

FW: Request for Information on Post-implementation Review of IFRS 15, Revenue from Contracts with Customers, issued by the IASB for comments

Pawan Mehta <pawan.mehta@idbi.co.in>

Mon 07-08-2023 10:41

To: Comments ASB - ICAI <commentsasb@icai.in>

Cc: mgr.cib@iba.org.in <mgr.cib@iba.org.in>; vp.cib@iba.org.in <vp.cib@iba.org.in>; idbi.cspd@idbi.co.in <idbi.cspd@idbi.co.in>; sh.kuber@idbi.co.in <sh.kuber@idbi.co.in>; s.panicker@idbi.co.in <s.panicker@idbi.co.in>; manish.pal@idbi.co.in <manish.pal@idbi.co.in>; Divya Iyer <divya.iyer@idbi.co.in>

Dear Sir,

With reference to the implementation of Ind AS at Banks, RBI vide its Circular No. DBR.BP.BC.No.29/21.07.001/2018-19 dated March 22, 2019, advised deferment of implementation of Ind AS in Banking Sector till further notice, pending approval of legislative amendments by Government of India. However, RBI has asked the Banks to submit Proforma Ind AS Financial Statements on half yearly basis.

As per the Proforma Financials submitted to RBI as per Ind AS, the majority of the income recognized by the Bank is related to Financial Instruments. The same is covered under Ind AS 109. The fee income and other income with respect to the aforementioned financial instruments are also booked as per Ind AS 109 using EIR.

Apart from the above, the Bank also earns certain Fee income by way of 'Commission, Exchange & Brokerage'. Some of such income gets covered under Ind AS 115. As per Ind AS 115, for any performance obligation, revenue can be recognised either over the period of time or at the point in time as and when the obligation is fulfilled. In case of the Bank, the revenue is also being recognized either over a period of time or at the same time when the performance obligation gets satisfied, in accordance to Ind AS 115. Revenue is recognised when performance obligations are satisfied.

Ind AS 115 is being applied as intended at the Bank while submitting the Proforma financials to the regulator.

धन्यवाद एवं अभिवादन

Thanks & Regards

Pawan Mehta

Deputy General Manager

Finance and Accounts Department

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From: Hoshang Guard [mailto:hoshang.guard@idbi.co.in]**Sent:** 05 August 2023 10:03**To:** pawan.mehta@idbi.co.in**Cc:** 'Smita Harish Kuber'; 'Sanjay Panicker'; 'Manish Pal'; idbi.cspd@idbi.co.in**Subject:** Request for Information on Post-implementation Review of IFRS 15, Revenue from Contracts with Customers, issued by the IASB for comments**Importance:** High

Dear Sir / Madam,

Please refer to the appended e-mail received from IBA on the captioned matter.

You are requested to submit the comments directly to ICAI at commentsasb@icai.in with a copy to mgr.cib@iba.org.in & vp.cib@iba.org.in by August 31, 2023.

Kindly mark a copy of your reply to idbi.cspd@idbi.co.in.

सादर | *Regards,**Hoshang Guard*

सहायक महा प्रबंधक - सीएसपीडी | Assistant General Manager – CSPD

संसद प्रश्न समन्वय | Parliament Questions Co-ordination

 **IDBI BANK** *Bank Aisa Dost Jaisa*

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