



Technical Update Evening 2006

Programme 1 : January to April 2006

Updates on the Hong Kong Institute of CPAs
standard-setting activities :
Financial Reporting, Auditing and Ethics

What is TUE? What does it aim to provide?

- Each session addresses one or two main themes of topical interest, with an emphasis on recently released standards and guidance. The sessions will be conducted by the Hong Kong Institute of CPAs Technical Directors
- Sessions will usually include both presentations and question-and-answer segments and members are encouraged to participate actively in these sessions
- Sessions will be limited to 100 participants to enable members to participate and raise technical issues in a relatively informal after-office-hours setting
- The sessions are designed to supplement the other channels the Institute uses to provide technical information to members, including TechWatch, the Technical Query Service, the Institute's magazine *A Plus* and other forms of CPD

Who should attend?

- ✓ **Members in practice**
- ✓ **Financial statements preparers**
- ✓ **Financial controllers**
- ✓ **Members and Registered Students who wish to keep abreast of Hong Kong Institute of CPAs' latest technical developments**

Your Hosts of TUE 2006



Elaine Chan
Assistant Director
Standard Setting

Elsa Ho
Assistant Director
Standard Setting

Stephen Chan
Executive Director

Patricia McBride
Director
Standard Setting

Steve Ong
Assistant Director
Standard Setting

During TUE 2006, each of your hosts will present sessions in their areas of expertise. As you can see from the following pages, the programme covering January to April 2006 addresses issues relating to audit of listed issuers, the new Code of Ethics (issued in December 2005), a discussion of the new

Accounting Guideline relating to merger accounting (issued in November 2005) and other financial reporting matters.

We urge you to join us in these sessions, as we learn from your questions and comments and we hope that you learn from our expertise.

TUE Registration

Applications for registration will be accepted on a **first-come-first-served** basis as seats are **limited** to 100. In case of over-subscription, consideration may be given to arranging a **re-run session**. Applications for registration will be accepted only from **Hong Kong Institute of CPAs members and students**. The success of TUE 2006 depends on active participation. If you have a **basic understanding** of the subject before attending, you will find the **interaction** with your host(s) more productive.

For members and students who wish to attend a TUE, please complete the enclosed **TUE Registration Form** and return it to the **Member Services Department** of the Institute on or before the application deadline, together with either your credit card details or a cheque. Applications for registration by **fax** will be accepted only for **Institute Visa card** payments.

Confirmation will be sent by **e-mail** unless your application for registration is unsuccessful. Unless the session is cancelled due to unforeseen circumstances, **no refund** will be given after your registration has been confirmed.

TUE Programme for 2006

Time : 7:00p.m. to 8:00p.m.

Venue : Hong Kong Institute of CPAs Meeting & Training Centre,
Room 1205, 12/F, Tower Two, Lippo Centre, 89 Queensway, Hong Kong

Fee : HK\$120 per session

HKICPA CPD Hour : 1 hour

TUE Programme enquiries:

May Hung / Yvonne Chew
Member Services Department
Tel: 2287 7009 / 2287 7057
e-mail: may@hkcipa.org.hk
yvonnechew@hkcipa.org.hk

For more information on the current and future TUE programme, please visit
www.hkcipa.org.hk/professionaltechnical/TUE/index.php

TUE No.	Date	Topic	Speakers
604	Tuesday 14 Mar 2006	Introduction to Financial Instruments This session is designed for those who are still struggling with the basic requirements of HKAS 32 <i>Financial Instruments: Disclosure and Presentation</i> and HKAS 39 <i>Financial Instruments: Recognition and Measurement</i> . It will cover existing requirements, and forthcoming changes, at an introductory level: <ul style="list-style-type: none">• Distinction between debt and equity• Types of financial assets and financial liabilities• Recognition and derecognition• Measurement: fair value, amortised cost, impairment• Derivatives, including embedded derivatives• Hedge accounting: the three hedge relationships and associated requirements	Patricia McBride
609 (Re-run)	Tuesday 28 Mar 2006		
605	Tuesday 21 Mar 2006	New Code of Ethics Issues relevant to Professional Accountants in Business (PAIBs) Similar to the earlier session on ethics for auditors and CPAs in public practice, this session will explain the conceptual framework established by the new Code which introduces a threats and safeguards approach to virtually all areas of professional ethics similar to the current approach to independence for assurance engagements. The focus will be on ethics for PAIBs. While the existing Professional Ethics Statements primarily focus on ethics for professional accountants in public practice, Part C of the new Code deals specifically with ethics for PAIBs. This session will discuss some common examples of situations with ethical implications encountered by PAIBs in their work places.	Stephen Chan Elaine Chan

TUE No.	Date	Topic	Speakers
606	Tuesday 18 Apr 2006	Issues in Preparing Financial Statements	Patricia McBride
Session FULL			
608 (Re-run)	Tuesday 18 Apr 2006	<p>This session will discuss a number of issues relating to the preparation and use of financial statements. Preparers, auditors and users of financial statements need to understand their increased responsibilities now that Hong Kong Financial Reporting Standards are steadily becoming more 'principles-based'. The session will provide an opportunity for members to raise issues they encountered in applying HKFRSs.</p> <p>In addressing these issues, this session will cover</p> <ul style="list-style-type: none"> • The purpose of financial statements – the differing perspectives of users and preparers • Principles-based standards and rules-based standards – advantages and disadvantages • Selection of accounting policies and application of accounting standards: the requirements of HKAS 8 <i>Accounting Policies, Changes in Accounting Estimates and Errors</i> • The importance of the <i>Framework for the Preparation and Presentation of Financial Statements</i> in selecting and applying accounting policies • The impact of materiality on financial reporting <p>Application deadline: 6 April 2006</p>	
607	Tuesday 9 May 2006	Improving Audit Documentation	Stephen Chan Steve Ong
Session FULL			
610 (Re-run)	Tuesday 9 May 2006	<p>This session will cover the new Hong Kong Standard on Auditing (HKSA) 230, <i>Audit Documentation</i>, adopting the equivalent International Auditing Standard.</p> <p>HKSA 230:</p> <ul style="list-style-type: none"> • Places increased emphasis on the timely preparation of audit documentation necessary to provide a sufficient and appropriate record of the basis for the auditor's report • Establishes a new requirement that the audit is carried out in accordance with HKSAs and applicable legal and regulatory requirements. • Establishes a new requirement that the auditor completes the assembly of the final audit file on a timely basis after the date of the auditor's report. • Establishes a new requirement that the auditor should not delete or discard audit documentation after the final audit file has been assembled, unless the retention period for the audit documentation has elapsed. <p>Application deadline: 4 May 2006</p>	

TUE Registration Form

Programme 1: January to April 2006

Please use **BLOCK LETTERS**

Name _____ HKICPA Membership / Student No. _____

Company Name _____

Telephone No. _____ Fax No. _____ E-mail _____

Please mark a "✓" against the session(s) for which you wish to apply

605 (21 Mar 06) 608 (18 Apr 06)

609 (28 Mar 06) 610 (9 May 06)

Admission Fee: HKD120 per session x _____ session(s) = HKD _____

Signature _____ Date _____

Payment by:

Cheque No. _____ (Bank _____)

For cheque payment, please staple the cheque payable to "Hong Kong Institute of Certified Public Accountants" to the TUE registration form before returning it to the HKICPA. Please issue SEPARATE CHEQUE for each session.

HKICPA Visa card (only the HKICPA Visa Card (Wing Lung Bank Limited) is accepted)

For payment by the HKICPA Visa card, please fill in the following:

Card Number _____

Cardholder's Name _____ Card Expiry Date (month / year) _____

Cardholder's Signature _____ Date _____

To: Member Services Department,
Hong Kong Institute of CPAs,
37th Floor, Wu Chung House,
213 Queen's Road East,
Wanchai, Hong Kong.

Fax: 2865 6776 / 2865 6603

FOR OFFICIAL USE

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Handled by _____

Date _____