

## Convergence with IFRS: Evidence from Financial Statements

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**Abstract :** Due to implementation of IFRS by several developed and developing countries, India has no option other than to converge their accounting standards with IFRS. There are over 10,000 listed companies required to implement IFRS in India. IFRS based financial information presented by a company is different from the same information provided by Indian GAAPs. In this study, we have brought out and analyzed the effect of IFRS reporting on the financial statements of selected companies. The results reveal that convergence with IFRS brought prominent positive variations in the values of quick ratio, debt/equity ratio, proprietary ratio and net profit ratio, while negative variation is brought in the values of current ratio, debt to total assets ratio, operating profit ratio, return on capital employed and return on shareholders' equity ratios. It also presents significant changes in the values of items of balance sheet, profit and loss account and cash flow statement.

**Keywords :** IFRS, reporting standards, convergence process, results

**Conference Title :** ICBCM 2014 : International Conference on Business and Commerce Management

**Conference Location :** Paris, France

**Conference Dates :** September 22-23, 2014