

The applicability of various standards to SMCs is depicted in the following chart:

AS No	Name of Accounting Standard	
1	Disclosure of Accounting Policies	Yes
2	Valuation of Inventories	Yes
3	Cash Flow Statements	No
4	Contingencies and Events occurring after the Balance Sheet Date	Yes
5	Net Profit or Loss for the period, Prior Period Items and changes in Accounting Policies.	Yes
6	Depreciation	Yes
7	Construction Contracts	Yes
8	Accounting for Research & Development	Withdrawn
9	Revenue Recognition	Yes
10	Accounting for Fixed Assets	Yes
11	Accounting for the Effects of Changes in FE Rates	Yes
12	Accounting for Government Grants	Yes
13	Accounting for Investments	Yes
14	Accounting for Amalgamation	Yes
15	Employee Benefits	Yes*1
16	Borrowing Costs	Yes
17	Segment Reporting	No
18	Related Party Disclosures	Yes
19	Leases	Yes*2

20	Earnings per Share	Yes*3
21	Consolidated Financial Statements	No
22	Accounting for Taxes on Income	Yes
23	Accounting for Investments in Associates in Consolidated Financial Statements	No
24	Discontinuing Operations	Yes
25	Interim Financial Reporting	No
26	Intangible Assets	Yes
27	Financial Reporting of Interests in Joint Ventures	No
28	Impairment of Assets	Yes*4
29	Provisions, Contingent Liabilities & Contingent Assets	Yes*5

***Notes (Relaxation for SMCs)**

1. AS 15 – Termination benefits falling due after 12 months **need not** be accounted on discounted basis.
2. AS 19 – Paragraph 22(c), (e) & (f), 25(a), (b) & (e), 37(a) & (f) and 46 (b) & (d) dealing with additional disclosures about operating and financing leases **are not applicable**.
3. AS 20 – **Need not** calculate/disclose Diluted earnings per share.
4. AS 28 – Have an **option to measure (value in use)** on a reasonable estimate basis (without discounting).
5. AS 29 – **Paragraphs 66 & 67** dealing with disclosures of opening balance, additions / deletions ad closing balance of provisions **are not applicable**.