
Madagascar

Rules for listed filings

IFRS required or permitted for listed companies?

Not applicable. There is no local exchange.

Rules for statutory filings

Is IFRS or IFRS for SMEs required, permitted or prohibited for statutory filings?

Statutory accounts are required to be prepared in accordance with Malagasy GAAP (“PGC 2005”) (which is similar to IFRS version 2005 but not entirely converged). PGC-2005 allows any entity to choose to apply full IFRS or the IFRS for SMEs, provided that it can demonstrate that the resulting financial statements are an improvement over financial statements prepared under PGC-2005.

In practice, entities (particularly subsidiaries of foreign entities) prefer having two sets of financial statements prepared:

- One set of statements compliant with PGC 2005, which is used for tax purposes and other local purposes, and
- A second set compliant with IFRS (or US GAAP), which is incorporated in the consolidated financial statements of the parent company.

Version of IFRS

Not applicable

In addition to local GAAP statutory financial statements, are there any other regulatory financial statement requirements that permit or require the use of IFRS?

No

IFRS conversion plans

Plans for converging

The local standard setting body has not announced any adoption or convergence plans.

Tax information

Type of tax regime

Quasi-dependent. Taxable profit is principally based on the legal entity statutory accounts, with a number of adjustments provided in the tax law.

Plans for IFRS converging as the basis of tax reporting

The local tax authorities have not announced any adoption or convergence plans of tax reporting to IFRS or IFRS for SMEs.