DSEA06 – Global Financial Reporting Standards

Masters of Commerce
Semester IV
DSE – Elective Paper
Global Financial Reporting Standards

Course Type/ Course Code	Course Title	Lectures	Tutorials	Practical	Credit	Pre-requisites
DSEA06	Global Financial Reporting Standards	3	1	0	4	NIL

Objective: This course provides an in-depth understanding of the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB). Students will learn the conceptual framework, key standards, and their applications in real-world financial reporting. The course emphasizes both theoretical concepts and practical implementation through case studies and exercises.

Learning Outcomes: After completing the course, the student should be able to:

- Understand the role of IASB and the global need for IFRS and Ind AS.
- Identify differences between IFRS, AS, and Ind AS, and explain standard-setting in India, USA, and UK.
- Apply Ind AS 8, 10, and 113 in selecting policies, handling estimates, and measuring fair value.
- Analyse accounting for property, plant, equipment, and impairment as per Ind AS 16 and 36.
- Explain emerging trends in financial reporting, including integrated reporting and conceptual frameworks.

Contents:

Unit I **(8 Hours)**

Nature; Classifications of accounting theory; introduction to accounting standards; need for Accounting Standards; Factors influencing accounting environment; Accounting Standards: US Generally Accepted Accounting Principles; UK- International Financial Reporting Standards- IASB; Global Convergence of Accounting Standards; Standard setting in India AS and IND-AS ; possible barriers to standard setting; Comparison of accounting standards; Basis of Selection of accounting standards.

Unit II **(14 Hours)**

Accounting Policies, Changes in Accounting Estimates and Errors (IND-AS 8): Objective; Scope; Accounting Policies; Accounting Estimates; Disclosure; Errors; Impracticability in respect of Retrospective Application and Retrospective Restatement.

Events after the Reporting Period (IND-AS 10): Objective; Scope; Recognition and Measurement; Going Concern; Disclosure.

Fair Value Measurement (IND-AS 113): Objective; Scope; Measurement; Disclosure. **Similarities and differences between IND-AS 113 and IFRS 13**

Unit III (14 Hours)

Property, Plant and Equipment (IND-AS 16): Recognition: Initial costs, Subsequent costs; Measurement at Recognition: Elements of cost, Measurement of cost; Measurement after Recognition: Cost model, Revaluation model, Depreciation. **Similarities and differences between Ind AS 16 and IFRS - IAS 16**

Impairment of Assets (IND-AS 36): Objective; Scope, Measuring Recoverable Amount; Recognising and Measuring an Impairment Loss; Cash-Generating Units and Goodwill; Reversing an Impairment Loss; Disclosure. **Similarities and differences between Ind AS 36 and IFRS - IAS 36.**

Unit IV (9 Hours)

Financial Reporting – Objectives, users in financial reporting, qualitative characteristics of accounting information; Factors influencing financial reporting in India. Emerging Trends in reporting-Integrated reporting, Corporate Social Responsibility Reporting, Human Resource Reporting and value-added statements.

Tutorial Exercise:

Students shall be asked to select any two countries and compare their adoption of IFRS. To analyze the similarities and differences with reference to their local GAAP and the implications for multinational companies operating in both jurisdictions.

Suggested Readings:

- Chatterjee, B. D., & Jain, J. (2024). *Illustrated guide to Indian Accounting Standards (Ind AS)* (9th ed.). Taxmann.
- Grant Thornton Bharat. (2020, December). *Integrated reporting in India: Survey on adoption and way forward*. https://www.grantthornton.in/globalassets/1.-member-firms/india/assets/pdfs/integrated-reporting-in-india-december-2020.pdf
- **Institute of Chartered Accountants of India. (n.d.).** *Final Course – Paper 1: Financial Reporting – New Scheme of Education and Training*. https://www.icai.org/post/19165
- Lal, Jawahar (2017). Accounting Theory & Practice. Himalaya Publishing.
- Ministry of Corporate Affairs. (2023). *Indian Accounting Standards (Ind AS)*. Government of India. https://www.mca.gov.in/content/mca/global/en/acts-rules/ebooks/accounting-standards.html
- Rawat, D. S., & Patel, P. (2024). *Students' guide to Ind ASs [Converged IFRS]*. Taxmann.
- Vijay Kumar, M. P., & Sivaramakrishnan, P. (2025). *Financial reporting including Indian Accounting Standards* (2 vols.). Snow white.

Note: Latest edition of the readings may be used.