



SUPPLEMENTARY

IND AS 107

PAPER - 17



INDIAN ACCOUNTING STANDARD (Ind AS)

Ind AS 107: Financial Instruments: Disclosures

1. Objective:

The objective of this Indian Accounting Standard (Ind AS) is to require entities to provide disclosures in their financial statements that enable users to evaluate:

- (a) the significance of financial instruments for the entity's financial position and performance; and
- (b) the nature and extent of risks arising from financial instruments to which the entity is exposed during the period and at the end of the reporting period, and how the entity manages those risks.

The principles in this Ind AS complement the principles for recognising, measuring and presenting financial assets and financial liabilities in Ind AS 32, Financial Instruments: Presentation, and Ind AS 109, Financial Instruments.

2. Scope: This Standard shall be applied by all entities to all types of financial instruments except those specified in the standard:

- Interests in subsidiaries, associates and joint ventures
- Leasing commitments
- Employee benefits
- Financial instruments resulting in business combination
- Insurance contracts

3. Disclosure:

- A. An entity shall disclose information that enables users of its financial statements to evaluate the significance of financial instruments for its financial position and performance.
- B. The carrying amounts of each of the following categories, as specified in Ind AS 109, shall be disclosed either in the balance sheet or in the notes:
 - (a) financial assets and liabilities measured at fair value through profit or loss, showing separately
 - (i) those designated as such upon initial recognition or subsequently in accordance with Ind AS 109 and
 - (ii) those mandatorily measured at fair value through profit or loss in accordance with Ind AS 109.
 - (b) financial assets and liabilities measured at amortised cost.
 - (c) financial assets measured at fair value through other comprehensive income, showing separately
 - (i) financial assets that are measured at fair value through other comprehensive income in accordance with Ind AS 109; and
 - (ii) investments in equity instruments designated as such upon initial recognition in accordance with Ind AS 109.