

(NBAA)
THE NATIONAL BOARD OF ACCOUNTANTS AND AUDITORS
TANZANIA



UPDATES ON TECHNICAL ISSUES – SECOND QUARTER 2020

INTRODUCTION

These updates on Technical Issues – Second Quarter 2020 cover a summary of updates/issues including International Standards on Auditing (ISAs), International Financial Reporting Standards (IFRSs), International Ethics Standards for Professional Accountants, International Public Sector Accounting Standards (IPSASs), International Integrated Reporting (IIR) and NBAA Technical Pronouncements.

These Technical issues are classified into two broad groups;

Part one: Invitation to comment

This part analyses a number of new raised issues i.e. Exposure Drafts and Consultation Papers that request constructive comments from our members and a broad range of stakeholders within Tanzania. For each new issue raised, a respective commenting deadline is specified as prescribed by comments seeking authority i.e. NBAA, IASB, IESBA, IAASB, IPSAB, IIRC, INTOSAI etc.

Extra related deadline at which NBAA would like to receive stakeholders' comments is as well specified there in. Please use emails mohamed.msimu@nbaa.go.tz or saimon.kiondo@nbaa.go.tz to send your comments before the specified NBAA due dates.

Part two: New Issued Standards, amendments and Guidelines

This part gives updates on the new standards which have been currently issued and those standards which are expected to be applicable in the next coming years.

Note: This document includes issues published in April, May and June (Inclusive) 2020.

PART ONE: INVITATION TO COMMENT

NBAA invites comments on the following updates on or before the due dates as specified by NBAA.

INTERNATIONAL STANDARD ON AUDITING (ISAs)

Current issues on ISAs

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Consultation Paper, Proposed Non-authoritative guidance: Extended External Reporting Assurance</p>	<p>The International Assurance and Auditing Standard Board has issued a consultation paper for public comment on the proposed non-authoritative guidance on extended external reporting (EER) assurance.</p> <p>The consultation paper is intended to provide non-authoritative guidance to practitioners to address the challenges that they commonly encounter in applying ISAE 3000 (Revised) in EER assurance engagements.</p> <p>EER encapsulates many different forms of reporting including, but not limited to, integrated reporting, sustainability reporting and other reporting by entities about financial and non-financial matters, including environmental, social and governance matters, related to an entity's activities.</p> <p>For more information go to: https://www.ifac.org/system/files/publications/files/Public-Consultation-on-Proposed-Guidance_Extended-External-Reporting-EER-Assurance_0.pdf</p>	<p>IAASB Deadline: The deadline for stakeholders' comments is on or before 13th July, 2020.</p> <p>NBAA Deadline: Send your comments on or before 10th July, 2020.</p>
<p>Exposure Draft: Proposed ISA 600 (Revised):</p> <p>Special considerations – Audit of group financial statements (including the work of component auditors), and</p> <p>Proposed conforming and consequential amendments to other ISAs</p>	<p>The International Assurance and Auditing Standard Board has issued an Exposure Draft on the proposed ISA 600 (Revised) for special considerations on the audit of group financial statements and proposed conforming consequential amendments.</p> <p>The proposed standard addresses key public interest matters including: -</p> <ul style="list-style-type: none"> (i) Keeping the IAASB's standard on group audits fit for purpose (ii) Encouraging proactive management of quality at the engagement level (iii) Fostering an appropriately independent and challenging skeptical mindset of the auditor (iv) Reinforcing the need for robust communication and interactions during the audit <p>For more information go to: https://www.ifac.org/system/files/publications/files/Exposure-Draft-ISA-600-Final_0.pdf</p>	<p>IAASB Deadline: The deadline for stakeholders' comments is on or before 2nd October, 2020.</p> <p>NBAA Deadline: Send your comments on or before 29th September, 2020.</p>

INTERNATIONAL CODE OF ETHICS FOR PROFESSIONAL ACCOUNTANTS

Current issues on the code of ethics

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Exposure Draft: Proposed Revisions to the Code to Promote the Role and Mind-set Expected of Professional Accountants</p>	<p>The International Ethics Standards Board for Accountants (IESBA) has issued an Exposure Draft on Proposed Revisions to the Code to Promote the Role and Mind-set Expected of Professional Accountants.</p> <p>The proposed revisions set out in this ED, amongst other matters:</p> <ul style="list-style-type: none"> (a) Highlight the wide-ranging role of the accountancy profession in society and the relationship between compliance with the Code and a professional accountant's responsibility to act in the public interest. (b) Include enhancements to the fundamental principles of objectivity and professional behaviour. (c) Strengthen the fundamental principle of integrity to include the determination to act appropriately in difficult situations. (d) Include some enhancements that reflect the impact of technology. (e) Require all professional accountants to have an inquiring mind when applying the conceptual framework. (f) Highlight the importance of being aware of bias and having the right organizational culture. <p>For more information go to: https://www.ifac.org/system/files/publications/files/IESBA-Exposure-Draft-Role-and-Mindset.pdf</p>	<p>IESBA Deadline: The deadline for stakeholders' comments is on or before 31st October, 2020.</p> <p>NBAA Deadline: Send your comments on or before 27th October, 2020.</p>
<p>Exposure Draft: Proposed revision to the non-assurance services Provisions of the Code</p>	<p>The International Ethics Standards Board for Accountants (IESBA) has issued an Exposure Draft on proposed revision to the non-assurance services (NAS) provisions of the code.</p> <p>Key changes proposed to the NAS provisions include:</p> <ul style="list-style-type: none"> (a) A general prohibition on the provision of a NAS that creates a self-review threat to independence in the case of an audit client that is a public interest entity (PIE) (see proposed paragraph R600.14). (b) New requirements to strengthen firm communication with those charged with governance (TCWG) about NAS-related matters including, in the case of audit clients 	<p>IESBA Deadline: The deadline for stakeholders' comments has been extended from 4th May to 4th June, 2020. Deadline Completed.</p> <p>NBAA Deadline: Issue completed.</p>

	<p>that are PIEs, a requirement for firms to obtain concurrence from TCWG for the provision of the NAS (see proposed paragraphs R600.18 to 600.19 A2).</p> <ul style="list-style-type: none"> (c) Strengthened provisions for identifying and evaluating threats, including those that are created by the provision of multiple NAS to the same audit client (see proposed paragraphs 600.9 A1 to 600.10 A1). (d) Enhanced clarity about the relevance of the concept of materiality in applying the NAS provisions (see proposed paragraph 600.15 A1). (e) More robust provisions to address threats, including new application material to emphasize how a firm might deal with situations when a safeguard is not available (see proposed paragraphs 600.16 A1 to 600.16 A4). (f) Within the subsections, the descriptions of the specific types of NAS that are covered in the Code are improved and, in some cases, expanded. <p>For more information go to: https://www.ifac.org/system/files/publications/files/FINAL-IESBA-ED-Proposed-Revisions-to-the-NAS-Provisions-of-the-Code.pdf</p>	
<p>Exposure Draft: Proposed revision to the fee-related provisions of the code</p>	<p>The International Ethics Standards Board for Accountants (IESBA) has issued an Exposure Draft on proposed revision to the fee-related provisions of the code.</p> <p>The IESBA is proposing revisions to the Code which include modifications to:</p> <ul style="list-style-type: none"> i. Articulate and address the issue of threats to independence created when fees are negotiated with and paid by the audit or assurance client. ii. Clarify that the audit fee should be a standalone fee within the spectrum of total fees from the audit client so that the provision of services other than audit does not influence the level of the audit fee. iii. Provide guidance for firms to evaluate and address the threats to independence created when a large proportion of total fees charged by the firm or network firms to an audit client is for services other than audit. iv. Enhance the provisions regarding fee dependency both when audit clients are public interest entities (PIEs) and when they are non-PIEs, including establishing a threshold for addressing threats in the case of non-PIE audit clients. v. Require the firm to cease to be the auditor for a PIE audit client if circumstances of fee dependency continue beyond a certain period. 	<p>IESBA Deadline: The deadline for stakeholders' comments has been extended from 4th May to 4th June, 2020. Deadline completed.</p> <p>NBAA Deadline: Issue completed.</p>

	<p>vi. Enhance transparency with regard to fee-related information for PIE audit clients to assist those charged with governance (TCWG) and the public in forming their views about the firm's independence.</p> <p>vii. Enhance the robustness of guidance in the Code regarding factors to evaluate the level of the threats created when fees are paid by an audit or assurance client and safeguards to address such threats.</p> <p>For more information go to: https://www.ifac.org/system/files/publications/files/FINAL-IESBA-ED_Proposed-Revisions-to-the-Fee-related-Provisions-of-the-Code_0.pdf</p>	
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INTERNATIONAL PUBLIC SECTOR ACCOUNTING STANDARDS (IPSASs)

Current issues on IPSASs

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Exposure Draft 70: Revenue with performance obligations</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued an Exposure Draft 70 which aims at developing a new standard that provides the recognition and measurements of revenue transactions with performance obligations.</p> <p>The Exposure Draft requires a reporting entity to recognize revenue by applying the following steps:</p> <ul style="list-style-type: none"> (a) Step 1: Identifying the binding arrangement with a purchaser (see paragraphs 8-20); (b) Step 2: Identifying the performance obligations in the binding arrangement (see paragraphs 21-29); (c) Step 3: Determining the transaction price (see paragraphs 45-71); (d) Step 4: Allocating the transaction price to the performance obligations in the binding arrangement (see paragraphs 45 and 72-85); and (e) Step 5: Recognizing revenue when (or as) the entity satisfies a performance obligation (see paragraphs 30-44). <p>The Exposure Draft should be read in conjunction with the following Exposure Drafts</p> <ul style="list-style-type: none"> • Exposure Draft 71: Revenue without performance obligations • Exposure Draft 72: Transfer Expenses 	<p>IPSASB Deadline: The deadline for stakeholders' comments is on or before 1st November, 2020.</p> <p>NBAA Deadline: Send your comments on or before 27th October, 2020.</p>

	<p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSASB-ED-70-Revenue-with-Performance-Obligations.pdf</p>	
<p>Exposure Draft 71: Revenue without performance obligations</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued an Exposure Draft 71 which aims at updating IPSAS 23, <i>Revenue from Non-Exchange Transactions (Taxes and Transfers)</i> to provide recognition and measurement requirements for revenue transactions without performance obligations.</p> <p>The core principle of Exposure Draft is that a transfer recipient shall recognize an asset and the associated revenue to the extent it has satisfied any present obligations associated with the transaction.</p> <p>A transfer recipient shall consider the terms of the arrangement, and all relevant facts and circumstances, when applying the requirements of the ED 71. Paragraph AG2 provides additional guidance on the Objective.</p> <p>The Exposure Draft should be read in conjunction with the following Exposure Drafts</p> <ul style="list-style-type: none"> • Exposure Draft 70: Revenue with performance obligations • Exposure Draft 72: Transfer Expenses <p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSASB-ED-71-Revenue-without-Performance-Obligations.pdf</p>	<p>IPSASB Deadline: The deadline for stakeholders' comments is on or before 1st November, 2020.</p> <p>NBAA Deadline: Send your comments on or before 27th October, 2020.</p>
<p>Exposure Draft 72: Transfer Expenses</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued an Exposure Draft 72 which aims at developing a standard that provides recognition and measurement requirements applicable to providers of transfer expenses.</p> <p>The ED aimed at establishing principles that an entity (a transfer provider) shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenditure and cash flows arising from transfer expenses by requiring transfer provider to recognize expenses as follows:</p> <p>(a) For transfer expenses where the transfer recipient is required to satisfy performance obligations by transferring goods or services to a third-party beneficiary, to depict the transfer of resources in an amount that reflects the consideration which the transfer provider expects to be obligated to pay in exchange for those goods or services; and</p>	<p>IPSASB Deadline: The deadline for stakeholders' comments is on or before 1st November, 2020.</p> <p>NBAA Deadline: Send your comments on or before 27th October, 2020.</p>

	<p>(b) For transfer expenses where the transfer recipient is not required to satisfy performance obligations, at the earlier of the date at which the transfer provider has a present obligation to transfer resources to a transfer recipient, and the date when the transfer provider ceases to control the resources (i.e., when it transfers those resources to the transfer recipient)</p> <p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSASB-ED-72-Transfer-Expenses.pdf</p>	
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INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRSs)

Current Updates on IFRSs

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Exposure Draft ED/2019/7: General Presentation and Disclosures (Primary Financial Statements).</p>	<p>The International Accounting Standards Board (Board) has issued an Exposure Draft ED/2019/7 to improve how information is communicated in the financial statements.</p> <p>The ED includes:</p> <p>(a) a proposal to replace IAS 1 Presentation of Financial Statements with a new Standard that would comprise:</p> <ul style="list-style-type: none"> i. new requirements on presentation and disclosures in the financial statements.² ii. Requirements brought forward from IAS 1 with only limited changes to the wording. (These changes are not intended to modify any requirements.) <p>(b) proposed amendments to other Standards:</p> <ul style="list-style-type: none"> i. IAS 7 Statement of Cash Flows; ii. IFRS 12 Disclosure of Interests in Other Entities; iii. IAS 33 Earnings per Share; iv. IAS 34 Interim Financial Reporting; v. IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors to include some requirements from IAS 1;3 and vi. IFRS 7 Financial Instruments: Disclosures to include some requirements from IAS 1. 	<p>IASB Deadline: The deadline for stakeholders' comments has been extended from 30th June to 30th September, 2020.</p> <p>NBAA Deadline: Send your comments on or before 23rd September, 2020.</p>

		For more information go to: https://cdn.ifrs.org/-/media/project/primary-financial-statements/exposure-draft/ed-general-presentation-disclosures.pdf	
Request for Information: Comprehensive Review of the IFRS for SMEs Standard		<p>The International Accounting Standards Board (Board) has issued an Exposure Draft ED/2019/7 to improve how information is communicated in the financial statements.</p> <p>The objective of the Request for Information is to seek views on whether and how aligning the IFRS for SMEs Standard with the full IFRS Standards could better serve users of financial statements prepared applying the IFRS for SMEs Standard without causing undue cost and effort for SMEs.</p> <p>For more information go to: https://cdn.ifrs.org/-/media/project/2019-comprehensive-review-of-the-ifrs-for-smes-standard/request-for-information-comprehensive-review-of-the-ifrs-for-smes-standard.pdf</p>	<p>IASB Deadline: The deadline for stakeholders' comments has been extended from 27th July to 27th October, 2020.</p> <p>NBAA Deadline: Send your comments on or before 21st October, 2020.</p>
Discussion Paper DP/2020/1: Business Combinations – Disclosures, Goodwill and impairment		<p>The International Accounting Standards Board (IASB) has issued an Exposure Draft ED/2019/7 to improve how information is communicated in the financial statements.</p> <p>The Board's preliminary view is that it should require companies to disclose:</p> <ul style="list-style-type: none"> (a) management's objectives for an acquisition; (b) the metrics that management will use to monitor whether the objectives of the acquisition are being met; (c) the extent to which management's objectives for the acquisition are being met in subsequent reporting periods, using those metrics; and (d) other information, reflecting possible targeted improvements to the disclosure objectives and disclosure requirements of IFRS 3 <p>For More information go to: https://cdn.ifrs.org/-/media/project/goodwill-and-impairment/goodwill-and-impairment-dp-march-2020.pdf</p>	<p>IASB Deadline: The deadline for stakeholders' comments has been extended from 15th September to 31st December, 2020.</p> <p>NBAA Deadline: Send your comments on or before 24th December, 2020.</p>

<p>Exposure Draft ED/2020/3: Classification of Liabilities as Current or Non-current—Deferral of Effective Date Proposed amendment to IAS 1.</p>	<p>The International Accounting Standards Board (Board) has issued an Exposure Draft ED/2020/3 on the Classification of Liabilities as Current or Non-current—Deferral Effective Date.</p> <p>To provide entities with operational relief with respect to amendment of IAS 1 issued on 1st January 2020 with effective date of 1st January 2020, the Board decided to propose a one-year deferral of the effective date of the amendments to annual reporting periods beginning on or after 1 January 2023.</p> <p>This is due to the reason that COVID 19 pandemic has created pressures that could delay the implementation of any changes in classification resulting from the application of these amendments. It could also delay the start and extend the duration of the renegotiation of loan covenants.</p> <p>For more information go to: https://cdn.ifrs.org/-/media/project/classification-of-liabilities/published-documents/classification-of-liabilities-deferral-date-ed.pdf</p>	<p>IASB Deadline: The deadline for stakeholders' comments is on or before 3rd June, 2020.</p> <p>NBAA Deadline: Issue completed.</p>
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INTERNATIONAL INTERGRATED REPORTING

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Consultation Draft: 2020 Revision: <IR> Framework</p>	<p>The International Integrated Reporting Council (IIRC) has issued a Consultation paper seeking public comments on the proposals to review the applicable framework.</p> <p>The framework is reviewed to make sure that the framework responds to the evolving market context and supports robust, effective reporting.</p> <p>The Consultation Draft has been informed by the 300 responses the IIRC received on topic papers published in February 2020, ongoing market observation of market practice internationally, as well as detailed discussions of the IIRC's <IR> Framework Panel.</p> <p>For more visit: https://integratedreporting.org/wpcontent/uploads/2020/05/CONSULTATION-DRAFT_May-21_IIRC.pdf, and https://integratedreporting.org/wpcontent/uploads/2020/05/COMPANION-DOCUMENT_May-21_IIRC.pdf</p>	<p>IIRC Deadline: The deadline for stakeholders' comments is on or before 19th September, 2020.</p> <p>NBAA Deadline: Send your comments on or before 15th September, 2020.</p>

PART TWO: NEW ISSUED STANDARDS, AMENDMENTS AND GUIDELINES

This part includes all newly issued standards, amendments, guidelines and technical pronouncements of which NBAA would like to urge members and other stakeholders to get prepared for their application.

INTERNATIONAL STANDARD ON AUDITING (ISAs)

ISAs applicable for the next coming years

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
ISA 315 (Revised 2019): Identifying and Assessing the risks of material misstatements	<p>The International Assurance and Auditing Standard Board has issued a revised ISA 315 on identifying and assessing the risk of material misstatements.</p> <p>The revision has been done with the following objectives: -</p> <ul style="list-style-type: none">a) Establishment of more robust requirements and appropriately detailed guidance to drive auditors to perform appropriate risk assessment procedures in a manner commensurate with the size and nature of the entity,b) Consequential amendments to other standards as a result of the revision (such as ISA 220, ISA 240, ISAS 330, ISA 540 (Revised) and ISA 600),c) The issuance of non-authoritative guidance and support tools to supplement the revised ISAS 315 as well as supporting its implementation. <p>For more information go to: https://www.ifac.org/system/files/publications/files/ISA-315-Full-Standard-and-Conforming-Amendments-2019-.pdf</p>	Effective for audits of financial statements for periods beginning on or after 15th December, 2021.

INTERNATIONAL PUBLIC SECTOR ACCOUNTING STANDARDS (IPSAS)

IPSASs applicable for the next coming years

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>IPSAS 41: Financial Instruments</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued a new International Public Sector Accounting Standard 41 on financial instruments which replaces IPSAS 29: Financial Instruments: Recognition and Measurements.</p> <p>IPSAS 41 improves financial reporting for financial instruments, by:</p> <ul style="list-style-type: none"> • Applying a single classification and measurement model for financial assets that considers the characteristics of the asset’s cash flows and the objective for which the asset is held; • Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and • Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an entity’s risk management strategies and the accounting treatment for instruments held as part of the risk management strategy. <p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSAS-41-Financial-Instruments.pdf</p>	<p>Effective for annual periods beginning on or after 1st January, 2022.</p> <p>Earlier application is permitted.</p>
<p>IPSAS 42: Social Benefits</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued IPSAS 42 on social benefits.</p> <p>The standard provides guidance on accounting for social benefits expenditure. It defines social benefits as cash transfers paid to specific individuals and/or households to mitigate the effect of social risk. Specific examples include state retirement benefits, disability benefits, income support and unemployment benefits. The new standard requires an entity to recognize an expense and a liability for the next social benefit payment.</p>	<p>Effective for the period beginning on or before 1st January, 2022.</p>

	<p>It seeks to improve the relevance, faithful representativeness and comparability of the information that a reporting entity provides in its financial statements about social benefits. To accomplish this, IPSAS 42 establishes principles and requirements for:</p> <ul style="list-style-type: none"> • Recognizing expenses and liabilities for social benefits; • Measuring expenses and liabilities for social benefits; • Presenting information about social benefits in the financial statements; and • Determining what information to disclose to enable users of the financial statements to evaluate the nature and financial effects of the social benefits provided by the reporting entity <p>For More information go to: http://www.ifac.org/system/files/publications/files/IPSAS-42-Social-Benefits.pdf</p>	
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INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)

IFRSs applicable for the next coming years

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
IFRS 17: “Insurance Contracts”	<p>The International Accounting Standards Board (IASB) issued IFRS 17 Insurance Contract. The standard applies to all entities that issue insurance contracts.</p> <p>The standard provides consistent accounting for all insurance contracts</p> <ol style="list-style-type: none"> a. Updated information about obligations, risks and performance of insurance contract b. Increased transparency in financial information reported by insurance companies <p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSAS-41-Financial-Instruments.pdf</p>	<p>For annual financial statements beginning on or after 1st January, 2021.</p> <p>Earlier adoption is encouraged.</p>

<p>Narrow-scope amendments to IFRS Standards</p>	<p>The International Accounting Standards Board (IASB) has issued a package of narrow scope amendments to three IFRS standards and annual improvements.</p> <p>1. Narrow scope amendments: The narrowly scope amended standards includes the following: -</p> <p>(i) IFRS 3 Business Combination: This standard has been amended by updating references in IFRS 3 to the Conceptual Framework for Financial Reporting with no changes the accounting requirements.</p> <p>(ii) IAS 16 Property, Plant and Equipment: The amendment prohibit a company from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, a company will recognize such sales proceeds and related cost in profit or loss.</p> <p>(iii) IAS 37 Provisions, Contingent Liabilities and Contingent Assets: The amendment specifies which costs a company includes when assessing whether a contract will be loss-making.</p> <p>2. Annual Improvements make minor amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards, IFRS 9 Financial Instruments, IAS 41 Agriculture and the Illustrative Examples accompanying IFRS 16 Leases</p> <p>For More information go to: https://www.ifrs.org/news-and-events/2020/05/iasb-issues-package-of-narrow-scope-amendments-to-ifrs-standards/</p>	<p>The amendments are effective 1st January, 2022.</p>
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NATIONAL BOARD OF ACCOUNTANTS AND AUDITORS

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Technical Pronouncement No.1 of 2020: COVID 19 and its impact on financial reporting.</p>	<p>The National Board of Accountants and Auditors (NBAA) has issued a Technical Pronouncement no.1 of 2020 on COVID 19 and its impact on financial reporting.</p> <p>The Technical Pronouncement aims at reminding preparers of financial statements to consider a number issue with respect to the outbreak of COVID 19 pandemic to ensure quality and fair presentation of financial statements.</p> <p>Those issues include the effect of the pandemic by itself and those effect which might be brought about by those measures that have been put in place by the Government of the United Republic of Tanzania to contain the spread of the virus.</p> <p>For more information go to: https://www.nbaa.go.tz/2020/may/techpro1_covid.pdf</p>	<p>Applicable soon after its issuance.</p>
<p>Technical Pronouncement No.2 of 2020: COVID 19 and its impact on auditing.</p>	<p>The National Board of Accountants and Auditors (NBAA) has issued a Technical Pronouncement no.2 of 2020 on COVID 19 and its impact on auditing.</p> <p>As the work of auditors has been impacted by the increasing effect of the COVID-19 pandemic. Risks of material misstatement that are new may be created due to uncertainty and unpredictability, or intensified, in the circumstances.</p> <p>The Technical Pronouncement urge auditors to be alert and to exercise professional skepticism about the potential for each COVID 19 impacting conditions to give rise to possible financial reporting misstatements and reminding auditors to consider a number issue with respect to the outbreak of COVID 19 pandemic to ensure quality and fair presentation of financial statements.</p> <p>For more information go to: https://www.nbaa.go.tz/2020/may/techpro2_covid.pdf</p>	<p>Applicable soon after its issuance.</p>

For more information, contact:

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