



Date: 3rd March 2023

To,
The Secretary,
Accounting Standards Board,
The Institute of Chartered Accountants of India,
ICAI Bhavan, New Delhi

Dear Sir / Madam,

Sub.: Comments / suggestions on Exposure draft of Guidance Note (G N) on Financial statements of Non-Corporate entities

Ref.: Email from ASB – calling for comments from Regional Councils / Branches of ICAI.

With reference to above captioned subject please find the below comments on exposure draft of Guidance Note on Financial statements of Non-Corporate entities for your reference and further action:

- ❖ **Issue:** Non-inclusion of significant accounting policies

- ❖ **Comments:** An illustrative list of accounting policies may be included for reference and benefit of members.

- ❖ **Issue:** Clarification with respect to applicability.

- ❖ **Comments:** Necessary clarification with respect to applicability of above Guidance note may be provided:
 - In case of unaudited financial statements are attested for purpose of bank finance / Visa, etc. in accordance with G N on reports or certificates for special purposes.



- ❖ **Issue:** Applicability in phased manner

- ❖ **Comments:** On page no 6 of above exposure draft states the date of applicability on immediate issue of above G N. The applicability of above G N may be considered in a phased manner proportionate with the sales turnover / bank finance of respective non corporate entity.

- ❖ **Issue:** Rounding off in financial statements

- ❖ **Comments:** General instruction no. 4(i) for preparation of Balance sheet and Statement of Profit & Loss of Non Corporate Entity, specifies the requirement of rounding off of the figures in financial statements. As a measure of relief to Micro / Small / Medium enterprises, the requirement of rounding off, up to total income of Rs. 100/- Crores may be done away with.

We hope you find the above in order.

For & on behalf of

Anand branch of WIRC of ICAI