

भारत सरकार / Government of India  
राष्ट्रीय वित्तीय रिपोर्टिंग प्राधिकरण /National Financial Reporting Authority  
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7<sup>th</sup> Floor, Hindustan Times House,  
Kasturba Gandhi Marg, New Delhi

NF-25011/9/2021-O/o Secy-NFRA

Dated 13.7.2021

To,

Shri Mahesh Thakkar  
Director General,  
Finance Industry Development Council,  
101/103, Sunflower, 1st Floor, Rajawadi Road No.2,  
Ghatkopar (East), Mumbai – 400 077  
Via email: [directorgeneral@fidcindia.org.in](mailto:directorgeneral@fidcindia.org.in)

**Subject: NOTE ON ACCOUNTING TREATMENT OF ASSIGNMENT TRANSACTION**

Respected sir,

Please refer to Finance Industry Development Council's letter dated 9 March 2021 on the above cited subject.

2. The matter was examined in detail in NFRA and it is considered appropriate not to make any amendments to Ind AS 109, *Financial Instruments* (Ind AS 109) due to the following reasons.

a) The proposed amendments to Ind AS 109, *Financial Instruments* (Ind AS 109) will result into deviation (carve-out) in Indian Accounting Standards (Ind ASs) from the globally accepted high quality IFRS Standards. There is no compelling merit and sound justification on conceptual basis to make deviation from the high quality globally accepted accounting standards.

b) Further, these kind of carve-outs in Ind ASs from IFRS Standards is not in the larger interest of the Indian economy and may have adverse effect on the Nation's commitment at international forums to adopt and implement single set of high quality global accounting standards.



Vivek Narayan  
Secretary