



N.A.SHAH ASSOCIATES LLP
Chartered Accountants

BULLETIN

ACCOUNTING, AUDITING AND COMPANY LAW –
JUNE, 2023

♦ Timing of capitalisation of irrigation assets.

- Based on the facts of the case and nature of transaction involved, the EAC has opined that as per “Ind AS 16 Property, Plant and Equipment”, in case of integrated PPE/project having several units/parts of the PPE/project, the completed unit/part of the PPE/project can be considered to be *in the location and condition* necessary for it to be capable of operating only when it can operate independently while construction continues on the other parts.
- In the given case, only when the certain section of project is completed, it enables the functioning of the other inter-linked PPE/units/project. Accordingly, such inter-linked PPE/units/project capable of functioning independently can be capitalised as items of PPE, although the project is still not functional at the fully intended level.
- As per Ind AS 36 “Impairment of Assets” impairment test shall also be conducted where the PPE/project is under construction or not completed at intended level.

For more information, [click here](#)

♦ Exposure drafts issued by ICAI:

Sr. no	Document Title	Particulars
1.	Exposure Drafts of Guidance Notes FAIS	<p>The DAAB of The ICAI has issued exposure drafts of Guidance Notes on FAIS. Following are the Guidance Notes included in the exposure draft:</p> <ul style="list-style-type: none"> - FAIS 000: Over Arching Documents - FAIS 110: Nature of Engagement - FAIS 120: Fraud Risk - FAIS 130: Laws and Regulations - FAIS 140: Applying Hypotheses - FAIS 210: Engagement Objectives - FAIS 220: Engagement Acceptance and Appointment - FAIS 230: Using the Work of An Expert - FAIS 240: Engaging with Agencies - FAIS 250: Communication with Stakeholders - FAIS 310: Planning the Assignment - FAIS 320: Evidence and Documentation - FAIS 330: Conducting Work Procedures - FAIS 340: Conducting Interviews - FAIS 350: Review and Supervision - FAIS 360: Testifying Before a Competent Authority - FAIS 410: Applying Data Analysis - FAIS 420: Evidence Discovery in Digital Domain - FAIS 430: Loans or Borrowings - FAIS 510: Reporting Results - FAIS 610: Quality Control

For more information, [click here](#)

- ◆ AASB of ICAI has released Checklist on Standards on Auditing.

For more information, [click here](#)

- ◆ MCA has issued a notification granting an extension for the filing of Form DPT-3 from the original due date of 30th June, 2023 to 31st July, 2023 for financial year ended 31st March, 2023 without paying additional fees for late filling.

For more information, [click here](#)

- ◆ MCA has issued a notification introducing amendments to the Companies (Accounts) Rules, 2014. The amended rules will be called as the Companies (Accounts) Second Amendment Rules, 2023. As per the said amended Rules, the companies are required to file Form CSR-2 separately on or before 31st March, 2024, after filing the specified forms AOC-4 or AOC-4-NBFC (Ind AS) or AOC-4 XBRL.

The amendments shall come into force on the date of their publication in the Official Gazette.

For more Information, [click here](#)

- ◆ MCA vide notification no. G.S.R. 411(E) issued on 2nd June, 2023 has notified new Form 3 on Information with regard to Limited Liability Partnership Agreement and changes, if any, made therein. The new Form 3 requires certain additional details to be mentioned vis-à-vis existing Form 3.

For more information, [click here](#)

OTHER UPDATES

- ◆ RBI has issued circular addressing cessation of MIFOR from the list of significant benchmarks administered by FBIL after 30th June, 2023. Further, the circular also provides for updated list of significant benchmarks administered by FBIL.

For more information, [click here](#)

- ◆ The ICAI council has issued a notification limiting the revocation time frame for UDINs to 48 hours.

For more information, [click here](#)

- ◆ SEBI has notified the SEBI (LODR) (Second Amendment) Regulations, 2023. The amended regulations shall come into force w.e.f. 14th July, 2023.

For more information, [click here](#)

- ◆ SEBI has issued the master circular for listing obligations and disclosure requirements for non-convertible securities, securitized debt Instruments and/ or commercial paper. The circular shall come into force on 1st August, 2023.

For more information, [click here](#)

Glossary:

EAC	Expert Advisory Committee
Ind AS	The Indian Accounting Standards
PPE	Property, Plant and Equipment
ICAI	Institute of Chartered Accountants of India
AASB	Auditing and Assurance standards Board
FAIS	Forensic Accounting and Investigation Standards
DAAB	Digital Accounting Assurance Board
MCA	Ministry of Corporate Affairs
NBFC	Non-Banking Financial Company
LLP	Limited Liability Partnership
IASB	International Accounting Standards Boards
RBI	Reserve Bank of India
NBFC	Non-Banking financial Company
FY	Financial Year
MIFOR	Mumbai Interbank Forward Outright Rate
FBIL	Financial Benchmarks India Pvt. Ltd.
US LIBOR	US Dollar London Interbank Offered Rate
UDIN	Unique Document Identification Number
SEBI	Securities and Exchange Board of India
LODR	Listing Obligations and Disclosure Requirements

The contents provided in this newsletter are for information purpose only and are intended, but not promised or guaranteed, to be correct, complete and up-to-date. The firm hereby disclaims any and all liability to any person for any loss or damage caused by errors or omissions, whether such errors or omissions result from negligence, accident or any other cause.



B 21-25, Paragon Centre, Pandurang
Budhkar Marg,
Mumbai – 400013
Tel: 91-022-4073 3000
Fax: 91-022-4073 3090
E-mail Id: info@nashah.com

