

# Accounting and Financial Reporting

## E-learning: Amendments to HKAS 1 *Presentation of Financial Statements*

### COURSE HIGHLIGHTS:

Classification of liabilities as current or non-current has been one of the commonly seen accounting issues for many years. The outbreak of COVID-19, which has severely affected the financial position of entities in some industries, has further brought the presentation issue to the forefront. In responding to a request for clarification on how the classification principle in paragraph 69 of IAS 1 interacts with the requirements of paragraph 73 when an entity expects to refinance or roll over an obligation under an existing loan facility, the International Accounting Standards Board (IASB) issued amendments to IAS 1 in January 2020 to provide guidance to determine if a right to defer settlement existed at the end of reporting period. In November 2021, the IASB further issued an Exposure Draft (ED) *Non-current Liabilities with Covenants* to propose further clarification on how to classify liabilities that are subject to covenants to be complied with at a date subsequent to the reporting period.

Besides, as part of its initiative to enhance communication in financial reporting, the IASB issued amendments to IAS 1 *Disclosure of Accounting Policies* to provide guidance and examples to help entities apply materiality judgements to accounting policy disclosures.

This e-learning will provide an overview of these recent / upcoming amendments to IAS / HKAS 1, which may affect the presentation of liabilities in the statement of financial position and the disclosure of accounting policies in the financial statements, including:

- Considerations for classification of liabilities as current or non-current
  - Right to defer settlement
  - Existence at the end of the reporting period
  - Management expectations
  - Meaning of the term “settlement”
- Non-current Liabilities with Covenants (the ED)
- Disclosure of Accounting Policies
  - Replacement of the term “significant” with “material”
  - Application of the material definition
  - Disclosure of standardized information
  - Removal of reference to “measurement basis”

In addition, the e-learning will share with participants some common issues on presentation and disclosures of financial statements.

| Topic and programme code                                                                          | Date and Time           | Language                                       | CPD hour      | Fee                                                                                                                                              |
|---------------------------------------------------------------------------------------------------|-------------------------|------------------------------------------------|---------------|--------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Amendments to HKAS 1 <i>Presentation of Financial Statements</i></b><br><br>(ESEMETLS22112301) | <b>23 November 2022</b> | Cantonese with English handout and terminology | 1.5 CPD hours | <ul style="list-style-type: none"> <li>• \$230 (HKICPA member or student /International Affiliate (IA))</li> <li>• \$415 (non-member)</li> </ul> |

**Competency** Accounting and financial reporting

**Rating** Intermediate Level\*

**Participants** Auditors, professional accountants in business

\* Please click [here](#) for online registrations and refer to the [Institute's online CPD Learning Resource Centre](#) for descriptions of competency and rating.



## **ABOUT THE SPEAKERS:**

### **Joe Ng**

#### **Partner, Professional Practice, EY**

Joe is a partner within Professional Practice Department of EY Assurance Practice. He specializes in accounting for financial instruments and investment products, in particular accounting for hedges, securitization, and structured products, and leads the EY Asia Pacific accounting expert groups for financial instruments and cryptocurrencies. He is a member of the Financial Reporting Standard Committee (FRSC) of the HKICPA and a member of the FRSC's Financial Instruments Advisory Panel.

Joe has over 20 years of experience in providing accounting and auditing services to financial institutions and corporations in Mainland China and Hong Kong, including state-owned enterprises and international banks. His experience and knowledge in the banking industry give him insights into how the terms in commonly seen loan agreements may have an impact on financial statement presentation.

### **Hannah Chan**

#### **Senior Manager, Professional Practice, EY**

Hannah is a senior manager within Professional Practice Department of EY Assurance Practice. She specializes in presentation and accounting for leases, and is a member of the EY Asia Pacific accounting expert groups for leases. Hannah regularly provides accounting support and advice to audit service teams and provides internal and external trainings.

Hannah has over 18 years of experience in providing accounting and auditing services to listed and non-listed companies in Mainland China and Hong Kong, including large state-owned enterprises and international corporations.

## **ABOUT THE REGISTRATION:**

- Online registration is recommended, please click [here](#) or visit [www.hkicpa.org.hk](http://www.hkicpa.org.hk)
- To register offline (by post or by email), please complete the enclosed enrolment form and return it with full payment to the Institute.
- Confirmation of registration will be sent by email. If you have not received confirmation of your application, please contact

#### **Payment & Enrolment Status Enquiry:**

Phone: 2287 7381/ e-mail: [enrolment@hkicpa.org.hk](mailto:enrolment@hkicpa.org.hk)

#### **Course Information Enquiry:**

Phone: 2287 7074 / e-mail: [tls@hkicpa.org.hk](mailto:tls@hkicpa.org.hk)

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