CONCEPT: GAAP VS IFRS – MERCHANDISING

Laws/Standard Setting	
USA follows	***Generally Accepted Accounting Principles***
Standards set by	***Financial Accounting Standards Board***
	____________ → ____________
International follows	***International Financial Reporting Standards***
Standards set by	***International Accounting Standards Board***
	____________ → ____________

Merchandising	
Similarities between GAAP and IFRS: ● Perpetual and periodic inventory systems ● Basic definition of inventory ● Multiple years comparable income statements: > GAAP → ________ years > IFRS → ________ years	Differences between GAAP and IFRS: ● IFRS doesn't mention single/multi-step income statement ● IFRS allows revaluation of long-term assets to fair value > These gains and losses are part of comprehensive income (not net income)