you find this a valuable resource in collecting information.

Success of any newsletter depends on the valuable suggestions and feedback of its readers. We welcome them at nm.eneewsletter@gmail.com .

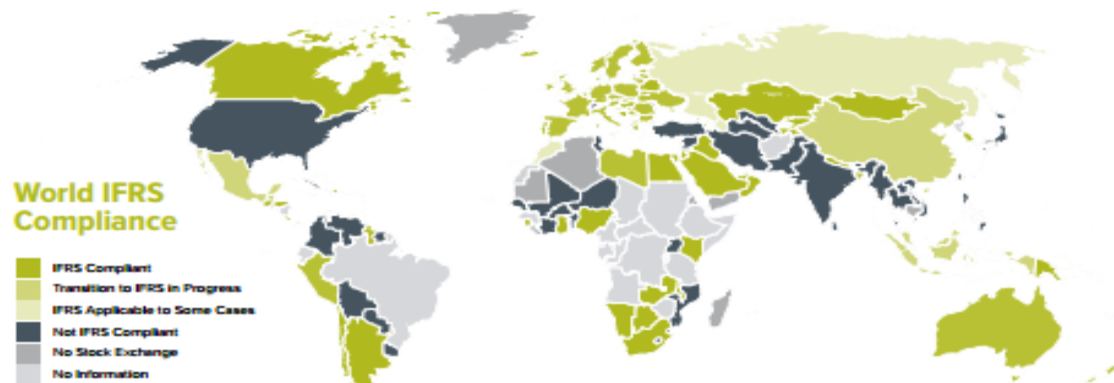
Regards,

Harsh R. Modi

(Student Editor)

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IFRS Converged Ind AS Recent Developments :

IFRS Converged Ind AS is the new buzz word in the Indian accounting profession. They shall be applicable to companies from the financial year 2015-16 voluntarily and from 2016-17 on a mandatory basis.

The 35 Ind AS placed on the Ministry of Corporate Affairs (MCA) website were based on the IFRSs issued as on 1st April, 2011. Subsequently, not only significant amendments have been made in IFRSs, but also new ones issued. Keeping this in view, Ind AS are being revised by the ICAI in the context of the amendments made in IFRSs and the carve-outs made earlier in the 35 Ind AS have been examined again for their possible removal and it has also been considered whether any new carve-outs or carve-ins are required. These are being incorporated in the

new/revised Ind AS after following the due process.

(The departures from the IFRSs are called carve-outs. In case some additional requirements which are considered necessary in the local environment are added, these are called carve-ins.)

The following carve-outs relating to 35 Ind AS placed on MCA's website are proposed to be removed as these have been addressed by the IASB:

1. Revenue recognition from real estate sale agreement
2. Accounting for Bearer Plants
3. Gains on Own Credit Deterioration

[Read here](#) about recent amendments in IFRS Converged Ind ASs. This article is written by CA Sanjeev Maheshwari, Central Council Member, ICAI.

Appy Fizz is just aerated water and NOT a fruit drink: Supreme Court of India

As per current VAT Laws (Kerala), concessional VAT rate of 12.5% is applicable on fruit drinks and rate of 20% is applicable on aerated water.

Parle's "Appy Fizz" claimed this concessional rate of VAT.

However, it was found out that Parle's "Appy Fizz" contains just 12.7% of fruit juice content and thus falls in the category of aerated water and not fruit juice.

[Read more about the case here.](#)



It is rightly said that Accounting Standard 1 is the building block of Financial Statements of an entity in India as it is AS 1 which lays down basic framework regarding preparation of Financial Statements.

[Read more about the case here.](#)

Accounting Standard 1: Disclosure of Accounting Policies