



August 6 – 10, 2018

Coordinator
Dr Dipali Krishnakumar

Programme on

**Issues and Challenges for Implementation of
Indian Accounting Standards (Ind AS)
in Banks and NBFCs**



**National Institute of Bank Management
Pune, India**

Programme on Issues and Challenges for Implementation of Indian Accounting Standards (Ind AS) in Banks and NBFCs

Introduction

In line with the global trend, the Finance Minister in his Budget Speech 2014 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. As per the original roadmap for Ind AS implementation, scheduled commercial banks (excluding Regional Rural Banks), All-India term-lending refinancing institutions (i.e. Exim Bank, NABARD, NHB and SIDBI) and NBFCs with a net worth of 500 crore INR or more were to adopt Ind AS accounting standards from April, 2018 with comparatives for 2017-18. NBFCs whose equity and/or debt securities are listed or are in the process of listing on any stock exchange in India or outside India and having a net worth less than 500 crore INR and unlisted NBFCs having a net worth of 250 crore INR or more but less than 500 crore INR are required to adopt Ind AS from April 2019.

Through a press release dated April 5, 2018 Reserve Bank of India has deferred implementation of Ind AS by one year in commercial banks to 2019-20. As of May 2018, there is no deferment of implementation dates for NBFCs with net worth of INR 500 crore or more and Term Lending Institution, who are required to adopt Ind AS from April 2018.

RBI has quoted two reasons for the delay in implementation of Ind AS in Banks; one being the legislative changes required in the Banking Regulation Act 1949 pertaining to the format of financial statements and the second being the level of preparedness of many banks for implementation.

The delay in implementation provides Banks an opportunity to improve their level of preparedness and also learn from the experience of global peers that are implementing the standard on Financial Instruments (IFRS 9) from January 2018. NBFCs and Term Lending institution need to check their level of preparedness and make any revisions in strategy and methods implemented to ensure that they are in conformance with the standards for ongoing implementation.

Need and Benefits for Banks and NBFCs

Commercial banks, Term Lending Institutions and NBFCs in India face many challenges in adoption of Ind AS for accounting and financial reporting purposes including significant additional disclosures. The convergence process in banks is likely to entail several changes to the existing Board-approved policies, financial reporting processes and systems. The financial impact of convergence will be significant, particularly in areas relating to consolidation of financial

statements, valuation and accounting of financial instruments (financial assets, financial liabilities and equity), derivatives and hedge accounting, provisions for loan and investment impairment, de-recognition of financial assets, revenue recognition, enhanced disclosures, etc.

For many financial institutions, there will be a significant impact on their financial position and financial performance, directly affecting key parameters that analysts use to measure and evaluate performance. These changes would need to be planned, managed, tested and executed in advance of the implementation date and are likely to be time-consuming. Executives will benefit from this programme to enable them to undertake this transition.

Objectives

To expose the participants to the framework of Ind AS, the contents and presentation of Ind AS compliant financial statements, identification and understanding of important issues and the challenges in the transition process, and identification of specific areas of significant impact.

Content

- ☞ **Introduction to the Accounting Standards Framework (Ind AS)**
- ☞ **Key Issues under Ind AS affecting commercial banks, term lending institutions and NBFCs**
 - Classification and Measurement of Financial Assets, Financial Liabilities and Equity
 - Adoption of Fair Value Measurement
 - Implications and Computation of Effective Interest Rate
 - Loan/Investment Impairment
 - De-recognition of Financial Assets
 - Derivatives and Hedge Accounting
 - Consolidation of Financial Statements
 - Disclosures
 - First Time Adoption

Target Group

Executives in (i) Accounts and Finance (ii) Treasury (iii) Internal Audit and (iv) Risk Management involved with implementation of Ind AS.

Methodology

Lectures will be supplemented with group exercises & discussions on the objectives enumerated above.

Faculty

Besides NIBM faculty, Ind AS project team members of banks and professionals from audit firms will be invited.

Dates

August 6 – 10, 2018 (5 days)

The programme will commence at 9:00 am on Monday, August 06 and will conclude by 5:00 pm on Friday August 10, 2018.

Venue

NIBM Campus, Kondhwe Khurd
Pune, India.

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 appropriate clothes/gear.

Programme Coordinator

Dr Dipali Krishnakumar

Assistant Professor (Finance)

Programme Fee (per participant)

US \$ 2000 for foreign participant

(See fee structure on home page of the website for incentive)

	Fee	GST	Fee+ GST	TDS
Member Banks :	42000	7560	49560	4200
Non-Member Banks :	49200	8856	58056	4920

The fee includes the cost of tuition, board and lodging facilities, teaching material, etc. (Goods and Services Tax (GST) @ 18%, and TDS @ 10%. Kindly send the TDS Certificate on priority to NIBM).

Last Date for

Receiving Nominations:

July 27, 2018

Last Date for

Availing Early Bird Incentive of 5%:

July 21, 2018

(See fee structure on home page of the website)

Nominations and Enquiries

Please address your enquiries and nominations to:

Dr Dipali Krishnakumar

Programme Coordinator

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Pune 411 048, India.

Tel. : 0091-20-26716000 (EPABX)

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E-mail : k.dipali@nibmindia.org

Website : www.nibmindia.org

Mode of Payment for Indian Participants

- The fee may preferably be transferred by RTGS/NEFT/ECS to our A/c No. 20002400021 with Bank of Maharashtra, NIBM Branch, Pune (IFSC Code MAHB0001124). NIBM PAN No. AAATN0040P and NIBM GSTIN No. 27AAATN0040P1ZJ.
- National Institute of Bank Management
NIBM Post Office, Kondhwe Khurd, Pune 411 048, INDIA.

Mode of Payment for Foreign Participants

Mode of Remittance: SWIFT*

1. Name & Address of our Bankers : **Oriental Bank of Commerce**
C-2, Shop No. 4-5, Bramha Estate
Kondhwe Khurd, Pune 411 048
Maharashtra, India
2. Name of the Account : **National Institute of Bank Management**
3. NIBM's Bank Account No. with Oriental Bank of Commerce : **Current A/C 11281131004402**
4. Bank's Swift Code : **ORBCINBBFCP**
5. Oriental Bank of Commerce A/c No. with Correspondent Bank : **36152559**
6. Preferred currency : **USD**
7. Correspondent Bank : **CITIBANK N.A.**
8. Swift code for Citi Bank : **CITIUS33**

*** The Foreign Bank Charges/ SWIFT charges/Commission is to be borne by the remitter. The fees mentioned in the invoice/brochure is to be paid to NIBM, net of all bank charges.**

***Payments will be accepted only through electronic mode. Cheques/DDs/Pay Orders will not be accepted.**

- **For all electronic remittances, kindly send a confirmatory e-mail at: accounts@nibmindia.org giving details of the remitter participant, name and dates of programme, etc.**

Please see programme fee structure on home page of the website for early bird incentive, incentives for SAARC and other developing countries, mode of remittance, Pune City route map and local conveyance.