

SPECIFIC ASPECTS OF PREPARATION OF FINANCIAL STATEMENTS ON THE BASIS OF INTERNATIONAL STANDARDS

Sayfutdinov Bobur,
University of Management and Future Technologies
ORCID: 0009-0009-1752-4840

Abstract:

In order to increase the investment attractiveness of organizations in our country, international standards of financial reporting have been introduced. This necessarily requires the introduction of a different approach to accounting and financial reporting in organizations. Dog is important until ensure their true oath fairly presentation by complying with the requirements of international standards of financial reporting in the preparation of the financial report and the formation of its information. This article describes the procedure for transforming the financial report prepared on the basis of national accounting standards into the international standards of financial reporting, and its stages.

Keywords: financial statements, national accounting standards, international financial reporting standards, transformation, full transformation, combined method.

Introduction

In recent years, in order to increase the investment attractiveness of our country, a number of priority tasks have been defined, road maps for them have been developed and are being implemented step by step.

In his address to the Oliy Majlis, the President of the country, Sh. Mirziyoev, said, "The volume of investments in cooperation with the World Bank, the European Bank for Reconstruction and Development, the Islamic and Asian Development Banks, and other international financial institutions amounted to 8.5 billion dollars. "Today, 456 projects worth 23 billion dollars are being implemented in our country at the expense of foreign investments," [1] he said.

In fact, with the increase in the flow of investments, it is considered one of the most urgent tasks to ensure the transparency of the financial reports and the information contained in them, as well as to prepare and present them based on the international standards of financial reporting.

It is a normative document regulating the preparation of financial statements of economic entities in our country based on international standards of financial reporting, and it is the Decision of the President of the Republic of Uzbekistan No. PQ-4611, adopted on February 24, 2020 , " On additional measures for the transition to international standards of financial reporting". In accordance with this Decision, joint-stock companies, commercial banks, insurance organizations and legal entities included in the category of large tax payers,

starting from January 1, 2021, will organize accounting on the basis of (International Standards of Financial

Reporting) IFRS, and starting from the end of 2021, financial reporting (International Standards of Financial Reporting) is determined to be prepared based on IFRS. Also, in accordance with the Law of the Republic of Uzbekistan "On Auditing Activities" adopted on February 25, 2021, it was determined that the financial statements of economic entities will be audited only on the basis of international audit standards.

Currently, many business entities in the world community prepare reports in accordance with international standards. The use of international standards helps ensure uniformity of financial statements prepared and presented in different parts of the world. The essence of the use of international standards is to ensure compliance of the accounting system in different countries with the principles of international standards of financial reporting (hereinafter (International Standards of Financial Reporting) IFRS).

MATERIAL AND METHOD

(International Standards of Financial Reporting) In the works of economists, a lot of attention is paid to the issues of the importance of financial statements according to the International Standard of Financial Reporting.

Komarova E.A. "Financial reporting prepared on the basis of international standards is the basis of the organization's financial status, including its financial stability, and is considered a guarantee of its development ability, investment attractiveness and stable solvency"[2].

In the scientific works of B. Needles, H. Anderson, J. Caudwell, the concept of financial reporting is considered from the point of view of accounting principles. They put forward the opinion that the principles of accounting are the basis for the formation of accounting information, and they are summarized in the report[3].

In the opinion of Professor S. Tashnazarov, it is the most urgent issue for all countries to harmonize accounting and reporting with the requirements of international standards, to achieve global harmonization of financial reporting on this basis, and to effectively use best practices at the national level [4].

Kjell Magne Baksaas and Tony Stenheim put forward the opinion that "financial reporting elements developing international standards of financial reporting should not seek to determine the rules of classification, but the classification should be determined by the business model of the organization" [5].

According to Doctor of Economics, Professor A.Z. Avlokulov, financial reports based on international standards are necessary for effective management of the organization. The main goal of the transition to international standards is to enter the international market and attract investments. Also, international standards make an important contribution to the qualitative development of the country's economy. In this process, a favorable investment environment, openness of companies' activities, accountability of management to shareholders, introduction of modern methods of corporate management make an important contribution to the development of joint-stock companies [6].

From the points mentioned above, it can be noted that the presence of different approaches in the preparation and presentation of financial statements requires conducting research on this topic.

In our opinion, there are two approaches for business entities to prepare and present financial statements based on international financial reporting standards. In the first approach, "First-time application of international standards of financial reporting" No. 1 (International standards of financial reporting) based on the requirements of IFRS, three financial status reports and two financial results reports are prepared, forming a complete set of financial reports prepared on the basis of international standards of financial reporting and (Financial reporting international standards) includes accounting on the basis of IFRS. According to the second approach, it is to prepare financial statements in accordance with international standards of financial reporting by transforming financial statements prepared on the basis of national accounting standards. In this article, we will consider the stages of preparation of financial statements according to the second aid.

RESULT

The main standard regulating the formation of financial statements based on international standards is BHXS No. 1 "Presentation of Financial Statements" (International Standards of Financial Statements). It defines the criteria for compliance with the provisions of this standard, as well as the requirements for materiality, continuity of activity, shows the mandatory components of financial statements and the order of presentation [7]. The standard contains proposals for the preparation of each of the main reporting forms, and defines general requirements for defining and evaluating reporting elements.

Paragraph 8 of IAS No. 1 (International Standards of Financial Reporting) specifies the complete set of financial statements as follows:

- Financial statement ;
- Statement of profit or loss and other comprehensive income (statement of gross income) ;

- Report on changes in capital;
- cash flow statement;
- important elements of the accounting policy and other descriptive along with a brief description of e slatmas footnote [8].

Shown above in addition to reports , environment in financial statements protection according to reports and economic decisions of users in receiving work include other additional reports that facilitate can _

Until now many countries national to standards according to financial report preparation , later (International Standards of Financial Reporting) to IFRS to pass step by step done increase for necessary changes. This process is called "transformation". is called [9].

Financial reports (International Standards of Financial Reporting) to the requirements of the International Financial Reporting Standards according to transform national to standards according to prepared reports based on done is increased . This process accounting objects classification and evaluation elements _ in order put done by the way increase can _ The goal financial reports (International Standards of Financial Reporting) to IFRS format is adaptation .

Reports transform first national of accounting standards according to prepared report in the materials (International Standards of Financial Reporting) to IFRS according to necessary make corrections (changes). from raising consists of has been is a process . This procedure is during the reporting period done increase need _

In our opinion, of the process main disadvantages parallel accounting _ complexity . To transform the report the involved specialist independently _ methodology to choose and can determine the stages of the process . Choice direct accounting, financial and economic activity to himself special characteristics , resources (financial , material and labor), account policy and detailed report level like subjective to factors directly related.

DISCUSSION

Unfortunately, the transformation done in raising the only one published approach is available e mas , therefore Each accountant and economist has a separate algorithm should develop . _ From this besides , financial reports (International Standards of Financial Reporting) in IFRS to be changed for methodology used and stages to choose permission is given

(International Standards of Financial Reporting) within the framework of IFRS financial reports transform plan

Preparation measures :

a. (International Standards of Financial Reporting) to IFRS according to documents for main requirements perfect;

b. international and national comparative analysis of standards , identification of differences and inconsistencies in predictions ;

d. Issue 1 " Financial reports present (International Financial Reporting Standards) application of IFRS conditions in detail study _

e . International financial reporting standards according to of the enterprise account policy formation _

2. Transformation process :

a. (International Standards of Financial Reporting) IFRS and national to standards according to of prepared accounting policies comparative analysis , changes scope to determine

b. changes required information collecting materials ;

d. preparation of working documents , elements of financial statements format choose _

e. corrections introduction , classification ;

f. initial balance formation ;

g. balance sheet and benefit and damage account (International Financial Reporting Standards) Concept of IFRS according to create ;

h. Precious papers about the charter Compilation , Cash flows about report and (International Standards of Financial Reporting) to the requirements of the International Financial Reporting Standards according to explanation letters .

3. From transformation next jobs :

a. necessary additional reporting forms formation ;

b. Inflation is taken into account will receive all report elements for (International Standards of Financial Reporting) IFRS transformative changes ;

d. financial transformation of reports into foreign currency [10] .

Table 1

Methods of transformation¹ of financial statements (International Standards of Financial Reporting) into the IFRS format

Complete transformation	This method in the existing reporting system MHXS and national standards eliminate clear differences and differences between that eats necessary changes enters. Correction taken from the original documents data based on done is increased . (International Standards of Financial Reporting) on IFRS such information in the context of hyperinflation present he wished. Financial reporting national presented in foreign currency .
Complete transformation, taking into account hyperinflation	This method is the previous one like , all necessary changes done increases . Financial reports , national currency (International Standards of Financial Reporting) to the requirements of the International Financial Reporting Standards according to money value changes account received without belongs to submitted with changes he wished.
Indicators in foreign currency rotate according to complete transformation taking into account the requirements	This change method national financial statements from currency to stable abroad conversion requires . This is in the context of hyperinflation surface will come , that's why for it is foreign comparison with organizations or a stranger merge with a foreign company
Full conversion	This style parallel consists of even counting . This is the Parallel Accounting method from accounting software which uses companies for all financial and accounting for business transactions for answer gives. At the same time , companies (International Standards of Financial Reporting) by MHXS defined financial of reports complete collection present e tooth opportunity will be to e .
Stepwise conversion	Manual bookkeeping companies use stepwise conversion . They are about (International Financial Reporting Standards) IFRS in several stages information gives and the same computerized accounting at the time walks. In addition, in each of the accounting fields Computerization is gradually introduced e is a language . (International Standards of Financial Reporting) to IFRS according to necessary information present e tooth for calculation fields two bilaterally count covered by methods not received if , (International Standards of Financial Reporting) comparable with IFRS corrections input.

Financial data e is an important tool in making prudent and rational decisions that it was for , they are of high quality to be need _ This is the volume of investments and the amount of capital involved depends on

¹ Table author development

the factor . In addition, the company financial status and his in the market development . International standards acceptance did all countries (International Standards of Financial Reporting) IFRS learning for employees again to prepare as well themselves equal to partner as to place need . This is the international capital market absolutely all of possibilities efficient and efficient use enable gives [11].

Western investors for understandable has been preparation of financial statements need _ Reporting according to Western standards necessity foreign banks and work with investors take going from companies originates . Foreign financing in attracting this firms percentage rates downgrade their expectations because it is possible this In the case of the investor, it is the loan rate assesses risks objectively. From this except today in the day many firms international in projects participation e tooth for (International Standards of Financial Reporting) on IFRS report to give are interested . At the same time , as a rule, the conditions of these projects , the accuracy of the reports prepared in accordance with Western standards are confirmed by the auditor's report. 2 - in the table given (International Standards of Financial Reporting) in IFRS format reports of preparation several ways _ there is Each of these methods his own advantages and disadvantages to e .

Table 2

(International Standards of Financial Reporting) in IFRS format report to give methods²

3	The essence of the method
Parallel account	Account at the same time national and done according to western standards is increased .
Combined method	Accounting based on BHMS is periodically adjusted on the basis of International Financial Reporting Standards (IFRS).
Report transformation	(International Standards of Financial Reporting) on IFRS of reports indicators national to standards according to based on the prepared report data is formed.

Combined method - information at any time disclosed e tooth enough because it ensures the level of accuracy preparation of financial statements term until the end no need to wait .

(International Financial Reporting Standards) Transformation to IFRS report indicators corrections done increase through national to standards according to report preparation based on is made . Transformation method the company money to save possibility because it gives increase more employees and special software from supplies to use does not require

Conclusion

Practical aspects of working with financial information are of particular importance in the transformation process. In general taking the transformation table make up , fix and printed report forms formation the following recommendations emphasis can :

1. Data say q at work h correctness of calculations and corrector records to, trans a formation table , print special attention to the mentioned reporting forms to be given need _ The main aspects are as follows :
 - ° of assets , liabilities and capital total amount based on corrective transactions (International Standards of Financial Reporting) to IFRS according to financial maintain equality when the report is prepared ;
 - ° past period ensuring the balance of undistributed profit at the end ;
 - ° financial statement elements _ and in it records ensure compliance ;
2. Digital work with data maximum level automation is desirable:
3. Financial reporting items, information within the balance sheet mapping .
4. Display of loan amounts with a minus need - this change corrective records done increase and the transformation process simplifies .
- 5 . All information check for convenience create for , the transformation schedule contained that's it done on additional sheets of the file increase need _ If there are complex calculations if they are in separate files division.

In short , the process of transformation legally regulated that it has not been placed because of , his organization at the discretion of the company's management remains to be seen - certain worker organization for e ng preferred options choose. Also , the technical part of the process is transformation records according to in detail information and make accounts of reviews increase for in charge has been of the specialist at will is submitted .

² The table is prepared by the author

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