

भारत के नियंत्रक एवं महालेखापरीक्षक का कार्यालय
9, दीन दयाल उपाध्याय मार्ग,
नई दिल्ली-110 124



OFFICE OF THE COMPTROLLER &
AUDITOR GENERAL OF INDIA
9, DEEN DAYAL UPADHYAYA MARG,
NEW DELHI - 110 124

दिनांक / DATE 07-03-2023

सेवा में,

सचिव,
Accounting Standards Board
भारतीय सनदी लेखाकार संस्थान, दिल्ली

विषय: Exposure Drafts of Guidance Notes on Financial Statements of Non-Corporate Entities and Guidance Notes on Limited Liability Partnerships

महोदया,

With reference to your e-mail dated 07.02.2023, my comments on the Exposure Drafts of Guidance Notes on (i) Financial Statements of Non-Corporate Entities and (ii) Guidance Notes on Limited Liability Partnerships are as under:

(A) ED of GN on Financial Statements of Non-Corporate Entities

- (i) It may be considered to mention in the proposed GN, the authority of the Institute for prescribing the formats for presentation of financial statements of Non-Corporate Entities.
- (ii) The Autonomous Bodies (ABs) may include institutions or organizations set up under specific statutes or as a society registered under the Societies Registration Act or Indian Trust Act or other statutes. The ABs under the Central Govt. are required to compile their annual accounts by adopting the uniform format of accounts prescribed by the Ministry of Finance, Government of India. It includes Balance Sheet, Income and Expenditure Account, Statement of Receipts & Payments and Schedules to the accounts. Further, the ABs under State Governments may also be required to prepare their annual accounts by following the format of accounts prescribed in respective Acts governing them. Statutory Corporations established under Acts also need to prepare their annual accounts as per the format prescribed in their governing Acts. Moreover, the Ministry of Shipping has prescribed standard norms of accounting for Major Port Trusts. Co-operative Societies and Trusts follow the format of accounts prescribed in their by-laws or statutes governing them.

Thus, various statutory requirements prescribing formats of accounts have already been stipulated for majority of the ABs and the proposed standardization of format of accounts envisaged under proposed GN may need to consider this aspect.

(B) ED of GN on Financial Statements of Limited Liability Partnerships

- (i) It may be considered to mention in the proposed GN, the authority of the Institute for prescribing the formats for presentation of financial statements of LLPs.
- (ii) As per Section 34(2) of LLP Act, 2008, LLPs are required to prepare a Statement of Account and Solvency for the financial year. Thus, it may be considered to look into this issue in the proposed GN which seeks to ensure standardization among all the LLPs by prescribing Balance Sheet, Statement of Profit and Loss and Notes to Financial Statements with Cash Flow Statement as optional.

Yours sincerely,



(Deepak Kapoor)
Director General (Commercial-II)