



Date: 10 Feb. 2021

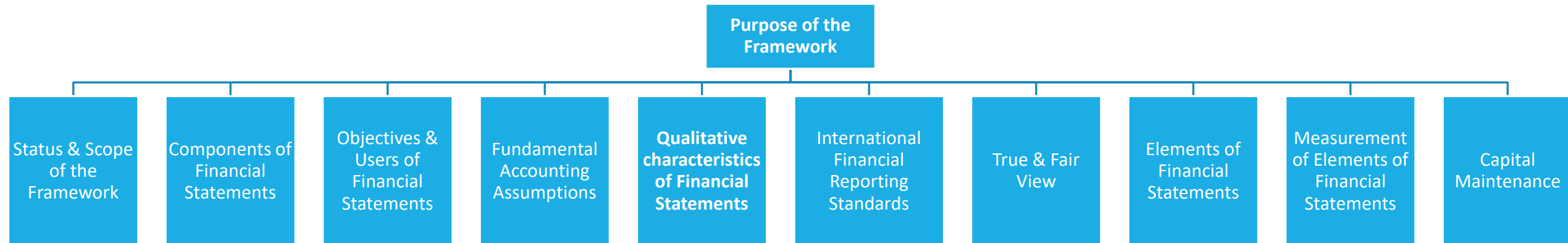
VIRTUAL COACHING CLASSES ORGANISED BY BOS, ICAI

INTERMEDIATE LEVEL PAPER 1: ACCOUNTING

Faculty: CA Sanket Shah

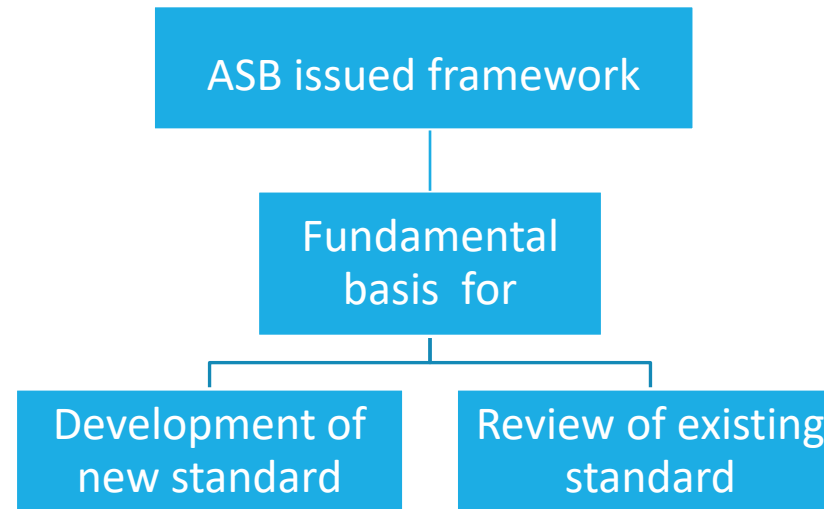


OVERVIEW



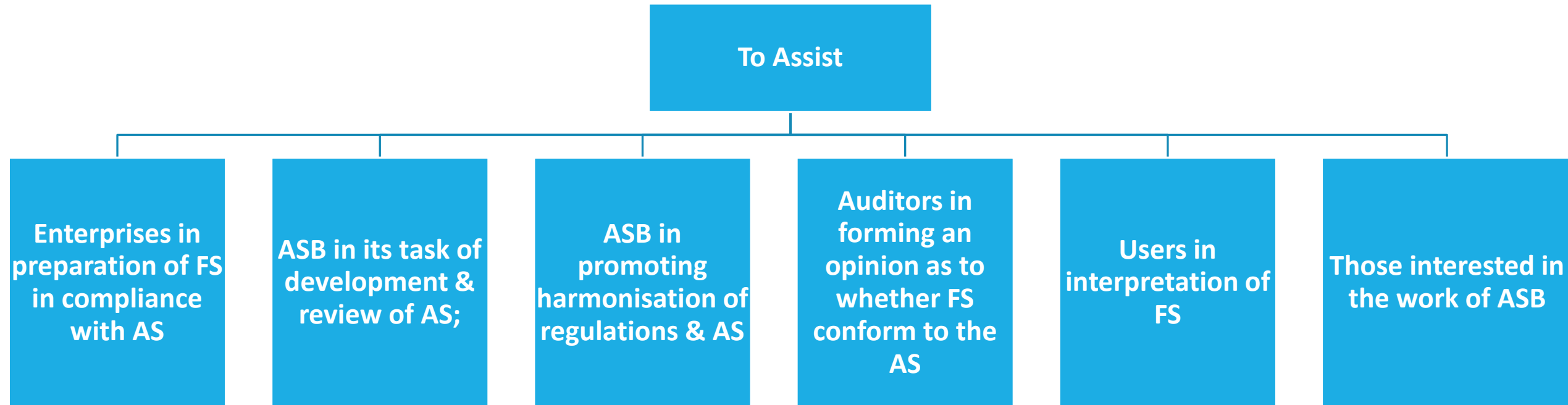


WHAT IS FRAMEWORK ?



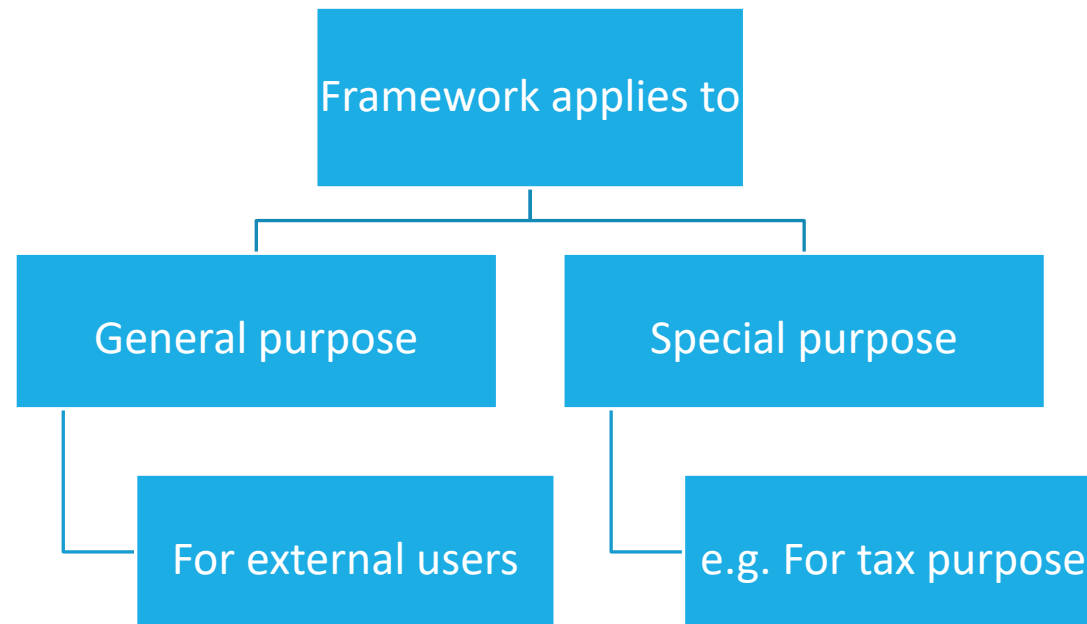


PURPOSE OF THE FRAMEWORK





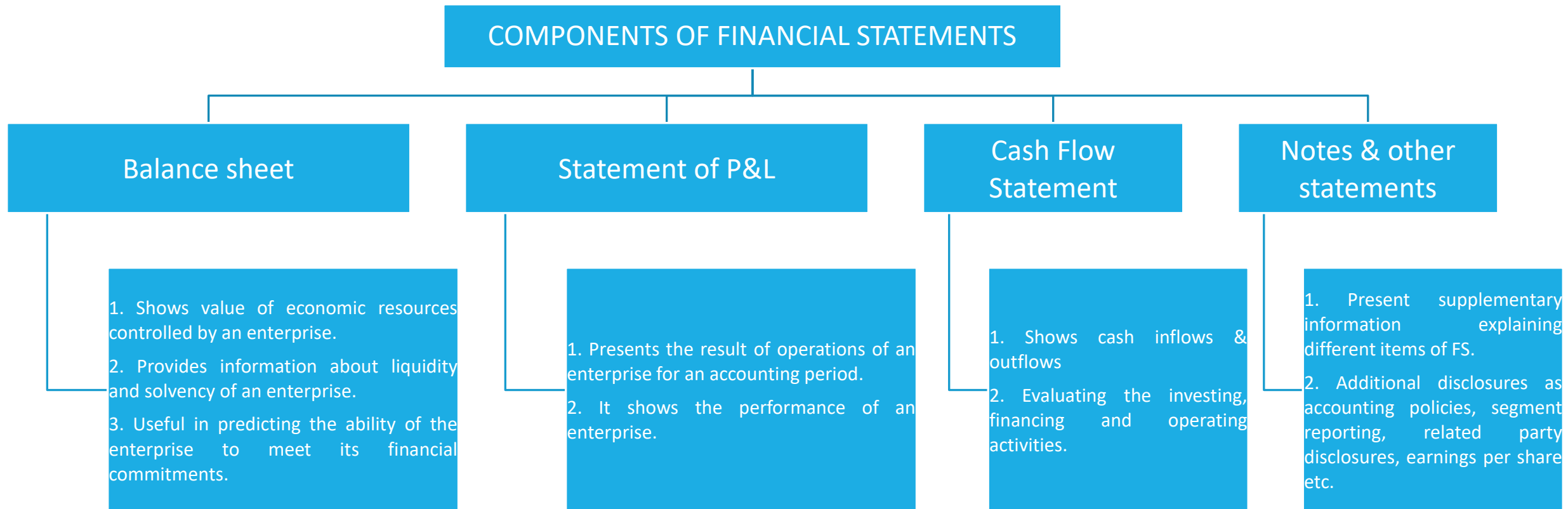
STATUS & SCOPE OF THE FRAMEWORK



In case of conflict between AS & Framework as will provide



COMPONENTS OF FINANCIAL STATEMENTS

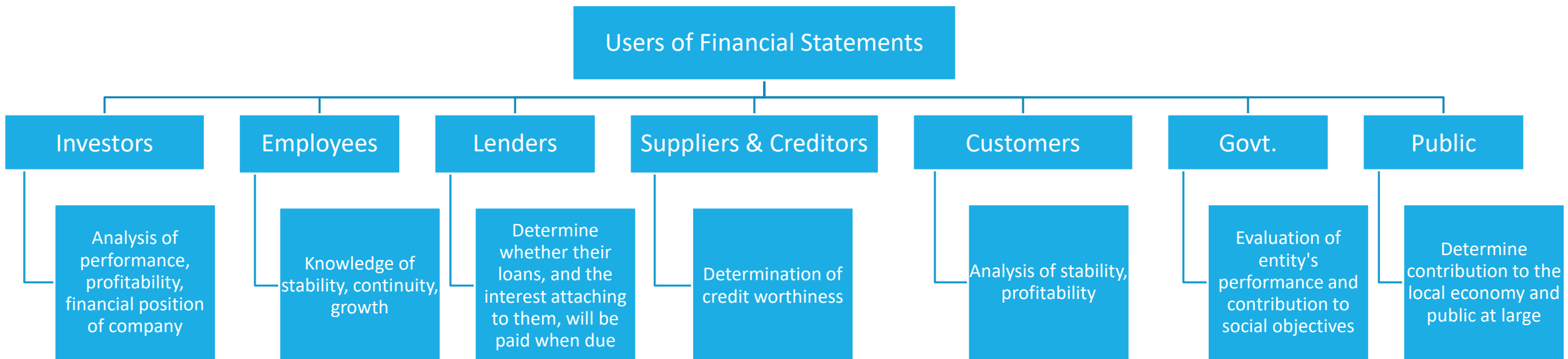




OBJECTIVES & USERS OF FINANCIAL STATEMENTS

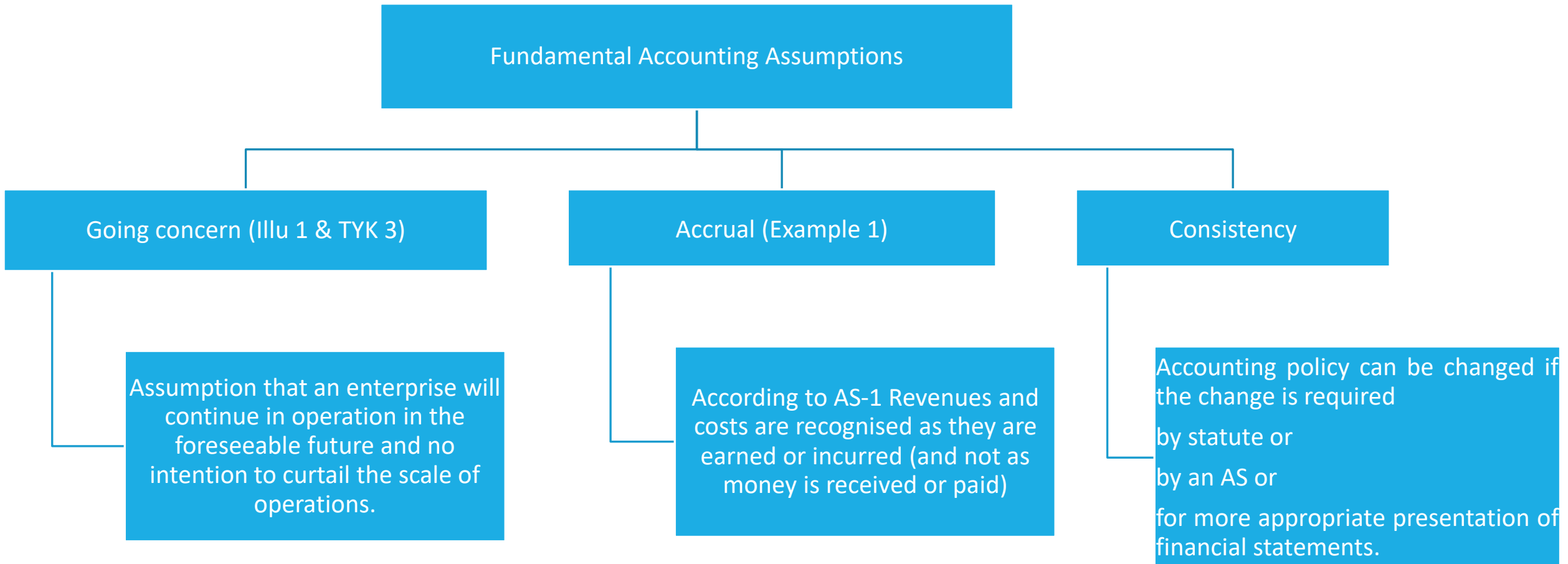
Objective

To provide information about the financial position, performance & cash flows of an enterprise that is useful to a wide range of users.



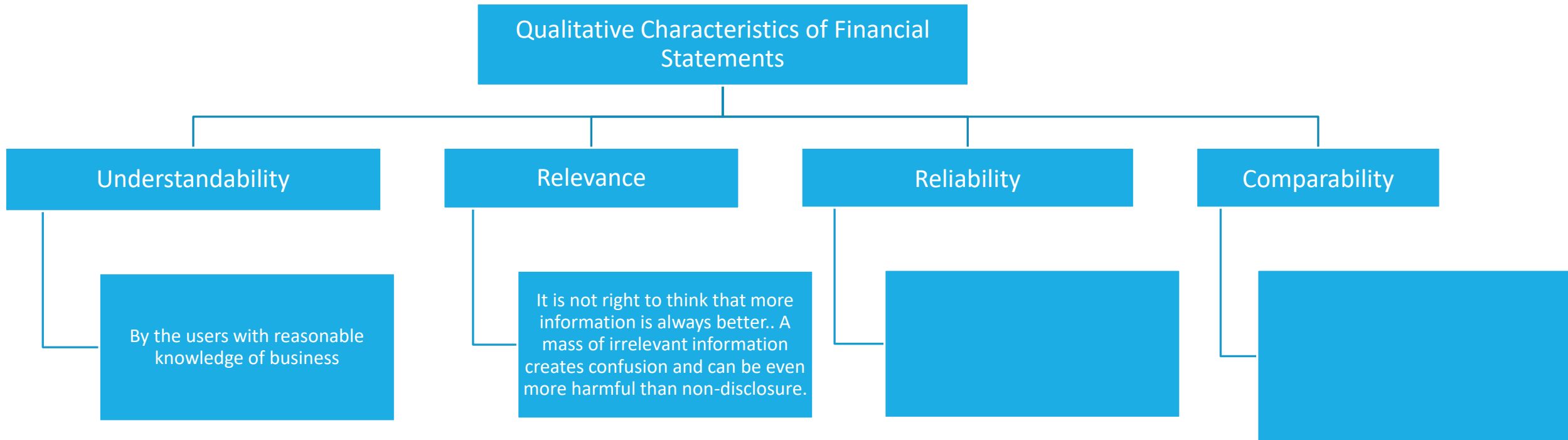


OBJECTIVES & USERS OF FINANCIAL STATEMENTS



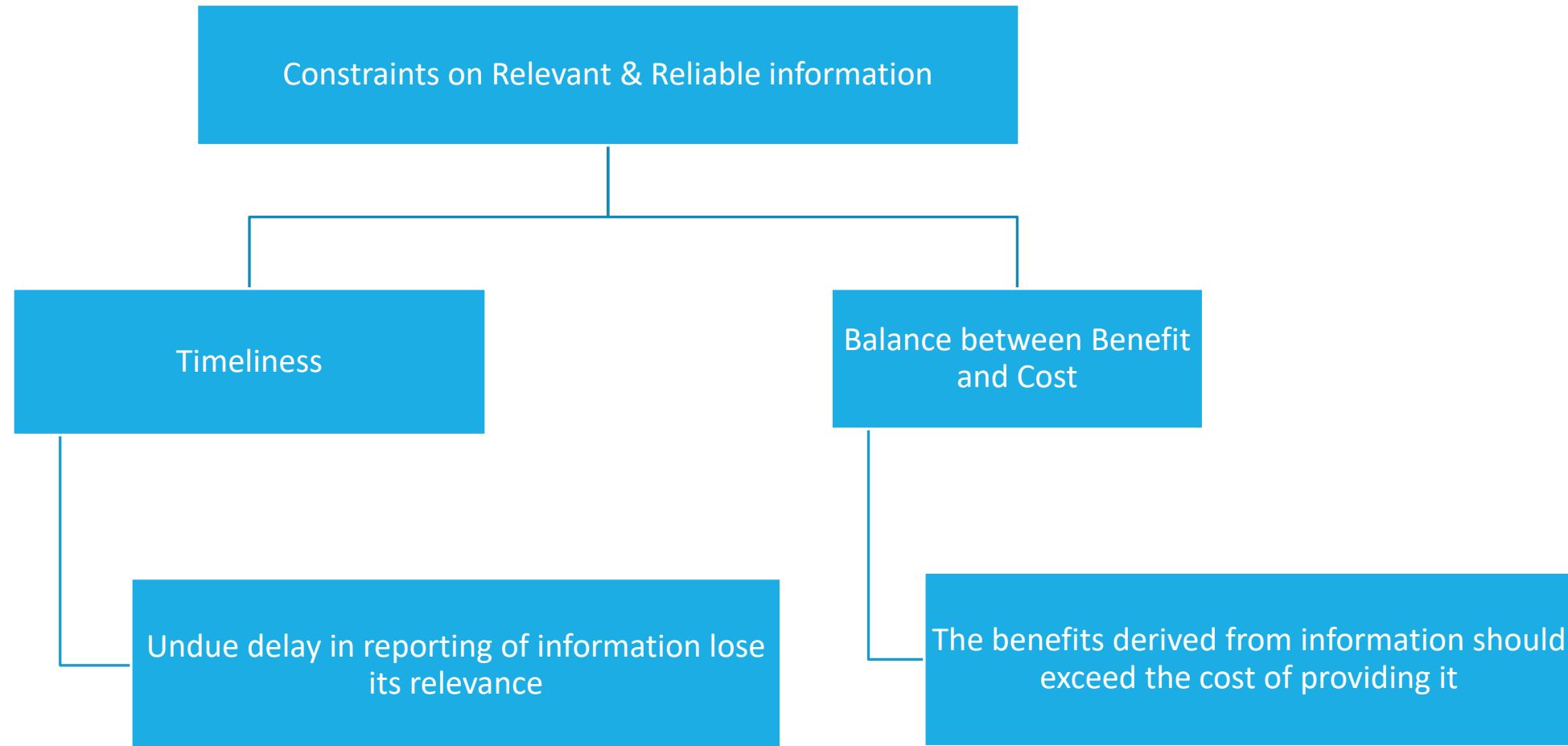


QUALITATIVE CHARACTERISTICS OF FINANCIAL STATEMENTS



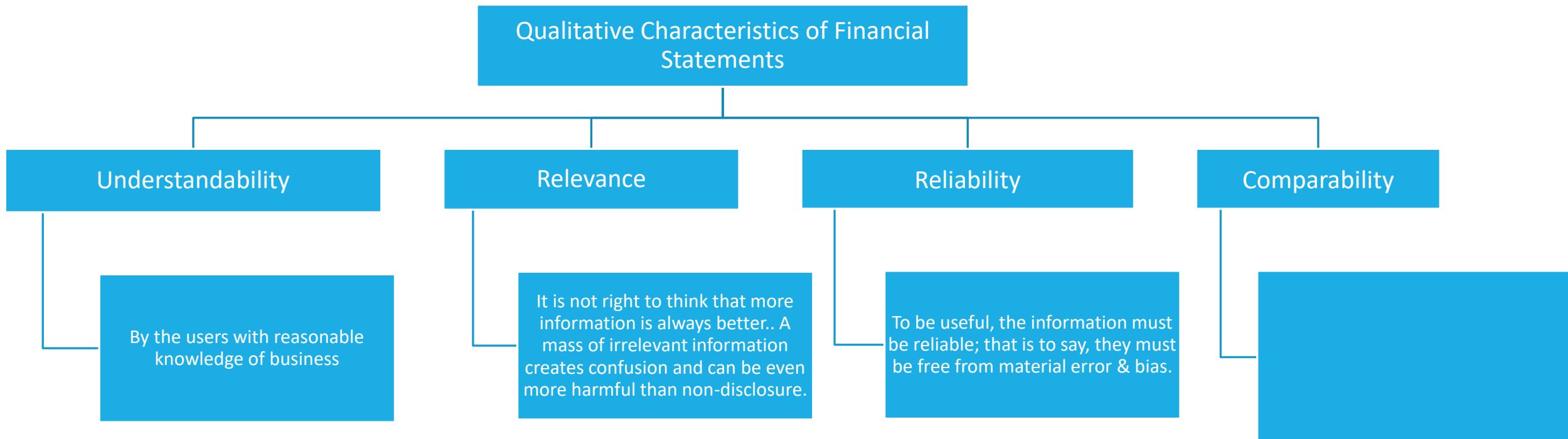


QUALITATIVE CHARACTERISTICS OF FINANCIAL STATEMENTS





QUALITATIVE CHARACTERISTICS OF FINANCIAL STATEMENTS





QUALITATIVE CHARACTERISTICS OF FINANCIAL STATEMENTS

Information is reliable only when

Transactions & events reported are faithfully represented.

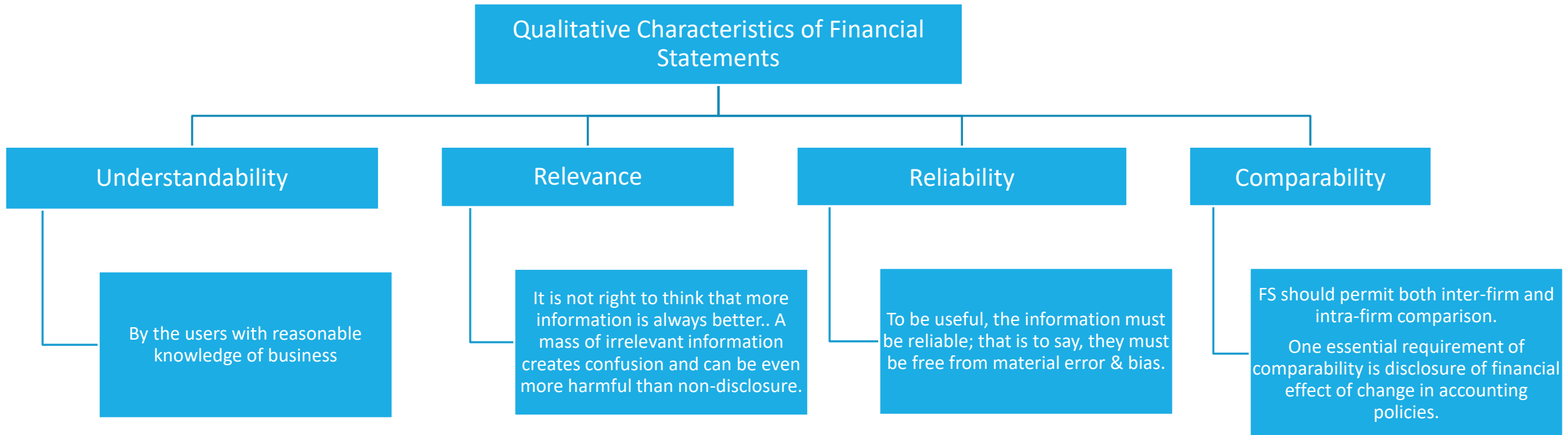
Transactions and events are reported on the principle of 'substance over form (discussed later in AS-1)'.
The reporting of transactions and events are neutral, i.e. free from bias.

Prudence is exercised in reporting uncertain outcome of transactions or events.

The information in financial statements must be complete.



QUALITATIVE CHARACTERISTICS OF FINANCIAL STATEMENTS



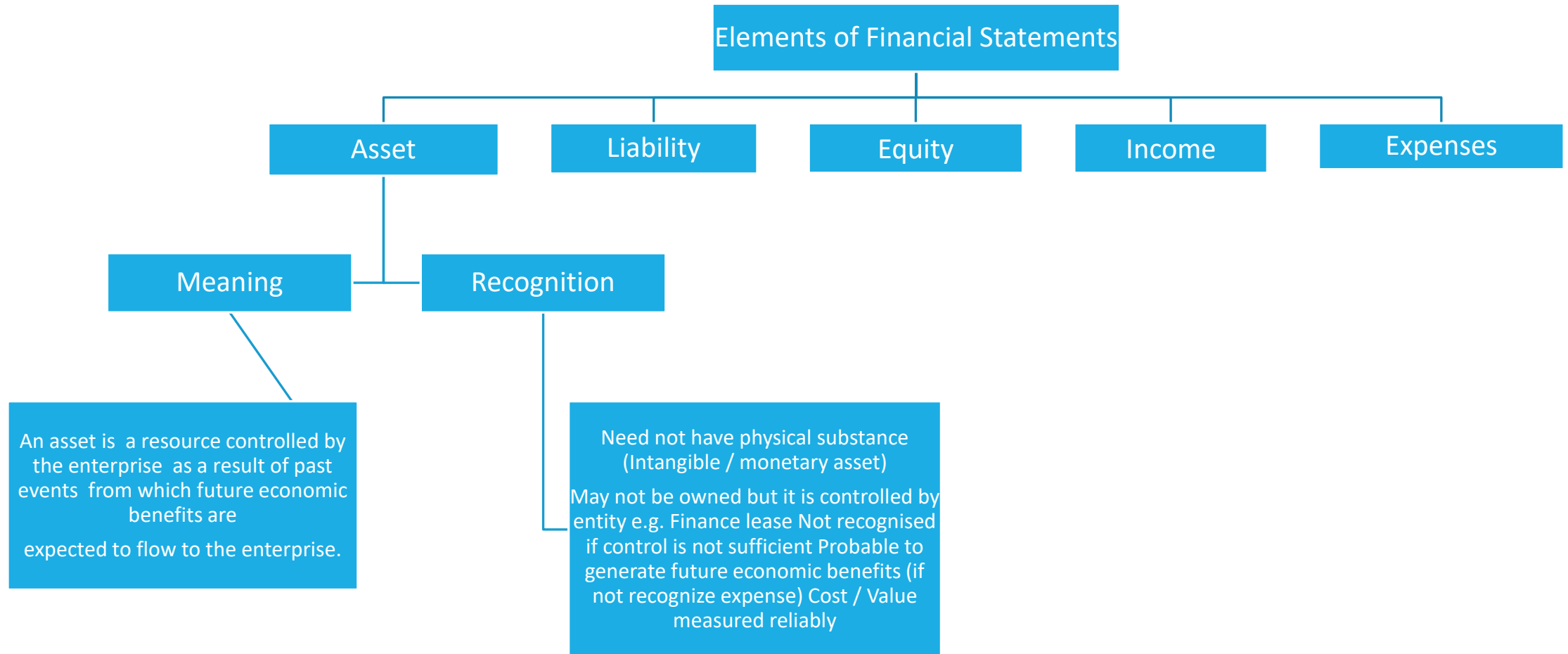


TRUE & FAIR VIEW

- ✓ **FS are required to show true & fair view**
- ✓ **Framework does not deal directly with this concept of true & fair value**
- ✓ **However, application of principal qualitative characteristics & appropriate as results in true & fair FS**

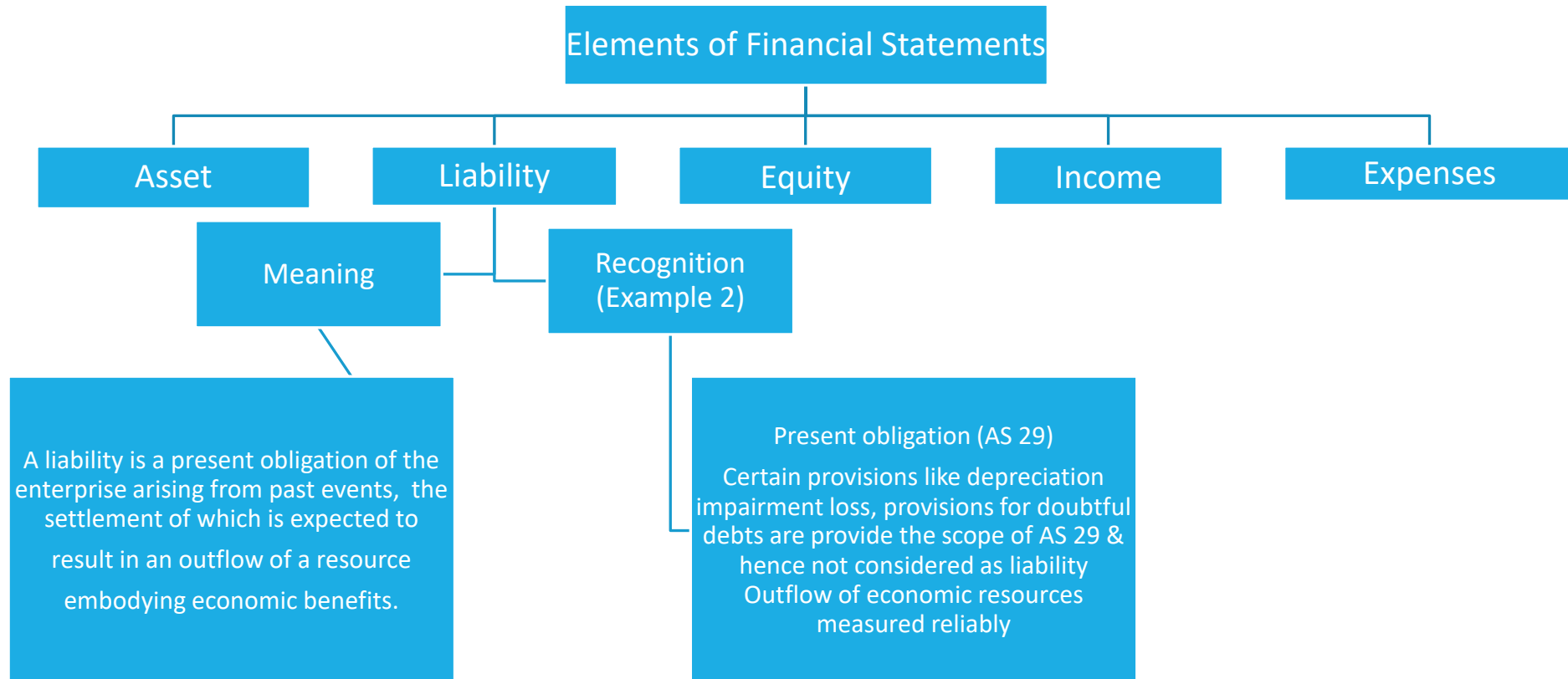


ELEMENTS OF FINANCIAL STATEMENTS



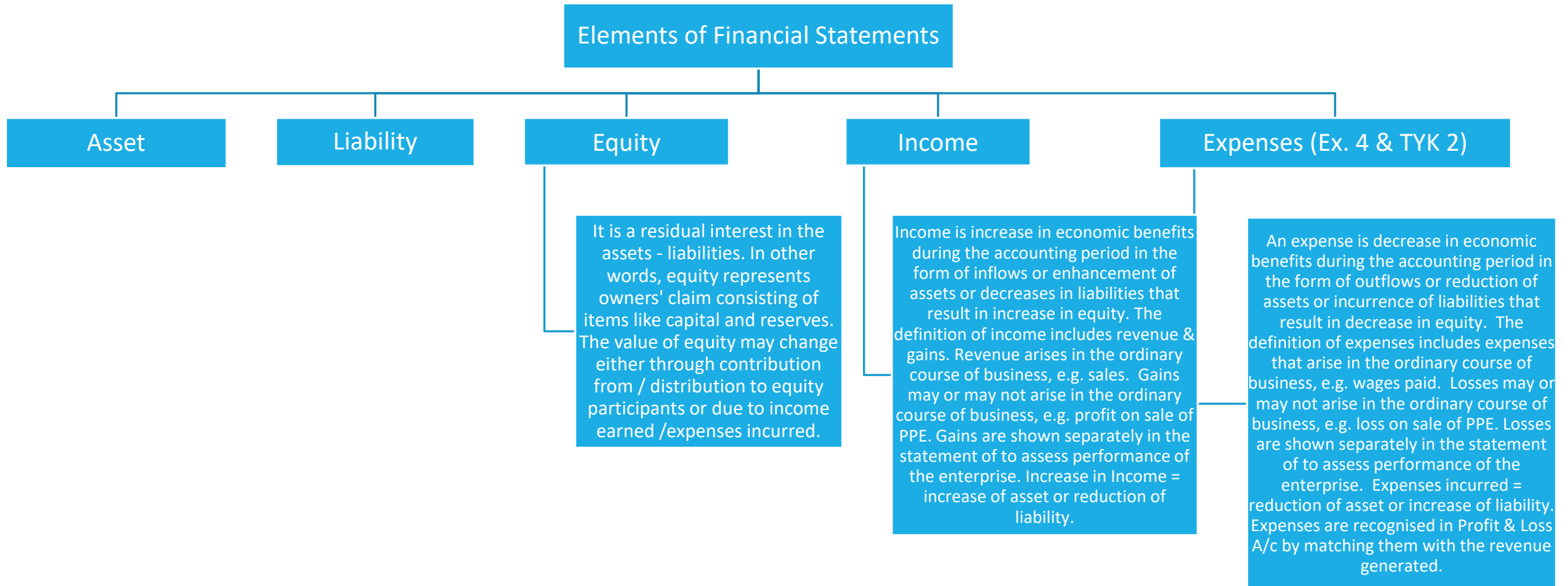


ELEMENTS OF FINANCIAL STATEMENTS





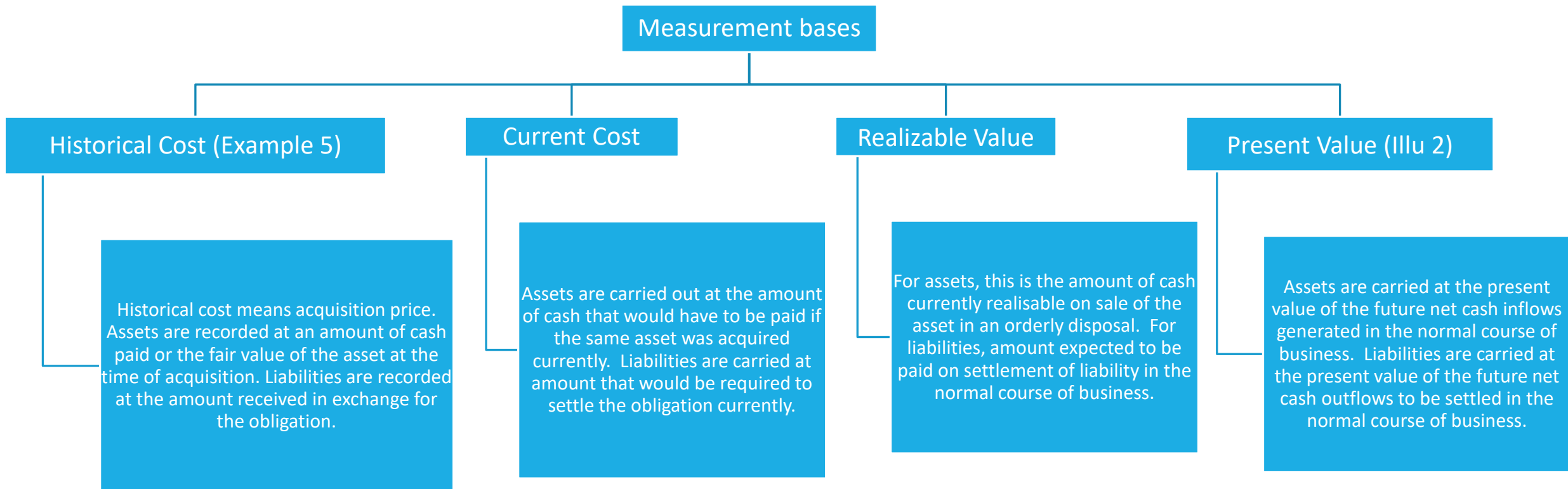
ELEMENTS OF FINANCIAL STATEMENTS





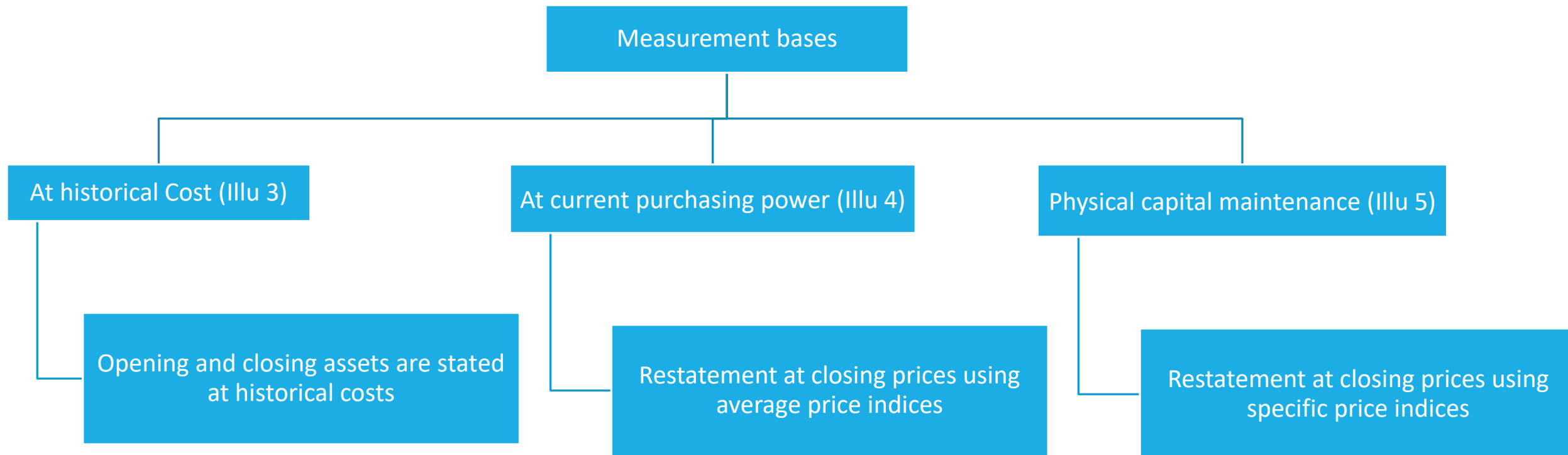
MEASUREMENT OF ELEMENTS OF FINANCIAL STATEMENTS

Measurement is the process of determining money value at which an element can be recognised in the balance sheet or statement of profit and loss.





CAPITAL MAINTENANCE





THANK YOU