

Programme..Master of Commerce (MCom)

MCM5004 INTERNATIONAL FINANCIAL REPORTING STANDARDS

Course Code	MCM5004	Semester	I
Course Title	<i>INTERNATIONAL FINANCIAL REPORTING STANDARDS</i>		
Credits	3	Type	ELECTIVE

This course shall have 3 lecture hours, 2 practicals, 1 tutorial.

This is a Skill based, employability based course.

Course Objective

To explain the structure of International and conceptual framework of financial reporting, apply relevant international financial reporting standards to key elements of financial statements and identify and apply disclosure requirements for entities relating for the presentation of financial statements and notes.

Learning Objectives

- To make students familiar with International Financial Reporting Standards and their implications.
- To acquire knowledge and capability to apply the accounting concepts, principles and interpretations discussed in the required pronouncements of International Financial Reporting Standards issued by the IASB.
- To gain a general overview about IFRS dealing with Presentation of financial statements , Principles of disclosure, Leases, contingent liabilities and contingent assets, Intangible assets, Business combinations
- An understanding in applying and interpreting existing IFRS to real world accounting problems
- Apply relevant international financial reporting standards to key elements of financial statements
- Identify and apply disclosure requirements for entities relating to the presentation of financial statements and notes

Course Structure

UNIT I :

Financial Reporting An Introduction: Introduction – Causes of International Differences – major differences in Financial Reporting – Indian GAAP, US GAAP, IAS, and IFRS. International organizations engaged in accounting harmonization. The Requirements of International Accounting Standards, The International Accounting Standards Board (IASB) and the regulatory framework.

UNIT II:

IFRS Framework: meaning of standardization - The structure of IFRS. Process of IFRS Standard Setting–

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Constraints-Hierarchy of Standards. IFRS adoption or convergence in different countries – IFRS 1 (First time adopters). The structure, vision and mission of IASB.

UNIT III:

IFRS on Recognition and Measurement : Requirements of recognition and measurement of revenue, expenses, assets and liabilities in IFRS 2, 4, 5, 6, 9, and 13. IFRS on Disclosure: Requirements of disclosure in IFRS 1, 7, 8 and 12.

UNIT IV:

IFRS for MNC Operations: Issues in International Accounting – Consolidation – Foreign Currency Translation – Segmental Reporting – Foreign Exchange risk management. Multi- employer benefit schemes

Practicals

- Prepare a segment report for FMCG industry with indicators of IFRS.
- Analyse the revenue recognition strategies of Corporates in IT sector.

Skills

- Critical evaluation of financial statement on various IFRS measurements.
- Analysis of IFRS with regard to MNC Operations.
- Understand the specifications and clause of IFRS reporting.
- Assess the risk involved in foreign exchange management.

Learning/Course Outcomes

- Students will be able to understand the concept of corporate financial reporting
- Students will be able to understand the applicability of IFRS and Ind AS
- Critically analyse complex financial accounting issues from the perspective of both theory and research

Books for Reference

1. Barry J. Epstein, Eva K. Jermakowicz (2010), Interpretation and Application of International Financial Reporting Standards, John Wiley Publications.
2. CA. Kamal Garg : Beginners Guide to Ind AS and IFRS, Bharat Law House Pvt Ltd.
3. CA. Kamal Garg: Practical Guide to Ind – AS and IFRS, Bharat Law House Pvt Ltd.
4. Corporate Finance: Theory and Practice, Pierre Vernimmen Dalloz
5. Financial Accounting and Reporting, FT Prentice Hall, Pearson Education, Barry Elliot and Jamie Elliot
6. Greuning Van Hennie., International Financial Reporting Standards - A Practical Guide.
7. Haskins E Mark and Ferris R Kenneth and Selling J Thomas, International Financial Reporting and Analysis: A Contextual Emphasis.
8. IFRS Part A and Part B (2011), Taxmann Publications Pvt. Ltd., New Delhi.
9. IFRS: Interpretation and Application, Barry J. Epstein and Eva K. Jermakowicz, John Wiley & Sons Inc., One Wiley Drive Somerset, NJ 08875 USA
10. J. Lal, Corporate Financial Reporting Theory and Practice, Taxman.
11. Jasmine Kaur (2011), IFRS: A Practical Approach, Tata McGraw Hill Education Private Ltd., New Delhi.

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12. Jerry J. Weygandt, Paul D. Kimmel, Donald E. Kieso (2010), Financial Accounting: IFRS Edition, 1st Edition, John Wiley Publications,
13. Steven M. Bragg (2010), The Vest Pocket IFRS, John Wiley Publications.