



Workshop on Obligation in Accounting and Auditing for Enterprises

Full CIFRSs + CIFRS for SMEs

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CIFRS

Cambodian International Financial
Reporting Standards
Updated 2018

No	Standard	Title
1	CIFRS 1	First-time Adoption of Cambodian International Financial Reporting Standards
2	CIFRS 2	Share-Based Payment
3	CIFRS 3	Business Combinations
4	CIFRS 4	Insurance Contracts
5	CIFRS 5	Non-Current Assets Held For Sale and Discounted Operations
6	CIFRS 6	Exploration for and Evaluation of Mineral Resources
7	CIFRS 7	Financial Instruments : Disclosure
8	CIFRS 8	Operating Segments

9	CIFRS 9	Financial Instruments (2018)
10	CIFRS 10	Consolidated Financial Statements
11	CIFRS 11	Joint Arrangements
12	CIFRS 12	Disclosure of Interests in Other Entities
13	CIFRS 13	Fair Value Measurement
14	CIFRS 14	Regulatory Deferral Accounts
15	CIFRS 15	Revenue from Contracts with Customers (2018)
16	CIFRS 16	Leases (2019)
17	CIFRS 17	Insurance Contracts (2021)

CIAS

**Cambodian International Accounting
Standards**

Updated 2018

No.	Standard	Title
1	CIAS 1	Presentation of Financial statement
2	CIAS 2	Inventories
3	CIAS 7	Statement of Cash Flows
4	CIAS 8	Accounting Policies, Changes in Accounting Estimates and Errors
5	CIAS 10	Events after the Reporting Period
6	CIAS 11	Construction Contracts
7	CIAS 12	Income Taxes
8	CIAS 16	Property, Plant and Equipment
9	CIAS 17	Leases
10	CIAS 18	Revenue
11	CIAS 19	Employee Benefits

No.	Standard	Title
12	CIAS 20	Accounting for Government Grants and Disclosure of Government Assistance
13	CIAS 21	The Effects of Changes in Foreign Exchange Rates
14	CIAS 23	Borrowing Costs
15	CIAS 24	Related Party Disclosure
16	CIAS 26	Accounting and Reporting by Retirement Benefit Plans
17	CIAS 27	Separate Financial Statement
18	CIAS 28	Investments in Associates and Joint Ventures
19	CIAS 29	Financial Reporting in Hyperinflationary Economics
20	CIAS 32	Financial Instruments: Presentation
21	CIAS 33	Earnings per Share
22	CIAS 34	Interim Financial Reporting
23	CIAS 36	Impairment of Assets

No.	Standard	Title
24	CIAS 37	Provisions, Contingent Liabilities and Contingent Assets
25	CIAS 38	Intangible Assets
26	CIAS 39	Financial Instruments: Recognition and Measurement
24	CIAS 37	Provisions, Contingent Liabilities and Contingent Assets
27	CIAS 40	Investment Property
28	CIAS 41	Agriculture

CIFRS @ 2018

- CIFRS : 17
- CIAS : $28-3 = 25$

CIFRS for SMEs

1	Small and Medium-Sized Entities
2	Concepts and Pervasive Principles
3	Financial Statement Presentation
4	Statement of Financial Position
5	Statement of Comprehensive Income and Income Statement
6	Statement of Changes in Equity and Statement of Income And retained Earnings
7	Statement of Cash Flows
8	Notes to the Financial Statements
9	Consolidated and Separate Financial Statements
10	Accounting Policies, Estimate Financial Statements
11	Basic Financial Instruments
12	Other Financial Instrument Issues

CIFRS for SMEs

13	Inventories
14	Investments in Associates
15	Investments in Joint Ventures
16	Investments Property
17	Property, Plant and Equipment
18	Intangible Assets other than Goodwill
19	Business Combinations and Goodwill
20	Leases
21	Provisions and Contingencies
22	Liabilities and Equity
23	Revenue
24	Government Grants

CIFRS for SMEs

25	Borrowing Costs
26	Share-Based Payment
27	Impairment of Assets
28	Employee Benefits
29	Income Tax
30	Foreign Currency Translation
31	Hyperinflation
32	Events after the end of the Reporting Period
33	Related Party Disclosures
34	Specialised Activities
35	Transition to the IFRS for SMEs

1. Small and medium-sized entities

The *CIFRS for SMEs* is intended for use by **small and medium-sized entities** (SMEs). This section describes the characteristics of SMEs.

Small and medium sized entities are entities that:

- a) Do not have public accountability; and
- b) Publish general purpose financial statements for external users

2. Concepts and pervasive principles

This section describes the **objective of financial statements** of **small and medium-sized entities** (SMEs) and the qualities that make the information in the **financial statements** of SMEs useful.

It also sets out the concepts and basic principles underlying the financial statements of SMEs.

- Understandability
- Relevance
- Materiality
- Reliability
- Prudence
- Substance over form
- Completeness
- Comparability
- Timeliness

- Assets
- Liabilities
- Equity
- Income
- Expenses

- Definition
- Recognition
- Measurement



3. Financial statement presentation

This section explains **fair presentation** of **financial statements**, what compliance with the *CIFRS for SMEs* requires and what a complete set of financial statements is.

- a) Statement of financial position
- b) Statement of comprehensive income (choice)
- c) Statement of changes in equity
- d) Statement of cash flows
- e) Notes

4. Statement of financial position

- This section sets out the information that is to be presented in a **statement of financial position** and how to present it.
- The statement of financial position (sometimes called the balance sheet) presents an entity's **assets, liabilities** and **equity** as of a specific date—the end of the **reporting period**.

5. Statement of Comprehensive income and Income statement

- This section requires an entity to present its total comprehensive income for a period - ie its financial performance for the period—in one or two financial statements.
- It sets out the information that is to be presented in those statements and how to present it.

6. Statement of changes in equity and statement of income and retained earnings

- This section sets out requirements for presenting the changes in an entity's **equity** for a period, either in a **statement of changes in equity** or,
- if specified conditions are met and an entity chooses, in a **statement of income and retained earnings**

7. Statement of cash flow

This section sets out the information that is to be presented in a **statement of cash flows** and how to present it. The statement of cash flows provided information about the changes in **cash** and **cash equivalents** of an entity for a **reporting period**, showing separately changes from

- **operating activities,**
- **investing activities** and
- **financing activities**

8. Notes to financial statements

- This section sets out the principles underlying information that is to be presented in the **notes** to the **financial statements** and how to present it.
- Notes contain information in addition to that presented in the **statement of financial position**, the **statement of comprehensive income** (if presented) the **income statement** (if presented), the combined **statement of income and retained earnings** (if presented), the **statement of changes in equity** (if presented) and the **statement of cash flows**.
- Notes provide narrative descriptions or disaggregation of items presented in those statements and information about items that do not qualify for **recognition** in those statements.
- In addition to the requirements of this section, nearly every other section of this Standard requires disclosures that are normally presented in the notes.

9. Consolidated & separate financial statements

This section defines the circumstances in which an entity applying this Standard presents **consolidated financial statements** and the procedures for preparing those statements in accordance with this Standard.

It also includes guidance on **separate financial statements** and **combined financial statements** if they are prepared in accordance with this Standard. If a **parent** entity by itself does not have **public accountability**, it may present its separate financial statements in accordance with this Standard, even if it presents its consolidated financial statements in accordance with **full IFRS** or another set of generally accepted accounting principles (GAAP).

10. Accounting policy, estimates, errors

- This section provides guidance for selecting and applying the **accounting policies** used in preparing **financial statements**.
- It also covers **changes in accounting estimates** and corrections of **errors** in prior period financial statements.

11. Basic financial instruments

- Section 11 and Section 12 *Other Financial Instrument Issues* together deal with recognising, derecognising, measuring and disclosing **financial instruments (financial assets and financial liabilities)**.
- Section 11 applies to basic financial instruments and is relevant to all entities. Section 12 applies to other, more complex financial instruments and transactions.
- If an entity enters into only basic financial instrument transactions, then Section 12 is not applicable. However, even entities with only basic financial instruments shall consider the scope of Section 12 to ensure they are exempt.

12. Other Financial Instrument Issues

Section 11 *Basic Financial Instruments* and Section 12 together deal with recognising, derecognising, measuring and disclosing **financial instruments (financial assets and financial liabilities)**.

Section 11 applies to basic financial instruments and is relevant to all entities. Section 12 applies to other, more complex financial instruments and transactions.

If an entity enters into only basic financial instrument transactions then Section 12 is not applicable. However, even entities with only basic financial instruments shall consider the scope of Section 12 to ensure they are exempt.

13. Inventories

- This section sets out the principles for recognising and measuring **inventories**. Inventories are **assets**:
 - a) held for sale in the ordinary course of business;
 - b) in the process of production for such sale; or
 - c) in the form of materials or supplies to be consumed in the production process or in the rendering of services.
- This section applies to all inventories, **except**
 - a) work in progress arising under construction contracts, including directly related service contracts (see Section 23 *Revenue*);
 - b) **financial instruments** (see Section 11 *Basic Financial Instruments* and Section 12 *Other Financial Instrument Issues*); and
 - c) **biological assets** related to **agricultural activity** and **agricultural produce** at the point of harvest (see Section 34 *Specialised Activities*)

14. Investment in associates

- This section applies to accounting for **associates** in **consolidated financial statements** and in the **financial statements** of an investor that is not a **parent** but that has an investment in one or more associates. Paragraph 9.26 establishes the requirements for accounting for associates in **separate financial statements**

15. Investment in joint venture

This section applies to accounting for **joint ventures** in **consolidated financial statements** and in the **financial statements** of an investor that is not a **parent** but that has a **venture's** interest in one or more joint ventures. Paragraph 9.26 establishes the requirements for accounting for a venture's interest in a joint venture in **separate financial statements**

16. Investment properties

- Land and buildings , or part of a building or both held be the owner or by lessee under finance lease to earn rentals or capital appreciation or both.
- Property interest under operating lease may be classified and accounted for as investment property (subject to condition)

17. Property, plant, and equipment

- Accounting treatments for:
 - Property, plant, equipment
 - Investment property whose fair value cannot be measured reliably without undue cost or effort on an ongoing basis

18. Intangible assets other than goodwill

- Accounting for all intangible assets other than
 - goodwill (section 19)
 - Intangible assets held by the entity for sale in ordinary course of business (section 13 & 23)

19. Business combination and goodwill

- Provide guidance on identifying the acquirer, measuring the cost of the business combination, and allocating that cost to the **assets** acquired and **liabilities** and **provisions** for **contingent liabilities** assumed.
- Addresses accounting for **goodwill** both at the time of a business combination and subsequently.

20. Leases

- Accounting for all leases other than items covered by:
 - section 34: specialized assets
 - Section 18: Intangible assets other than goodwill
 - Section 16: Investment property
 - Operating leases that are onerous
 - ...

21. Provisions and contingencies,

- All provisions except for provisions covered by other standards
- Contingent liabilities
- Contingent assets

22. Liabilities and equity

- establishes principles for classifying **financial instruments** as either **liabilities** or **equity**
- addresses accounting for equity instruments issued to individuals or other parties acting in their capacity as investors in equity instruments (ie in their capacity as **owners**).

23. Revenue

- Accounting for revenue arising from the following transactions and events:
 - the sale of goods (whether produced by the entity for the purpose of sale or purchased for resale);
 - the rendering of services;
 - **construction contracts** in which the entity is the contractor; and
 - the use by others of entity **assets** yielding interest, royalties or dividends.

24. Government grant

- A government grant is assistance by government in the form of a transfer of resources to an entity in return for past or future compliance with certain conditions relating to the operating activities of the entity.
- Government grants exclude those forms of government assistance that cannot reasonably have a value placed upon them and transactions with government that cannot be distinguished from the normal trading transactions of the entity.

25. Borrowing cost

- Borrowing cost:
 - Interest
 - Other costs that an entity incurs in connection with the following of funds.

26. Share-based payment

- equity-settled share-based payment transactions
- cash-settled share-based payment transactions
- transactions in which the entity receives or acquires goods or services and the terms of the arrangement provide either the entity or the supplier of those goods or services with a choice of whether the entity settles the transaction in cash (or other assets) or by issuing equity instruments.

27. Impairment of assets

- Account for all impairments of assets other than:
 - Deferred tax assets
 - Assets arising from employee benefits
 - Financial assets
 - Investment property measured at fair value
 - Biological assets related to agricultural activity
 - Assets arising from construction contracts

28. Employee benefits

- short-term employee benefits
- post-employment benefits
- other long-term employee benefits

29. Income tax

- Current tax
- Deferred tax

30. Foreign currency Translation

- Transactions in foreign currency
- Foreign operations
- Financial instrument-eg. Forward exchange contract
- Hedge accounting for foreign currency items

31. Hyperinflation

- Apply to an entity whose functional currency is the currency of a hyperinflation economy.
- It requires such as an entity to prepare **financial statements** that have been adjusted for the effects of hyperinflation.

32. Events after reporting period

- defines events after the end of the **reporting period** and sets out principles for recognizing, measuring and disclosing those events.

33. Related party disclosures

- This section requires an entity to include in its **financial statements** the disclosures necessary to draw attention to the possibility that its **financial position** and **profit or loss** have been affected by the existence of **related parties** and by transactions and outstanding balances with such parties.

34. Specialized activities

- Agriculture
- Extractive activities and
- Service concession

35. Transition to CIFRS for SMEs

- This section applies to a **first-time adopter of the *IFRS for SMEs***, regardless of whether its previous accounting framework was **full IFRS** or another set of generally accepted accounting principles (GAAP) such as its national accounting standards or another framework such as the local income tax basis.

THANK YOU !