



Preparing for XBRL filing at MCA

Presented by

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XBRL Mandate : Financial Statements

Companies covered under XBRL based filing of financial Statements for financial year 2011-12:-

- ➔ All companies listed in India & their Indian Subsidiaries;
- ➔ All companies having a paid up capital of Rs. 5 crores & above; or
- ➔ All companies having a turnover of Rs. 100 crores & above; or
- ➔ All companies which were required to file their financial statements in XBRL mode for financial year 2010-11.

MCA Circular No. 16/2012 dated July 6, 2012



XBRL Mandate : Financial Statements Cont...


Sectors exempted from XBRL based filing of financial statements:-

- ➔ Banking companies (Companies regulated by the Banking Regulation Act, 1949)
- ➔ Insurance companies (Companies regulated by the Insurance Act, 1938)
- ➔ Power companies (Companies regulated by the Electricity Act, 2003)
- ➔ Non Banking Financial Companies

MCA Circular No. 16/2012 dated July 6, 2012



XBRL Mandate : Financial Statements Cont...



The due date of filing of financial statements with MCA without additional fees is 15th November 2012 or within 30 days of date of Annual General Meeting whichever is later.



Scope & level of Tagging

“Scope and Level of tagging document” released for FY2011-12 brings significant change in tagging requirement. Last year the detailed tagging requirements were defined based on various section of financial statements/report whereas in current year tagging requirements have been defined based upon ELR of the taxonomy. The Scope and Level of tagging during current year requires detailed tagging for all the ELRs except the following two:

[200800] Notes Disclosure of accounting policies, changes in accounting policies and estimates

[400400] Disclosures Directors report



Impact of Change in Scope

Share Capital: Four new Tables have been added to meet the disclosure requirements of Revised Schedule VI to the Companies Act, 1956 e.g. reconciliation of shares outstanding at the beginning & at the end of reporting period, the rights, preferences & restrictions attached to each class of shares, shares held by holding company, ultimate holding company, fellow subsidiary companies, associates of holding & ultimate holding Company, share holding details of over 5% share holding etc.

Borrowings: Security, terms and guarantee requires detailed tagging which was tagged with a single tag as a block text last year.

Current and Non-current Investment: Investment wise details are required to be tagged with additional information which was tagged as a Foot Note last year by just a click of mouse.

Additional disclosures on Balance Sheet: Additional information required to be disclosed in XBRL financial statements has substantially increased this year e.g. details of share application money.



Impact of Change in Scope Cont...

Employees Benefit: Each fact & data of employee benefit obligations such bonus, accumulated leave outstanding, post-employment benefit etc. and its classification in current & non-current liability requires detailed tagging which was tagged with a single tag as block text last year. In a medium sized Company this disclosure runs into 4-6 pages in Annual Report.

Segment Reporting: Each fact & data of “Note on Segment Reporting” requires detailed tagging which was tagged with a single tag as block text last year.

Leases: Each fact & data of “Note on Leases” requires detailed tagging which was tagged with a single tag as block text last year.

Impairments: Each fact & data of “Note on Impairments” requires detailed tagging which was tagged with a single tag as block text last year.

Government Grants: Each fact & data of “Note on Government Grants” requires detailed tagging which was tagged with a single tag as block text last year.



Impact of Change in Scope Cont...

Borrowing Costs: Each fact & data of “Note on Borrowing Costs” requires detailed tagging which was tagged with a single tag as block text last year.

Income Taxes: Each fact & data of “Note on Income Taxes” requires detailed tagging which was tagged with a single tag as block text last year.

Discontinuing Operations: Each fact & data of “Note on Discontinuing Operations” requires detailed tagging which was tagged with a single tag as block text last year.

Other Provisions, Contingent Liabilities & Contingent Assets: Each fact & data of “Note on Other Provisions, Contingent Liabilities & Contingent Assets” requires detailed tagging which was tagged with a single tag as block text last year.

Effect of Changes in Foreign Exchange Rates: Each fact & data of “Note on Effect of Changes in Foreign Exchange Rates” requires detailed tagging which was tagged with a single tag as block text last year.

Amalgamation: Each fact & data of “Note on Amalgamation” requires detailed tagging which was tagged with a single tag as block text last year.



Impact of Change in Scope Cont...

Construction Contracts: Each fact & data of “Note on Construction Contracts” requires detailed tagging which was tagged with a single tag as block text last year.

Earnings per Share: Each fact & data of “Note on Earnings Per Share” requires detailed tagging which was tagged with a single tag as block text last year.

Employee Share-based Payments: Each fact & data of “Note on Employee Share-based Payments” requires detailed tagging which was tagged with a single tag as block text last year.

Additional Information on Statement of Profit & Loss: Additional information required to be disclosed in XBRL financial statements has substantially increased this year e.g. product-wise details.

Auditors’ Report: Each & every clause of CARO requires detailed tagging whereas the entire CARO report was tagged with a single tag as block text last year.



Quality of XBRL Data - What is required?

- Completeness of the XBRL files
- Mapping with the source information
- Consistency of the XBRL files with the source information
- Structure of the XBRL files



Non-compliance to “Scope and Level of Tagging” document will be considered as incomplete and not adequately representing “True and Fair View” of the state of affairs of the reporting entity as per the provisions of Sec 211 of the Companies Act, 1956.
[General Circular No.33/2012 dated 16.10.2012]



How NextGen can help?

A high quality XBRL conversion requires use of good XBRL Tools for conversion, knowledge of XBRL, good understanding of Taxonomy & Business Rules and experience of XBRL Tagging.

NextGen, with expertise on taxonomy, business rules and a rich experience in XBRL conversions , can help you in creation of high quality XBRL financial statements for MCA filing.

Concessional Pricing for members of
"Voice of CA"



About NextGen

- First to file XBRL financial statements for FY2011-12 at MCA , India on Nov 14, 2012 itself.
- Contributing to preparation of "XBRL Preparer Guide" for ICAI
- Conducting the first & only e-Learning Module on XBRL in India for Bombay Chartered Accountants' Society
- Involved in XBRL activities at ICAI (Naveen Garg, Director, is a Special Invitee in XBRL Taxonomy Review Group of ICAI)
- HMRC, UK accredited "iXBRL Managed Tagging Service Provider"
- Providing XBRL conversion services for MCA filings in India, HMRC filings in UK & SEC filings in USA



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