AMENDMENTS IN SCHEDULE III OF COMPANIES ACT, 2013

NOTIFICATION DATED 24TH MARCH 2021

APPLICABILITY FROM 1ST APRIL 2021 (FY 2021-22)

Presented at ICAI Kozhikode on 7th May 2022

A BRIEF OF SCHEDULE III…

- Schedule III is the basic format prescribed by the Company's Act under Section 129 for the preparation and presentation of Financial Statements.

- Schedule III disclosures are divided into 3 Divisions
  - Division I- Instructions for AS Complied Companies
  - Division II- Instructions for Ind AS Complied Companies
  - Division III- Instructions for NBFC's

COMMON CHANGES IN SCHEDULE III

Sl No:	Amendments	Before	After
1	"Turnover" substituted under provision for rounding off of figures	Turnover	Total Income
2	Notes-Share Capital: Disclosure of Promoters (Anx-1)	No specific Disclosure	Shareholding of Promoters
3	Ageing of Trade Payables (Anx-2)	No specific Disclosure	Ageing Schedule
4	Disclosure of Revaluation of PPE and Intangible Assets (Anx-3) [CARO 2020-(i)(d)]	No Specific Disclosure	To be Disclosed in PPE Schedule
5	If revaluation is performed for PPE disclosure of whether the same is done by registered valuer as per Rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017.	NA	To be disclosed.
6	Ageing of Trade Receivables (Current and Non Current) (Anx-4)	No Specific Disclosure	Ageing Schedule for Trade Receivables

COMMON CHANGES IN SCHEDULE III

Sl No:	Amendments	Before	After
7	Disclosure of Details of Funds obtained from Bank and FI's where such funds have not been used for the specific purpose intended. [CARO 2020 (ix)(c)]	No Specific Disclosure	Disclosure of details of where such funds have been used.
8	Omission of disclosure of SBN (Specified Bank Notes)	Specific Tabular disclosure for SBN's	Omitted
	Additional Regulatory Information		
9	Title Deeds of Immovable Property not held in the name of the Company (Anx-5) [CARO 2020 (i)(c)]	No Specific Disclosure	Specific details of the such Immovable property
10	Disclosure of Loans or Advances made to Promoters, Directors, KMP's and Related Parties. (Anx-6)	No Specific Disclosure	Specific tabular disclosure to be made.
11	Ageing and Completion details of CWIP and Intangible assets under Development.(Anx-7)	No specific Disclosure	Specific Schedules to be disclosed.

COMMON CHANGES IN SCHEDULE III

Sl No:	Amendments	Before	After
12	Disclosure of Benami Property Held and Other related Disclosures. (Anx-8) [CARO 2020 (i)(e)]	Not Required	Specific disclosures to be made.
13	Current assets pledged against borrowings from Banks and FI's (Anx-9)	No Specific Disclosure	Specific disclosures to be made.
14	Wilful defaulter as declared by Bank/FI's or any other lender [CARO 2020 (ix)(b)]	No Specific Disclosure	(a)Date of Declaration as Wilful Defaulter (b)Details of Defaults (Amount & Nature).
15	Relationship with Struck off Companies (Anx-10)	No Specific Disclosure	Specific details to be disclosed.
16	Where charges/satisfaction to be filed with ROC **beyond the statutory period**	No Specific Disclosure	Details and Reasons thereof.

COMMON CHANGES IN SCHEDULE III

Sl No:	Amendments	Before	After
17	Where the Company has not complied with Sec 2(87) of the Act read with Companies (Restriction on number of Layers) Rules, 2017	No Specific Disclosure	(a)Name and CIN of companies beyond specified layers (b)Relationship/extent of holding in such Co's
18	Ratio Analysis (Anx-11)	No Specific Disclosure	Specific Ratios and explanations to be provided.
19	Where any Scheme of Arrangements have been approved u/s 230-237	No Specific Disclosure	Disclose that "The effect has accounted in Books in accordance with the Scheme and Accounting Standards Deviation from the same shall be explained.
20	Grants or donations received (relevant in case of section 8 companies only)	NA	Disclosed under Revenue from Operations

COMMON CHANGES IN SCHEDULE III

Sl No:	Amendments	Before	After
21	Undisclosed Income - Income not recorded in books but surrendered or disclosed in tax assessments.	NA	To be disclosed under Additional information
22	Where the Company is covered under Section 135-CSR (Anx-12)	Existing Disclosures on amount spent etc.	Additional disclosures to be made
23	Where the Company has traded or invested in Crypto/Virtual Currency (Anx-13)	No Specific Disclosures	Related Disclosures to be made
24	Utilisation of borrowed funds and share premium (Anx-14)	No Specific Disclosures	Specified Disclosures to be made

AMENDMENTS TO DIVISION I

Sl No:	Amendments	Before	After
1	Change in the heading of "PPE"	Property Plant & Equipment	Property Plant & Equipment and Intangible Assets
2	Change in the Subheading under "PPE"	Tangible Assets	Property Plant & Equipment
3	Regrouping of Current maturities of Long-term Debts	Other Current Liabilities	Short Term Borrowings
4	Regrouping of Security Deposits	Loans and Advances	Other Non-Current Assets
Additional Regulatory Information			
5	Total Revenue (Wording reframed)	Total Revenue	Total Income

AMENDMENTS TO DIVISION II

Sl No:	Amendments	Before	After
1	Lease Liabilities	Non-Current/Current Borrowings	Financial Liabilities (under Non-current/Current Liabilities)
2	Statement of Changes in Equity (Anx-15)	Existing Disclosure	New disclosure
3	New Subheading under Current Assets-**Other Financial Assets:** It is an all inclusive heading for other Financial assets that do not fit into other critierias. The same shall include: Security Deposits, Bank deposits with more than 12M maturity, Others	NA	Non-Current/Current Assets>Loans
4	Regrouping of Security Deposits	Loans (Non-Current/Current)	Other Financial Assets (Non Current/Current)

AMENDMENTS TO DIVISION II

Sl No:	Amendments	Before	After
5	Long Term Maturities of Finance Lease	Non-Current Liabilities > Borrowings	Omitted
6	Current Maturities of Long Term Liability	Other Financial Liability (Current)	Borrowings (Current)
	Additional Regulatory Information		
7	If valuation is performed for investment property then whether the same is done by registered valuer as per Rule 2 of Companies (Registered Valuers and Valuation) Rules, 2017.	NA	To be disclosed

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CHARTERED ACCOUNTANTS

ANX-1: DISCLOSURE OF PROMOTERS SHAREHOLDING PATTERN

Shares held by promoters at the end of the year				% Change during the year***
S. No	Promoter name	No. of Shares**	%of total shares**	
Total				

*Promoter here means promoter as defined in the Companies Act, 2013.

** Details shall be given separately for each class of shares

*** percentage change shall be computed with respect to the number at the beginning of the year or if issued during the year for the first time then with respect to the date of issue. ”

ANX-2: AGEING SCHEDULE FOR TRADE PAYABLES- AS AND IND AS

Trade Payables ageing schedule

(Amount in Rs.)

Particulars	Outstanding for following periods from due date of payment#				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)MSME (ii)Others (iii) Disputed dues – MSME (iv) Disputed dues - Others					

similar information shall be given where no due date of payment is specified in that case disclosure shall be from the date of the transaction.
Unbilled dues shall be disclosed separately;

ANX-3: REVALUATION OF PPE AND INTANGIBLE ASSETS

A reconciliation of the gross and net carrying amounts of each class of assets at the beginning and end of the reporting period showing additions, disposals, acquisitions through business combinations, **amount of change due to revaluation** (if **change is 10% or more** in the aggregate of the **net carrying value** of each class of **Property, Plant and Equipment /Intangible Assets**) and other adjustments and the related depreciation and impairment losses/reversals shall be disclosed separately.

ANX-4: AGEING SCHEDULE FOR TRADE RECEIVABLES- AS

Trade Receivables ageing schedule

(Amount in Rs.)

Particulars	Outstanding for following periods from due date of payment#					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good						
(ii) Undisputed Trade Receivables – considered doubtful						
(iii) Disputed Trade Receivables considered good						
(iv) Disputed Trade Receivables considered doubtful						

similar information shall be given where no due date of payment is specified, in that case disclosure shall be from the date of the transaction.

Unbilled dues shall be disclosed separately.";

ANX-4: AGEING SCHEDULE FOR TRADE RECEIVABLES-IND AS

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good						
(ii) Undisputed Trade Receivables – which have significant increase in credit risk						
(iii) Undisputed Trade Receivables – credit impaired						
(iv) Disputed Trade Receivables– considered good						
(v) Disputed Trade Receivables – which have significant increase in credit risk						
(vi) Disputed Trade Receivables – credit impaired						

ANX-5:TITLE DEEDS OF IMMOVABLE PROPERTY NOT HELD IN THE NAME OF THE COMPANY

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative# of promoter*/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company**
PPE - Investment property - PPE retired from active use and held for disposal - others	Land Building Land Building Land Building	-	-	-	-	**also indicate if in dispute

#Relative here means relative as defined in the Companies Act, 2013.
*Promoter here means promoter as defined in the Companies Act, 2013.

ANX-6: DISCLOSURE OF LOANS/ADVANCES TO KMP'S, DIRECTORS, RELATED PARTY ETC.

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters		
Directors		
KMPs		
Related Parties		

ANX-7:AGEING AND COMPLETION SCHEDULES FOR CWIP AND INTANGIBLE ASSETS UNDER DEVELOPMENT.

CWIP/Intangible Assets under Development Ageing Schedule

(Amount in Rs.)

CWIP	Amount in CWIP for a period of				Total*
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress Projects temporarily suspended					

*Total shall tally with CWIP amount in the balance sheet.

CWIP/Intangible Assets under Development Completion Schedule

(Amount in Rs.)

CWIP	To be completed in			
	Less than1 year	1-2 years	2-3 years	More than 3 years
Project 1 Project 2"				

ANX-8: DETAILS TO BE DISCLOSED IF HOLDING BENAMI PROPERTY

- Details of such property, including year of acquisition
- Amount thereof
- Details of Beneficiaries
- If property is in the books, then reference to the item in the Balance Sheet
- If property is not in the books, then the fact shall be stated with reasons
- Where there are proceedings against the company under this law as an a better of the transaction or as the transferor then the details shall be provided
- Nature of proceedings, status of same and company's view on same.

ANX-9: DISCLOSURE OF CURRENT ASSETS PLEDGED AGAINST BORROWINGS

Where the **Company has borrowings from banks or financial institutions** on the basis of security of current assets, it shall disclose the following:-

(a) whether quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

(b) if not, summary of reconciliation and reasons of material discrepancies, if any to be adequately disclosed.

ANX-10: DISCLOSURE OF RELATIONSHIP WITH STRUCK OFF COMPANIES

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any, to be disclosed
	Investments in securities		
	Receivables		
	Payables		
	Shares held by stuck off company		
	Other outstanding balances (to be specified)		

ANX-11: RATIO ANALYSIS

The following ratios are to be provided:

(1) Current Ratio

(2) Debt-Equity Ratio

(3) Debt Service Coverage Ratio

(4) Return on Equity Ratio

(5) Inventory turnover ratio

(6) Trade Receivables Turnover ratio

(7) Trade Payables Turnover ratio

(8) Net Capital Turnover Ratio

(9) Net Profit Ratio

(10) Return on Capital Employed

(11) Return on Investment

The Company shall also explain items included in Numerator and Denominator.

Further explanation shall be provided for variance exceeding 25% from previous year

ANX-12: CSR DISCLOSURES

The following are required to be disclosed:

- Amount required to be spent by the company during the year
- Amount of expenditure incurred,
- Shortfall at the end of the year
- Total of previous years shortfall
- Reason for shortfall
- Nature of CSR activities,
- Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard
- Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately

ANX-13: DETAILS OF CRYPTO/VIRTUAL CURRENCY TRANSACTIONS

- ***Profit or loss*** on transactions involving Crypto currency or Virtual Currency
- ***Amount*** of currency ***held*** as at the reporting date,
- ***Deposits or advances*** from any person for the purpose of trading or investing in Crypto Currency/ virtual currency.

ANX-14 : DISCLOSURE RELATING TO UTILISATION OF BORROWED FUNDS OR SHARE PREMIUM

Where company has advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries)/foreign entities (Funding Party):

a) date and amount of fund advanced or loaned or invested in Intermediaries with complete details of each Intermediary

b) date and amount of fund further advanced or loaned or invested by such Intermediaries to other intermediaries or Ultimate Beneficiaries alongwith complete details of the ultimate beneficiaries

c) date and amount of guarantee, security or the like provided to or on behalf of the Ultimate Beneficiaries

d) declaration that relevant provisions of the Foreign Exchange Management Act, 1999(42 of 1999) and Companies Act has been complied with for such transactions and the transactions are not violative of the Prevention of Money-Laundering act, 2002 (15 of 2003).

ANX-15 : AMENDMENT IN STATEMENT OF CHANGES IN EQUITY

[STATEMENT OF CHANGES IN EQUITY

Name of the Company……

A. Equity Share Capital

(1) Current reporting period

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period

(2) Previous reporting period

Balance at the beginning of the previous reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the previous reporting period	Changes in equity share capital during the previous year	Balance at the end of the previous reporting period

New

New

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