

Comments on Exposure Draft on IND AS 117

Query

Do you think that the transition option (classification overlay-paragraphs C28A-C28E) available to entities that first apply Ind AS 117 and Ind AS 109 at the same time, similar to the one provided in the aforesaid amendments to IFRS 17, could be relevant for Indian entities.

Response

- a) This Exposure Draft proposes amendments to Ind AS 117 corresponding to amendments to IFRS 17. In India, the temporary exemption from application of Ind AS 109 was not provided earlier. However, this option of classification overlay where Ind AS 109 and Ind AS 117 are applied at the same time has been included in the Exposure Draft. It is felt that the transition option (classification overlay-paragraphs C28A-C28E) available to entities that first apply Ind AS 117 and Ind AS 109 at the same time, similar to the one provided in the aforesaid amendments to IFRS 17, could be relevant for Indian entities.

- b) In India, several entities, specially in Insurance sector , shall be applying Ind AS 109 & 117 from next financial year. The draft amendments added a transition option (classification overlay-paragraphs C28A-C28E) relating to comparative information about financial assets presented where an entity first apply Ind AS 117 and Ind AS 109 at the same time. This will further facilitate the financial reporting process and compliance with Ind AS .