

**GOVERNMENT OF INDIA
MICRO, SMALL AND MEDIUM ENTERPRISES
LOK SABHA**

UNSTARRED QUESTION NO:2562
ANSWERED ON:10.08.2010
INTERNATIONAL STANDARD FOR SME
Reddy Shri Magunta Srinivasulu

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) whether the Small and Medium Enterprises are adopting International Financial Reporting Standards
- (b) if so, the details thereof; and
- (c) if not, the reasons therefor?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) FOR MICRO, SMALL AND MEDIUM ENTERPRISES (SHRI DINSHA PATEL)

- (a): There is no proposal for adoption of International Financial Reporting Standards (IFRS) by small and medium enterprises.
- (b): Does not arise.
- (c): In view of the complicated and high cost nature of compliance with IFRS, it is not suitable for small and medium enterprises at present.