Outlook

Re: Exposure Draft of Amendments to Ind AS 28 for comments

From ICAI RAIPUR BRANCH <raipur@icai.org>
Date Mon 11/2/2026 6:32 PM
To asb@icai.in <asb@icai.in>; Comments ASB - ICAI <commentsasb@icai.in>

Subject: Suggestions on Exposure Draft of Amendments to Ind AS 28 – Investments in Associates and Joint Ventures

With reference to the Exposure Draft of Amendments to Ind AS 28 issued by the Accounting Standards Board of ICAI, we appreciate the initiative taken to improve the clarity, consistency and practical application of the equity method of accounting.

We would like to submit the following suggestions for consideration:

1. The proposed amendments should be supported by practical illustrations and examples to ensure uniform interpretation and application by preparers and auditors.
2. Clear guidance should be provided regarding the treatment of transaction costs, contingent consideration and other directly attributable costs at the time of initial recognition of investments.
3. The accounting treatment for changes in ownership interests without loss of significant influence or joint control should be explained with suitable examples.
4. Specific guidance should be provided for recognition of gains and losses arising from upstream and downstream transactions between an investor and its associate or joint venture.
5. The provisions relating to recognition of losses of associates and joint ventures should clarify the treatment of additional obligations, guarantees and long-term interests.
6. Disclosure requirements should be practical and proportionate, keeping in view the size, nature and materiality of investments, so that unnecessary compliance burden on entities is avoided.
7. Adequate transitional provisions and reasonable implementation time should be provided to enable entities to update their accounting systems, processes and reporting procedures.
8. The amendments should be appropriately aligned with other applicable Indian Accounting Standards, particularly Ind AS 109, Ind AS 110, Ind AS 112 and Ind AS 113, to ensure consistency and avoid ambiguity.

We request the Accounting Standards Board to kindly consider the above suggestions while finalising the amendments.

Thanking you,

CA.Rashmi Verma-Chairperson Raipur Branch