Financial Impact of Adopting IFRS and Related Tax Implications

Need a primer on the technical requirements of IFRS? Look no further. Find your grounding in the fundamentals of IFRS as well as its tax implications for IRB submissions.
This workshop seminar provides an overall review of all significant technical IFRS requirements. It includes quick case studies, examples and exercises. This workshop will help participants to acquire the tools necessary to understand the financial impact of IFRS. The program includes coverage of the latest updates and Exposure Drafts, and participants will be brought up to speed on all IFRS’s.

This course is ideal for individuals at all levels within an organisation who need to have a good knowledge on the key elements of IFRS and providing them an ability to foresee the impact of IFRS on the financial statements of their organisations.

The workshop seminar will also examine the tax implications of IFRS. The Income Tax Act, 1967, together with the Public Rulings issued by the IRB, and the IFRS differ significantly in their recognition and measurement of income, expenditure, assets and liabilities. Participants will also learn how to ensure that tax returns contain information that comply with the Income Tax Act and Public Rulings notwithstanding that the financial statements are prepared under IFRS.

OBJECTIVES
Participants will learn:
• An overview of all significant technical IFRS requirements;
• The Fair Value concept, effective interest rates, present value and amortised costs impacts the financial statements;
• How interest free loans and non-arm’s length loans between inter-companies are required to be dealt with;
• To recognise transaction costs;
• How to deal with realised and unrealised amounts and presentation in the Statement of Equity;
• The differences in the Revenue and Capital in FRS versus Revenue and Capital in the ITA 1967;
• What constitutes good working knowledge of the related tax implications of IFRS.

METHODOLOGY
Interactive classroom lectures and illustrations.

WHO SHOULD ATTEND
• Financial Controllers
• Finance Managers & Executives
• Group Accountants, Partners & Auditors
• Tax Agents, Preparers of Financial Statements, and individuals whose role requires them to understand the financial impact of taxation on a company’s financial statements and on investment valuation.

FACILITATOR
J. SELVARAJAH
CA(M); CA(NZ); ATII; B.COM(ACC)

J. Selvarajah is a partner of a medium sized professional practice in Kuala Lumpur with associate offices in Hong Kong and Shenzen.

He has more than 37 years of work experience in public practice particularly in the areas of financial reporting for public and private entities, corporate governance and risk assessment, audits, and fraud prevention.

He has assisted several Malaysian and international companies and other organisations operating in Malaysia and Singapore on Corporate Governance and Financial Reporting requirements under Malaysian and International corporate and financial reporting frameworks. He is also internal auditor for several public listed companies on Bursa Malaysia. He has also performed several investigative audits on accounting malpractices, embezzlement and money laundering.


He is a member of the Malaysian Institute of Accountants, the New Zealand Institute of Chartered Accountants and an Associate member of the Chartered Tax Institute of Malaysia.
COURSE OUTLINE

Financial Impact of the following IFRS and their related tax implications for IRB submissions:

**Presentation (FRS 101)**
- Statement of cash flows (FRS 107)
- Accounting policies, accounting errors and changes in estimates (FRS 8)
- Events after the reporting period (FRS 110)
- Operating segments (FRS 8) and Bursa’s amendment to the LR
- Related party disclosures (FRS 124)
- Interim financial reporting requirements (FRS 134 and IFRIC 10)
- Impact of discontinued operations and non-current assets held for sale (FRS 5)

**Assets and Liabilities**
- Inventories valuation (FRS 102)
- Property, plant & equipment, their valuation methods and impairment (FRS 116 and 136)
- Treatment of Investment properties and their valuation (IAS 40)
- Valuation of Intangible assets (FRS 138)
- Treatment of Borrowing costs (FRS 123)
- Impact of Leases (FRS 117, SIC 27, and IFRIC 4)

**Financial Instruments**
- Impact of valuation of financial assets and liabilities, hedging and derivatives (FRS 132, FRS 139, IC 9)
- The Fair Value concept and its impact on other FRS's
- Financial instrument disclosures (FRS 7)
- The importance of keeping an accurate trail of FRS 139 valuation adjustments as Tax Returns need to be adjusted to IT Act 1965 requirements

**Revenue Recognition Issues**
- Determining revenue and revenue from construction contracts, housing development and the requirements of IRB Public Rulings (FRS111 & 118 and IFRIC 13, 15 (currently deferred) and 18) and ED Revenue from Contracts with Customers

**Foreign Currency Issues**
- How foreign currency transactions and financial statement translations impact the comparability of financial statements (FRS 121)
- The tax effects

**Business Combinations and Consolidations (FRS 3, FRS 127, FRS 128 and FRS 131)**
- Coping with the new “Control” interpretations and how consolidated financial statements could be affected.
- Fair Value and Goodwill
- The treatment of Special Purpose Entities SPE’s
- Securitisation issues and their disclosure requirements

**Transitioning to IFRS**
- First-time adoption of IFRS (FRS 1)
- Annual improvements to IFRSs

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Participants are required to bring their own calculators.
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PARTICIPANTS’ DETAILS

Participant 1  Full name as per I/C (Dato’ / Datin / Dr / Mr / Mrs / Ms):

Designation: ........................................ Membership No.1: ........................................

☐ Vegetarian Meal  | * Participant’s Classification:  ☐ Member  ☐ Sponsored Staff  ☐ Non-member

Participant 2  Full name as per I/C (Dato’ / Datin / Dr / Mr / Mrs / Ms):

Designation: ........................................ Membership No.1: ........................................

☐ Vegetarian Meal  | * Participant’s Classification:  ☐ Member  ☐ Sponsored Staff  ☐ Non-member

Participant 3  Full name as per I/C (Dato’ / Datin / Dr / Mr / Mrs / Ms):

Designation: ........................................ Membership No.1: ........................................

☐ Vegetarian Meal  | * Participant’s Classification:  ☐ Member  ☐ Sponsored Staff  ☐ Non-member

ORGANISATION’S DETAILS

Organisation:

Industry: ........................................ Contact Person: ........................................

Address:

Email: ........................................ Tel: ........................................ Fax: ........................................

Signature & Company Stamp: ........................................

PAYMENT DETAILS

Payment by Cheque:

Bank & Cheque No.: ........................................ Amount RM: ........................................

Payment by Credit Card

☐ Visa  ☐ Master

Cardholder’s Name: ........................................

Card No.: ........................................ Expiry Date: ........................................

I Authorise Payment of RM: ........................................

Cardholder’s Signature: ........................................ Date: ........................................

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TERMS & CONDITIONS

PROGRAMME FEE

Fee is payable to:

a. MIA-MPDC for programmes in the Klang Valley and other locations (other than in item b); or
b. MALAYSIAN INSTITUTE OF ACCOUNTANTS for programmes in Perlis, Penang, Kedah, Johor, Sabah and Sarawak.

Fee includes course materials, lunch and 2 tea breaks per day. Admittance will only be permitted upon receipt of full payment. Registration made by fax must be followed immediately by payment.

CANCELLATION / TRANSFER

Upon registering, participant(s) are considered successfully enrolled in the event. Should participant(s) decide to cancel/transfer their enrollment; a cancellation/transfer fee will be levied.

Written cancellations/transfer notice received:

• Five (5) working days before the event, a refund (less administrative charge of 20%) will be made.
• For no-show on the day of the event, no refund will be entertained.
• You can substitute an alternate participant(s) if you wish to avoid cancellation/transfer charges. Any difference in fees will be charged accordingly. Canceled/transferred unpaid registrations will also be liable for full payment of the registration fee.

PARTICIPANT’S CLASSIFICATION

Please select the participant classification carefully as it determines the fee payable. No alteration will be allowed after the registration is accepted. Terms and conditions apply.

For 1st Sponsored Staff, sponsoring member is required to indicate his/her name, designation and membership number in the registration form. The sponsored staff must report directly to him/her in his/her firm or company, but for the latter, not in a subsidiary or related company.

CERTIFICATE OF ATTENDANCE AND CPE HOURS

All participants will be presented with a Certificate of Attendance upon full attendance and personal completion of the programme. For MIA members, the CPE hours will be credited into the Membership System within 2 weeks of the programme.

DISCLAIMER

Malaysian Institute of Accountants (MIA) reserve the right to change the speaker(s), date(s) and to cancel the programme should circumstances beyond its control arises. MIA also reserve the right to make alternative arrangements without prior notice should it be necessary to do so. Upon signing the registration form, you are deemed to have read and accepted the terms and conditions.