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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 (Companies registered with RBI as NBFC)

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.

Indian GAAP Taxonomy

C & I Taxonomy 2012

- ➜ Taxonomy for Commercial & Industrial Companies (General)

- ➜ Taxonomy developed by Ministry of Corporate Affairs

- ➜ Taxonomy is based on:-

- ✓ Revised Schedule VI to the Companies Act, 1956

- ✓ Indian GAAP & Guidance Notes

- ✓ Requirements of The Companies Act, 1956

- ✓ MCA specific requirements

Linkbases Used

- Presentation Linkbase

- Calculation Linkbase

- Definition Linkbase

- Label Linkbase

- Reference Linkbase

Architectural Changes

- Use of Dimensions for presentation of tabular data

- Use of Reference Linkbase

Dimensions & Reference Linkbase were not used in C & I Taxonomy 2011

Business Rules

Business Rules 2012

- Generic Rules
- Specific Rules
- Applicable Extended Link Roles (ELRs)
- Mandatory Line Items
- Exempt Parent-member Dimension
- Parent-child exempt calculation

Specific Rules

Particulars	No of Rules
Mandatory Tags	150
Mandatory Tags based upon condition	88
Based on zero value	92
Based on date	20
Based on Accounting Equation	29
Based on Regulatory Database	39
Others	17
Total	435

Categories

Mandatory Field : This category includes the tags which are mandatory to be captured into instance document without any condition.

Mandatory filed with Condition : This category includes the elements which are mandatory to be captured in Instance Documents upon trigger of condition attached with them.

Based upon Zero Value: This category includes the elements which value should be equal to or greater than zero.

Based upon Date : This Category includes the elements for which rules are decided upon date.

Based on Accounting Equation : This category includes the elements for which rules are defined on basic accounting logics such as Equity+Liability=Assets

Based upon Regulatory Database : This Category includes the elements for which rules are decided with references to Regulator(MCA, Income Tax) database.

others : This category includes the residual rules which doesn't fall into any of the defined category.

Quality of XBRL Data - Past Experience

"If we look at in terms of the number of Companies having filed in XBRL, this has been a successful implementation. However, in terms of the consistency, uniformity and quality of reporting, there is much to be improved upon."

-Dr. Pankaj Srivastava, Director, Ministry of Corporate Affairs

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

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.

About NextGen

- Providing XBRL conversion services for MCA filings in India, HMRC filings in UK & SEC filings in USA

- HMRC, UK accredited "iXBRL Managed Tagging Service Provider"

- Participating in XBRL implementation projects in India with leading IT Companies

- Involvement in XBRL activities at ICAI (Naveen Garg, Director, is a Special Invitee in XBRL Taxonomy Review Group of ICAI)

- Conducting the first & only e-Learning Module on XBRL in India for Bombay Chartered Accountants' Society

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