Financial Reporting Standards Impact on Company Tax

Be sure to keep up to speed with the changes in the Financial Reporting Standards, in order to understand how it would affect your company’s financial statements and taxation process. Find out more about the implications through this course, today.
Financial Reporting Standards Impact on Company Tax

The tax payable on taxable profits in any particular year bears little relationship to the amount of income and expenditure appearing in the financial statements. This is because the Income Tax Act, 1967 and the Financial Reporting Standards differ in their recognition and measurement of income, expenditure, assets and liabilities.

With the implementation of Financial Reporting Standards (FRSs) on Financial Instruments (FRS 139, FRS 132, FRS 7 and IC 9) significant changes in the measurement, presentation and disclosure of financial assets and financial liabilities have been introduced. Whilst FRS 112, Deferred Taxation seeks to address this mismatch, the changes introduced by the FRSs, which are significant in many cases, are not recognised by the current Income Tax Act, 1967 and the Public Rulings issued by the Inland Revenue Board (IRB), to date.

OBJECTIVES

This interactive course is designed to achieve the following objectives:

- Identify the changes to financial reporting brought about by FRSs
- Understand the fair value concept and how the IRB views the concept
- Learn the impact of effective interest rate, present value and amortised cost reporting
- Dealing with impairment losses
- The concept of interest free loans and non-arm’s length loans
- Recognition of transaction costs
- Revenue and Capital in FRS v Revenue and Capital in the ITA 1967
- How to deal with realised and unrealised amounts and presentation in the Statement of Equity

METHODOLOGY

Interactive lectures with illustrations.

WHO SHOULD ATTEND

- Financial Controllers
- Finance Managers & Executives
- Group Accountants
- Partners & Auditors
- Tax Agents
- Preparers of Financial Statements
- Individuals whose role requires them to understand the financial impact taxation on a company’s financial statements and on investment valuation

Participants are required to bring their own calculators.
Financial Reporting Standards Impact on Company Tax

FACILITATOR

J SELVARAJAH
ACA; CA(NZ); CA(M); ACTIM; FIPA(AUST); B.COM(ACC).

J. Selvarajah, is a senior partner of a well-established professional practice in Kuala Lumpur which is a member of an international network of accounting and consulting firms with more than 300 partners and professional staff.

He has 39 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, company secretarial practice 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 an internal auditor for several public listed companies in Bursa Malaysia.

He has performed several investigative audits on accounting malpractices, embezzlement and money laundering.

J. Selvarajah delivers regular public seminars and training on all International Financial Reporting Standards (IFRS), Financial Instruments, Corporate Tax Planning and Corporate Taxation including the soon-to-be introduced GST, as well as on Fraud Detection and Prevention.

He is a member of the Institute of Chartered Accountants in England & Wales, the New Zealand Institute of Chartered Accountants, the Malaysian Institute of Accountants, and a member of the Chartered Tax Institute of Malaysia. He is also an auditor registered with the Audit Oversight Board and a PSMB Certified Trainer.

COURSE OUTLINE

• The fair value concept
• Fair value through Profit & Loss Account (FVTPL) measurement basis and treatment in Profit & Loss Account (P&L);
• Held to Maturity (HTM) instruments, measurement and treatment in P&L
• Loans and Receivables (L&R)
• Available for Sale (AFS) financial assets, measurement and treatment in P&L
• Impact of the above measurement and treatments in tax computations
• Computation of effective interest rates
• Present value and amortised cost reporting
• Impairment losses for loans and receivables (L&R) and held-to-maturity assets and liabilities (HTM)
• Interest free loans and non-arm’s length loans
• Recognition of transaction costs
• Effects of hedging instruments and hedged items
• Derivatives and embedded derivatives
• Business Combinations – Fair Value and Goodwill
### PARTICIPANTS’ DETAILS

<table>
<thead>
<tr>
<th>Participant</th>
<th>Full name as per I/C (Dato’ / Datin / Dr / Mr / Mrs / Ms):</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Designation:</td>
</tr>
<tr>
<td></td>
<td>Membership No.:</td>
</tr>
<tr>
<td></td>
<td>☐ Vegetarian Meal</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Participant</th>
<th>Full name as per I/C (Dato’ / Datin / Dr / Mr / Mrs / Ms):</th>
</tr>
</thead>
<tbody>
<tr>
<td>2</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Designation:</td>
</tr>
<tr>
<td></td>
<td>Membership No.:</td>
</tr>
<tr>
<td></td>
<td>☐ Vegetarian Meal</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Participant</th>
<th>Full name as per I/C (Dato’ / Datin / Dr / Mr / Mrs / Ms):</th>
</tr>
</thead>
<tbody>
<tr>
<td>3</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Designation:</td>
</tr>
<tr>
<td></td>
<td>Membership No.:</td>
</tr>
<tr>
<td></td>
<td>☐ Vegetarian Meal</td>
</tr>
</tbody>
</table>

### ORGANISATION’S DETAILS

<table>
<thead>
<tr>
<th>Organisation:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Industry:</td>
</tr>
<tr>
<td>Contact Person:</td>
</tr>
<tr>
<td>Address:</td>
</tr>
<tr>
<td>Email:</td>
</tr>
<tr>
<td>Tel:</td>
</tr>
<tr>
<td>Fax:</td>
</tr>
</tbody>
</table>

### 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: 

Our programmes can be customised to meet your in-house training requirements. Please call for details.

### 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. Cancelled/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 1 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 arise. 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.