



Minutes of the 222nd meeting of the Financial Reporting Standards Committee held on Tuesday, 9 June 2015 at 8:30 a.m. in the Board Room of the Hong Kong Institute of Certified Public Accountants, 37/F., Wu Chung House, 213 Queen's Road East, Wanchai, Hong Kong.

Members present: Ms. Catherine Morley (Chairman), KPMG
 Ms. Shelley So (Deputy Chairman), PricewaterhouseCoopers (represented by Mr. Nigel Dealy)
 Ms. Candy Fong, Deloitte Touche Tohmatsu
 Ms. Kelly Kong, Jardine Matheson & Co., Limited
 Mr. Ernest Lee, Ernst & Young
 Ms. Fanny Leung, Government of HKSAR, Treasury
 Mr. Eugene Liu, RSM Nelson Wheeler
 Mr. Steve Ong, Stock Exchange of Hong Kong Limited
 Mr. Paul Phenix, Baker Tilly Hong Kong Limited
 Mr. Gary Stevenson, BDO Limited
 Ms. Florence Wong, Financial Reporting Council
 Mr. Davis Yu, HLB

Staff in attendance: Ms. Christina Ng, Head of Financial Reporting, Standard Setting
 Ms. Winnie Chan, Associate Director, Standard Setting
 Ms. Eky Liu, Associate Director, Standard Setting
 Mr. Ben Lo, Associate Director, Standard Setting
 Ms. Katherine Leung, Manager, Standard Setting

	<u>Action</u>
<p>1. <u>Minutes of the 221st meeting</u></p> <p>The Committee approved and the Chairman signed the minutes of the 221st meeting.</p>	
<p>2. <u>Apologies and declarations</u></p> <p>Apologies were received from four members; Mr. Gary Biddle; Mr. Vincent Ching; Mr. James Fawls; and Ms. Susanna Lau.</p>	
<p>3. <u>HKICPA's submission on the IASB ED/2015/1 Classification of Liabilities (Proposed amendments to IAS 1)</u></p> <p>The Committee recommended minor amendments to and approved the near-final draft submission pending those minor amendments.</p> <p><i>[Post meeting note: The submission was submitted to the IASB on 10 June 2015 and is available on the HKICPA website.]</i></p>	SSD
<p>4. <u>2015 Amendments to the IFRS for SMEs</u></p> <p>The Committee considered the IASB's amendments to its <i>IFRS for SMEs</i> and noted, in particular, that the revised <i>IFRS for SMEs</i> relating to section 29 <i>Income Tax</i> now requires the same requirements (in principle) as section 29 <i>Income Tax</i> of the <i>HKFRS for Private Entities</i> (PE Standard).</p> <p>The Committee noted that most of the HKICPA's comments or recommendations that were provided to the IASB on its 2013 ED of proposed amendments to the <i>IFRS for SMEs</i> have been adopted in the IASB's revised <i>IFRS for SMEs</i>. Given this, and consistent with the HKICPA's convergence policy, the Committee approved the adoption of all of the IASB's 2015 amendments as amendments to the PE Standard.</p>	SSD

5. **IASB Exposure Drafts on enhancement of *Conceptual Framework***

The Committee noted that the Institute has issued an Invitation to Comment on IASB ED/2015/3 *Conceptual Framework for Financial Reporting* and IASB ED/2015/4 *Updating References to the Conceptual Framework*.

SSD & WG

The Committee decided to establish a working group to deal with these EDs.

6. **Report from the Working Group on Companies Ordinance (CO) application issues on financial reporting**

The Committee noted that the working group had completed its deliberations relating to the frequently asked questions on the new CO requirements and Accounting Bulletin 6 *Guidance on the Requirements of Section 436 of the Hong Kong Companies Ordinance Cap. 622 "Requirement in connection with Publication of 'Specified Financial Statements' and 'Non-statutory Accounts'"* and that these materials would be published once the corresponding guidance had been released by the Companies Registry.

SSD

The Committee also noted that a seminar on the implementation of key aspects of the new CO requirements will take place on 23 June.

7. **Revised 2015 FRSC work plan and activities**

The Committee noted the developments outlined in the revised 2015 FRSC work plan and activities.

8. **Any other business**

The Committee agreed to submit a response to the IASB's consultation on the deferral of the effective date of IFRS 15.

There being no further business, the meeting closed at 10:00 a.m.

CATHERINE MORLEY
CHAIR

11 June 2015