



N.A.SHAH ASSOCIATES LLP  
Chartered Accountants

# BULLETIN

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ACCOUNTING, AUDITING AND COMPANY LAW –  
APRIL, 2023

## ACCOUNTING AND AUDITING UPDATES

- ♦ EAC of ICAI has issued an opinion on classification of asset in the books as tangible or intangible asset and its depreciation / amortization.

Based on the facts of the case and nature of transaction involved, the EAC has opined that principles of service concession arrangements is applicable as per Appendix-D to Ind AS 115 "Revenue from Contracts with Customers".

Further, considering the terms of the agreement and Basis for Conclusions for International Financial Reporting Standards Interpretations Committee (IFRIC) Interpretation 12, 'Service Concession Arrangements', issued by the IASB, the Company does not have an unconditional right to receive cash or other financial asset and, accordingly, the Concession Agreement does not result in a financial asset for the Company; rather, it would result in an intangible asset for the Company and follow an appropriate amortization method in accordance with Ind AS 38 'Intangible Assets'.

For more information, [click here](#)

- ♦ ICAI has issued a technical guide on 'Disclosure and reporting of Key Performance Indicators (KPI) in Offer Document's as per the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018.

For more information, [click here](#)

- ♦ AASB of ICAI has formed an expert panel to provide technical support to the members in practice on the queries relating to the field of auditing with the objective to enhance the quality of audit.

For more information, [click here](#)

- ♦ MCI has launched Foreign Trade Policy 2023 w.e.f 1<sup>st</sup> April, 2023 to promote exports and facilitate ease of doing business for exporters. This policy emphasizes the use of automated IT systems for various approvals.

For more Information, [click here](#)

## OTHER UPDATES

- ♦ RBI has issued master direction on 'Outsourcing of Information technology services' to ensure that the outsourcing arrangements do not diminish (a) the regulated entity's (including NBFCs) ability to fulfil its obligations to customers and (b) effective supervision of RBI.

For more information, [click here](#)

- ♦ RBI has issued a framework for acceptance of green deposits effective from 1<sup>st</sup> June, 2023 by regulated entities (including deposit taking NBFCs) to (a) encourage offer of such deposits to customers, (b) protect the interest of the depositors and (c) boost the flow of credit to green activities/projects.

For more information, [click here](#)

### Glossary:

<b>EAC</b>	Expert Advisory Committee
<b>ICAI</b>	Institute of Chartered Accountants of India
<b>IASB</b>	International Accounting Standards Boards
<b>SEBI</b>	Securities Exchange board of India
<b>AASB</b>	Auditing and Assurance standards Board
<b>MCI</b>	Ministry of Commerce and Industry
<b>RBI</b>	Reserve Bank of India
<b>NBFC</b>	Non-Banking financial Company

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