

(NBAA)
THE NATIONAL BOARD OF ACCOUNTANTS AND AUDITORS
TANZANIA



UPDATEs ON TECHNICAL ISSUES – SECOND QUARTER 2023

INTRODUCTION

These updates on Technical Issues – Second Quarter 2023 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 (IPSAS), International Financial Reporting for Non-Profit Organizations (IFR4NPO) and International Standard of Supreme Audit Institutions (ISSAIs).

These technical updates are classified into two broad categories;

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 therein. 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) 2023.

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 updates on ISAs

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
Exposure Draft: Proposed International Standard on Auditing 570 (Revised 202X) and Proposed Conforming and Consequential Amedments to other ISAs	<p>The International Auditing and Assurance Standard Board (IAASB) has issued an Exposure Draft on Proposed International Standard on Auditing 570 (Revised 202X) and Proposed Conforming and Consequential Amendments to other ISAs.</p> <p>The project objectives that support the public interest, which are described in Section III of the project proposal, included enhancing or clarifying extant ISA 570 (Revised) to:</p> <ul style="list-style-type: none">• Promote consistent practice and behavior and facilitate effective responses to identified risks of material misstatement related to going concern;• Strengthen the auditor’s evaluation of management’s assessment of going concern, including reinforcing the importance, throughout the audit, of the appropriate exercise of professional skepticism; and• Enhance transparency with respect to the auditor’s responsibilities and work related to going concern where appropriate, including strengthening communications and reporting requirements. <p>For more information go to: https://ifacweb.blob.core.windows.net/publicfiles/2023-04/IAASB-Proposed-Standard-Going-Concern.pdf</p>	<p>IAASB Deadline: The deadline for stakeholders’ comments is on or before 24th August 2023.</p> <p>NBAA Deadline: Send your comments on or before 18th August 2023.</p>

INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRSs)

Current updates on IFRSs

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Exposure Draft: International Tax Reform—Pillar Two Model Rules Proposed amendments to the IFRS for SMEs Standard</p>	<p>The International Accounting Standard Board (IASB) has issued an Exposure Draft on Proposed amendments to the IFRS for SMEs Standard as a result of the International Tax Reform of Pillar Two Model Rules.</p> <p>The proposals in this Exposure Draft would:</p> <ul style="list-style-type: none"> (a) introduce a temporary exception to the requirements to recognize deferred tax assets and liabilities related to Pillar Two income taxes; and to disclose information that would otherwise be required by paragraphs 29.39–29.41 of the IFRS for SMEs Standard about deferred tax assets and liabilities related to Pillar Two income taxes; (b) introduce targeted disclosure requirements for affected SMEs in periods when Pillar Two legislation is in effect; and (c) clarify that ‘other events’ in the disclosure objective in paragraph 29.38 of the Standard include enacted or substantively enacted Pillar Two legislation. <p>For more information go to: https://www.ifrs.org/content/dam/ifrs/project/amendments-sme-itr-pillar-two/ed-iasb-2023-3-sme-itr-pillar-two.pdf</p>	<p>IAASB Deadline: The deadline for stakeholders’ comments is on or before 17th July 2023.</p> <p>NBAA Deadline: Send your comments on or before 10th July 2023.</p>

<p>Exposure Draft: Amendments to the Classification and Measurement of Financial Instruments - Proposed amendments to IFRS 9 and IFRS 7</p>	<p>The International Accounting Standard Board (IASB) has issued an Exposure Draft on Proposed amendments to IFRS 9 and IFRS 7 specifically on the Classification and Measurement of Financial Instruments to address the matters raised from Post Implementation Review.</p> <p>The amendments concern:</p> <ul style="list-style-type: none"> (a) Derecognition of a financial liability settled through electronic transfer—to clarify that an entity is required to apply settlement date accounting when derecognizing a financial asset or a financial liability; and to permit an entity to deem a financial liability that is settled using an electronic payment system to be discharged before the settlement date if specified criteria are met. (b) Classification of financial assets—to clarify the application guidance for assessing the contractual cash flow characteristics of financial assets, including: <ul style="list-style-type: none"> (i) financial assets with contractual terms that could change the timing or amount of contractual cash flows, for example, those with ESG-linked features; (ii) financial assets with non-recourse features; and (iii) financial assets that are contractually linked instruments. <p>The Exposure Draft also proposes to make amendments or additions to the disclosure requirements in IFRS 7 for:</p> <ul style="list-style-type: none"> (a) investments in equity instruments designated at fair value through other comprehensive income; and (b) financial instruments with contractual terms that could change the timing or amount of contractual cash flows on the occurrence (or non- occurrence) of a contingent event. <p>For more information go to: https://www.ifrs.org/content/dam/ifrs/project/amendments-to-the-classification-and-measurement-of-financial-instruments/iasb-ed-2023-2-amendments-classification-and-measurement-financial-instruments.pdf</p>	<p>IAASB Deadline: The deadline for stakeholders' comments is on or before 19th July 2023.</p> <p>NBAA Deadline: Send your comments on or before 13th July 2023.</p>
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<p>Exposure Draft: Methodology for Enhancing the International Applicability of the SASB Standards and SASB Standards Taxonomy Updates</p>	<p>The International Sustainability standard Board (ISSB) has issued an Exposure Draft on Methodology for Enhancing the International Applicability of the SASB Standards and SASB Standards Taxonomy Updates.</p> <p>The ISSB seeks to enhance the international applicability of non-climate-related metrics in the SASB Standards. Such enhancements will preserve the structure, completeness and intent of the SASB Standards.</p> <p>The enhancements are designed to ensure that entities can apply the SASB Standards regardless of the jurisdiction in which they operate or the type of generally accepted accounting principles (GAAP) they apply.</p> <p>For more information go to: https://www.ifrs.org/content/dam/ifrs/project/international-applicability-sasb-standards/ed-issb-2023-1-international-applicability-sasb-standards.pdf</p>	<p>IAASB Deadline: The deadline for stakeholders' comments is on or before 9th August 2023.</p> <p>NBAA Deadline: Send your comments on or before 2nd August 2023.</p>
<p>Request for Information: Consultation on agenda priorities</p>	<p>The International Sustainability standard Board (ISSB) is seeking feedback on its priorities for its next two-year work plan, and has published the Request for Information for Consultation on Agenda Priorities.</p> <p>The objective of this agenda consultation is to ask all those interested in sustainability-related financial reporting for their views on:</p> <ul style="list-style-type: none"> (a) the strategic direction and balance of the ISSB's activities; (b) the suitability of criteria for assessing which sustainability-related matters (including topics, industries and activities) to prioritize and add to the ISSB's work plan; and (c) a proposed list of new research and standard-setting projects that could be added to the ISSB's work plan. <p>For more information go to: https://www.ifrs.org/content/dam/ifrs/project/issb-consultation-on-agenda-priorities/issb-rfi-2023-1.pdf</p>	<p>IAASB Deadline: The deadline for stakeholders' comments is on or before 1st September 2023.</p> <p>NBAA Deadline: Send your comments on or before 23rd August 2023.</p>

<p>Request for Information: Post-implementation Review IFRS 9 Financial Instruments Impairment</p>	<p>The International Accounting Standard Board (IASB) is seeking feedback on its Request for Information as part of the post-implementation review of the impairment requirements of IFRS 9 Financial Instruments.</p> <p>The Board will review IFRS 9 in its entirety, including the related requirements in IFRS 7 Financial Instruments: Disclosures.</p> <p>In 2022, the IASB completed its review of the classification and measurement requirements, concluding that these requirements are working as intended.</p> <p>In this Request for Information, the IASB is seeking feedback on the impairment requirements (Section 5.5 of IFRS 9).</p> <p>For more information go to: https://www.ifrs.org/content/dam/ifrs/project/pir-9-impairment/rfi-iasb-2023-1-ifrs9-impairment.pdf</p>	<p>IAASB Deadline: The deadline for stakeholders' comments is on or before 27th September 2023.</p> <p>NBAA Deadline: Send your comments on or before 21st September 2023.</p>
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INTERNATIONAL STANDARDS OF SUPREME AUDIT INSTITUTIONS (ISSAIs)

Current Updates on ISSAIs

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Due process for INTOSAI Framework of Professional Pronouncements:</p> <p><i>Procedures for developing, revising and withdrawing the International Standards of Supreme Audit Institutions (ISSAIs) and other 10 pronouncements on www.issai.org</i></p>	<p>The International Organization of Supreme Audit Institutions (INTOSAI) through its Forum for INTOSAI Professional Pronouncements (FIPP) which aims at supporting professional development of Supreme Audit Institutions has issued a due process for INTOSAI Framework of Professional Pronouncements.</p> <p>This due process defines the procedures through which INTOSAI issues professional standards and other pronouncements which must be followed when developing, revising and withdrawing the International Standards of Supreme Audit Institutions (ISSAIs) and any other pronouncements that form part of INTOSAI’s framework of professional pronouncements</p> <p>The purpose of the due process is to maintain the integrity and rigour of the ISSAIs and all other professional pronouncements in the framework</p> <p>Support the continued professionalization of the work within INTOSAI on ISSAIs and other professional pronouncements.</p> <ul style="list-style-type: none"> • Ensure that all professional pronouncements in the framework are subject to a suitable and adequate consultative process and level of scrutiny leading to their approval. • Ensure that all professional pronouncements in the framework follow a quality control process where consistency with other pronouncements is achieved. • Clarify the different roles, duties and responsibilities in INTOSAI’s standardsetting process. • Ensure transparency in the work performed on all professional pronouncements. • Ensure accountability. <p>For more information go to:https://www.intosaiipp.org/wpcontent/uploads/2021/01/Due-process-IFPP1.pdf</p>	<p>For information</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 STANDARDS ON AUDITING (ISAs)

ISAs expected to be applicable soon

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Final Pronouncement: International Standard on Auditing 600 (revised), Special Considerations—Audits of Group Financial Statements (including the work of component auditors)</p>	<p>The International Assurance and Auditing Standard Board has issued International Standard on Auditing 600 (600) for Special Considerations on Audits of Group Financial Statements (including the work of component auditors).</p> <p>The objectives of the standard are to help an auditor to:</p> <ul style="list-style-type: none"> (a) With respect to the acceptance and continuance of the group audit engagement, determine whether sufficient appropriate audit evidence can reasonably be expected to be obtained to provide a basis for forming an opinion on the group financial statements; (b) Identify and assess the risks of material misstatement of the group financial statements, whether due to fraud or error, and plan and perform further audit procedures to appropriately respond to those assessed risks; (c) Be sufficiently and appropriately involved in the work of component auditors throughout the group audit, including communicating clearly about the scope and timing of their work, and evaluating the results of that work; and (d) Evaluate whether sufficient appropriate audit evidence has been obtained from the audit procedures performed, including with respect to the work performed by component auditors, as a basis for forming an opinion on the group financial statements. <p>For more information go to: https://www.ifac.org/system/files/publications/files/IAASB2021-Handbook-Volume-1.pdf</p>	<p>Effective for audits of group financial statements for periods beginning on or after 15th December 2023.</p>

<p>Final Pronouncement: Conforming and Consequential Amendments to the IAASB's Other Standards as a Result of the New and Revised Quality Management Standards</p>	<p>The International Assurance and Auditing Standard Board has issued a Conforming and Consequential Amendments to the IAASB's Other Standards.</p> <p>This is a compilation of limited amendments to the IAASB's suite of standards in response to the quality management standards.</p> <p>The amendments address any actual or perceived inconsistencies between the quality management standards and the full suite of IAASB standards to ensure that all the standards operate in conjunction with each other without conflict.</p> <p>For more information go to: https://www.ifac.org/system/files/publications/files/IAASBFinal-Pronouncement-Conforming-Amendments.pdf</p>	<p>Effective dates are as per the final pronouncements of each individual amended standards</p>
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CODE OF ETHICS FOR PROFESSIONAL ACCOUNTANTS

Codes expected to be applicable soon

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>Final Pronouncement: Revision to the code relating to the Definition of Engagement Team and Group Audits</p>	<p>The International Ethics Standards Board for Accountants (IESBA) has issued a final pronouncement on the Revision to the code relating to the Definition of Engagement Team and Group Audits.</p> <p>The revisions deal with the independence and other implications of the changes made to the definition of an engagement team in the Code to align with changes to the definition of the same term in the IAASB, ISAs and ISQMs.</p> <p>Among other matters, the revisions:</p> <ul style="list-style-type: none"> • Strengthen and clarify the independence principles: • Specify the need for, and content of, appropriate communication on independence matters between the group auditor firm and component auditor firms participating in the group audit. • More explicitly set out the process to address a breach of an independence provision at a component auditor firm, reinforcing the importance of transparency and appropriate communication with those charged with governance of the group. • Amend the definitions of the terms “engagement team” and “audit team” in the Code to recognize the different and evolving engagement team structures, and address the implications of those definitional changes. • Provide guidance to facilitate the determination of who is included in an engagement team or an audit team. • Revise the definitions of a number of existing terms and establish new defined terms with respect to independence in a group audit context. <p>For More information go to: https://www.ethicsboard.org/publications/final-pronouncementobjectivity-engagement-quality-reviewer-and-other-appropriate-reviewers</p>	<p>Effective for audits of financial statements for periods beginning on or after 15th December 2023.</p>

<p>Final Pronouncement: Revision to the definitions of listed entity and public listed entity in the code</p>	<p>The International Ethics Standards Board for Accountants (IESBA) has issued a final pronouncement on the Revision to the Revision to the definitions of listed entity and public listed entity in the code</p> <p>In approving the revisions to the definitions of listed entity and PIE, the IESBA has relied on an overall framework that includes the following key elements:</p> <ul style="list-style-type: none"> • An overarching objective that explains the need for additional independence requirements for entities that are defined as PIEs. • A top-down list of mandatory high-level PIE categories subject to local refinement. • A bottom-up list of PIE categories that could be added by the relevant local bodies to the local PIE definitions. • An encouragement for firms to determine whether to treat additional entities as PIEs with a transparency requirement. <p>For More information go to: https://www.ethicsboard.org/_flysystem/azure-private/publications/files/IESBA-Basis-for-Conclusions_Listed-Entity-and-Public-Interest-Entity.pdf</p>	<p>Effective for audits of financial statements for periods beginning on or after 15th December, 2024.</p> <p>Early adoption will be permitted</p>
<p>Final Pronouncement: Technology-related Revisions to the Code</p>	<p>The International Ethics Standards Board for Accountants (IESBA) has issued a final pronouncement on the technology-related revisions to the code</p> <p>The revisions, which were informed by extensive fact-finding and stakeholder outreach:</p> <ul style="list-style-type: none"> • Strengthen the Code in guiding the mindset and behavior of professional accountants when they use technology. • Provide enhanced guidance fit for the digital age in relation to the fundamental principles of confidentiality, and professional competence and due care, as well as in dealing with circumstances of complexity. • Strengthen and clarify the International Independence Standards (IIS) by addressing the circumstances in which firms and network firms may or may not provide a technology-related non-assurance service to an audit or assurance client. <p>For More information go to: https://ifacweb.blob.core.windows.net/publicfiles/2023-05/Final%20Pronouncement%2C%20Technology%20Revisions%20%28Final%20-%20April%2011%29%28Updated%20May%2030%29.pdf</p>	<p>As follows:</p> <ul style="list-style-type: none"> • Part 1-3 : 15th December 2023 • Part \$A : Audit and review on or before 15th December 2023 • Conforming and consequential amendments to Part 4B : 15th December 2023

INTERNATIONAL PUBLIC SECTOR ACCOUNTING STANDARDS (IPSAS)

IPSASs applicable for the next coming years

PROJECTS/APPROVED STANDARDS	CHANGES	EFFECTIVE DATE
<p>IPSAS 43: Leases</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued a new International Public Sector Accounting Standard 43 which replaces IPSAS 13 on issues related to leases.</p> <p>IPSAS 43 is a final product of phase one dealing with lease accounting model (s) for both lessees and lessors on the same definition of a lease as in IFRS 16.</p> <p>Now, IPSAS 43 requires the lease to recognize: -</p> <ul style="list-style-type: none"> (a) A right-of- use asset because they control the right to use the underlying compared with IPSAS 13 where the lease recognizes the underlying asset when the lease is classified as a finance lease but not when it is classified as an operating lease. (b) A lease liability because they have a present obligation to make future lease payments in accordance with the lease contract (once the underlying asset has been made available and the lessee has the right to use it). Under IPSAS 13, a lease liability is not recognized when the lessee classifies the lease as an operating lease. <p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSAS-43-Leases_0.pdf</p>	<p>Effective for annual periods beginning on or after 1st January 2025.</p> <p>Earlier application is permitted for entities that apply IPSAS 41 at or before the date of initial application of this standard.</p>
<p>IPSAS 44: Non - current Assets Held for Sale and Discontinued Operations</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued a new International Public Sector Accounting Standard 44 non-current assets held for sale and discontinued operations.</p> <p>The standard specifies the accounting for assets held for sale and the presentation and disclosure of discontinued operations. It requires assets that meet the criteria to be classified as held for sale to be:</p> <p>Measured at the lower of carrying amount and fair value less costs to sell and depreciation on such assets to cease; and</p>	<p>Effective for annual periods beginning on or after 1st January 2025.</p> <p>Earlier application is permitted, and it is early applied entities shall disclose that fact and apply IPSAS 43 on leases at the same time.</p>

	<p>Presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p> <p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSAS-44-Noncurrent-Assets.pdf</p>	
IPSAS 45: Property, Plant and Equipment	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued a new International Public Sector Accounting Standard 45 Property, Plant and Equipment.</p> <p>IPSAS 45 intends at updating principles drawn from IPSAS 17, Property, Plant, and Equipment by adding new guidance for heritage assets, infrastructure assets, and measurement of property, plant, and equipment</p> <p>This is after considering responses to the Consultation Paper (CP), Financial Reporting for Heritage in the Public Sector, and constituents' feedback on infrastructure assets the IPSASB concluded that:</p> <ul style="list-style-type: none"> (a) IPSAS 17 should fully apply to heritage assets that are property, plant, and equipment; and (b) Additional authoritative and non-authoritative guidance should be included in IPSAS 45 to clarify its application to heritage and infrastructure assets. <p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSAS-44-Noncurrent-Assets.pdf</p>	<p>Effective for annual periods beginning on or after 1st January 2025.</p> <p>Earlier application is permitted for entities that apply IPSAS 43, IPSAS 44, and IPSAS 46 at or before the date of initial application of the Standard.</p>
IPSAS 46: Measurement	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued a new International Public Sector Accounting Standard 46 Measurement.</p> <p>The objective of IPSAS 46 to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> (a) Providing further detailed guidance on the implementation of commonly used measurement bases, and the circumstances under which they should be used; (b) Clarifying transaction costs guidance to enhance consistency across IPSAS; and 	<p>Effective for annual periods beginning on or after 1st January 2025.</p> <p>Earlier application is permitted.</p>

	<p>(c) Amending, where appropriate, guidance across IPSAS related to measurement at recognition, subsequent measurement, and measurement-related disclosures</p> <p>For More information go to: https://ifacweb.blob.core.windows.net/publicfiles/2023-05/IPSAS-46-Measurement.pdf</p>	
IPSAS 47: Revenue	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued a new International Public Sector Accounting Standard 47 Revenue.</p> <p>The objective of IPSAS 47 is to:</p> <ul style="list-style-type: none"> (a) Present revenue guidance in a single standard by replacing IPSAS 9, Revenue from Exchange Transactions, IPSAS 11, Construction Contracts, and IPSAS 23, Revenue from Non-Exchange Transactions (Taxes and Transfers); (b) Clarify and refine the accounting principles and concepts to account for revenue transactions in the public sector; and (c) Provide non-authoritative guidance to help preparers use professional judgment in applying the accounting principles consistently. <p>For More information go to: https://ifacweb.blob.core.windows.net/publicfiles/2023-05/IPSAS-47-Revenue_0.pdf</p>	<p>Effective for annual periods beginning on or after 1st January 2026.</p> <p>Earlier application is permitted.</p> <p>If an entity applies this Standard earlier, it shall disclose that fact.</p>
IPSAS 48: Transfer Expenses	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued a new International Public Sector Accounting Standard 48 Transfer Expenses.</p> <p>The objective of IPSAS 48 is to:</p> <ul style="list-style-type: none"> (a) Revise the accounting of transfer expenses to move away from the Public Sector Performance Obligation Approach (PSPOA) and to focus on whether the transfer transaction results in the recognition of an asset; (b) Focus on the accounting from the perspective of the transfer provider (the entity); and (c) Streamline the requirements for measurement, as well as presentation and disclosure. <p>For More information go to: https://ifacweb.blob.core.windows.net/publicfiles/2023-05/IPSAS-48-Transfer-Expenses.pdf</p>	<p>Effective for annual periods beginning on or after 1st January 2026.</p> <p>Earlier application is permitted.</p> <p>If an entity applies this Standard earlier, it shall disclose that fact and shall apply IPSAS 47, Revenue, at the same time.</p>

<p>Conceptual Framework Updates: Chapter 7: Measurement of assets and liabilities in the financial statement</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued an updated version of chapter 7 on measurement of assets and liabilities in the financial statement.</p> <p>The objective of the updated version of chapter 7 is to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> (a) Providing further detailed guidance on the implementation of commonly used measurement bases, and the circumstances under which they should be used; (b) Clarifying transaction costs guidance to enhance consistency across IPSAS; and (c) Amending, where appropriate, guidance across IPSAS related to measurement at recognition, subsequent measurement, and measurement-related disclosures. <p>For More information go to: https://ifacweb.blob.core.windows.net/publicfiles/2023-05/Update-Chapter-7-Conceptual-Framework.pdf</p>	<p>Effective when published</p>
<p>Recommended Practice Guidelines: Reporting Sustainability Program Information – Amendments to RPGs 1 and 3: Additional Non-Authoritative Guidance</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued Recommended Practice Guidelines on Reporting Sustainability Program Information, Amendments to RPGs 1 and 3 and Additional Non - Authoritative Guidance.</p> <p>The amendments to RPG 1 added implementation guidance to:</p> <ul style="list-style-type: none"> (a) Emphasize that RPG 1 applies to reporting information on the impact of sustainability programs on an entity’s overall finances; (b) Explain how sustainability program impacts on the three dimensions (service, revenue, and debt) of long-term fiscal sustainability should be assessed; and (c) Highlight the applicable principles for reporting on sustainability program information <p>For More information go to: https://ifacweb.blob.core.windows.net/publicfiles/2023-05/Reporting-Sustainability-Program-Information-Amendments-RPG-1-RPG-3.pdf</p>	<p>Effective when published</p>

<p>Final Pronouncement: Improvements to IPSAS, 2021</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued a final pronouncement on Improvements to IPSAS, 2021.</p> <p>The pronouncement deals with non-substantial changes to IPSAS through a collection of amendments that are unrelated, it categorizes the improvements to IPSAS into two parts: -</p> <p>Part I: General Improvements to IPSAS Relates to amendments arise from comments received from stakeholders</p> <p>Part II: IFRS alignment improvements to IPSAS Relates to amendments arise through consideration of the annual improvements and narrow scope amendments to projects of the IASB.</p> <p>For More information go to: https://www.ifac.org/system/files/publications/files/Improvementsto-IPSAS-2021_1.pdf</p>	<p>Effective dates are as per the final pronouncements of each individual amended standard.</p>
<p>Final Pronouncement: Amendments to IPSAS 5, Borrowing Costs – Non-Authoritative Guidance</p>	<p>The International Public Sector Accounting Standards Board (IPSASB) has issued a non-authoritative guidance on amendments to IPSAS 5, Borrowing Costs.</p> <p>The objective of this pronouncement is to add non-authoritative material to IPSAS 5, Borrowing Costs, and to provide guidance for determining the extent to which borrowing costs can be capitalized.</p> <p>The amendments add implementation guidance and illustrative examples, which IPSAS 5 does not currently contain.</p> <p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSASB-FinalPronouncement-Amendments-IPSAS-5-Borrowing-Costs.pdf</p>	<p>No amendment to authoritative standard.</p>

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> <ul style="list-style-type: none">a. Updated information about obligations, risks and performance of insurance contractb. Increased transparency in financial information reported by insurance companies <p>For More information go to: https://www.ifac.org/system/files/publications/files/IPSAS-41Financial-Instruments.pdf</p>	<p>For annual financial statements beginning on or after 1st January, 2023.</p> <p>Earlier adoption is encouraged.</p>

For more information, contact:

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