



## Joint Certification Programme on Indian Accounting Standards (IND AS) for Credit Officers in Banks with KPMG in India as Knowledge Partner

In line with the global trend, the finance minister in his Union Budget 2014 speech announced the decision of adoption of Indian Accounting Standards (IND AS) converged with International Financial Reporting Standards (IFRS) by public entities in India, in a phased manner, beginning from the financial year 2016 -17. The first quarter results, beginning June 2016 (with IND AS comparatives of June 2015) of large corporates are being announced under INDAS.

The implementation of IND AS is expected to have a material impact on the presentation and preparation of financial statements by companies. Many of the significant ratios used for credit appraisal/annual review of borrowers are likely to undergo a change, thus resulting in changes in credit ratings, possible breach of loan covenants, etc., which in turn may require changes in loan pricing, recall of loan, etc. The loan impairment provisions under IND AS require significant changes in the way data is captured by the credit teams. These changes will entail modification in the credit policy of banks.

### Objectives

To enable credit officers in banks to understand significant changes in presentation and interpretation of financial statements under IND AS and obtain an overview of the material changes due to provisions of important IND AS as well as the implications on various ratios used for analysis and lending decisions.

### Faculty

Experienced professionals from KPMG in India will conduct technical sessions with support from NIBM faculty.

### Content

The topics to be covered in this programme designed specifically for credit analysts/credit officers in banks are as follows:

- **Preparation and Presentation of Financial Statements**
  - ✓ Standalone and Consolidated Financial Statements
  - ✓ Other Comprehensive Income (OCI)
  - ✓ Statement of Changes in Equity
  - ✓ Cash Flows
- **Revenue Recognition and Construction Contracts**
- **Accounting for PPE**
  - ✓ Cost of Acquisition
  - ✓ Depreciation including Componentization
  - ✓ Revaluation and Treatment of Revaluation Reserve
  - ✓ Intangible Assets including Goodwill
  - ✓ Leases
- **Financial Instruments**
  - ✓ Classification, Recognition, Measurement and De-recognition
  - ✓ Equity: Equity Shares, Preference Shares and Hybrid Instruments
  - ✓ Fair Value Measurement and Effective Interest Rate (EIR)
- **Loan Impairment**
- **Foreign Exchange Differences**
- **Business Combinations**
- **Share-Based Payments**
- **Implications of First-Time Adoption of IND AS**
- **Income Tax including ICDS**
- **Key Areas of Impact on Different Sectors**
- **Implications of Changes in terms of Credit Policies, Credit Ratings, Pricing of Loans, MIS and Disclosures.**

### Methodology

Examples pertaining to generic impact of IND AS on different sectors will be used to explain the concepts. A written test will be conducted on the third day of the programme.

### Target Groups

Credit analysts/officers in corporate/mid-corporate/project and infrastructure finance.

### Certification

Certificate will be jointly issued by NIBM and KPMG in India.

### Dates

October 17 – 19, 2016

The programme will commence at 9:00 am on October 17 and conclude by the evening of October 19, 2016. Participants are expected to reach the NIBM campus positively by the evening of October 16, 2016 and plan for their return journey after 6.00 pm on October 19, 2016.

### Venue

NIBM Campus, Kondhwe Khurd, Pune, India.

### Hostel Accommodation

The programme is fully residential. Participants will be provided well furnished single room AC accommodation in the Institute's hostel complex on the Campus. However, they will not be permitted to bring their family members to stay on the campus. In case any Officer/Executive with physical/medical disability is being nominated, kindly inform us in advance with particulars of disability to facilitate necessary arrangements.

The Institute has facilities for outdoor and indoor games and a large walking/jogging trail for physical fitness besides a yoga centre. Participants are, therefore, encouraged to bring the appropriate clothes/gears.