

## HKICPA Qualification Programme Module A Learning Pack

### Summary of changes in fourth edition

#### Overall update:

1. The Foreign Currency Transactions chapter has been moved from Chapter 19 to become Chapter 30. This has resulted in consequential amendments to the numbers of other chapters.
2. Change in the terminologies used:
  - 'Statement of comprehensive income (SOI)' has been changed to 'statement of profit or loss and other comprehensive income (SPLOCI)'.
  - 'Income statement' has been changed to 'statement of profit or loss'.
  - References to share premium and the nominal value of shares have been removed to reflect the introduction of the new Companies Ordinance.

Chapter in 3rd edition		Main changes in 4th edition
Chapter	Chapter Name	
1	Legal environment	<ul style="list-style-type: none"> <li>• Amended materials to reflect the introduction of the new Companies Ordinance</li> </ul>
2	Financial reporting framework	<ul style="list-style-type: none"> <li>• Updated materials on Section 15 "Current developments" on the IASB Conceptual Framework project</li> </ul>
3	Small company reporting	<ul style="list-style-type: none"> <li>• Updated Section 3.1.1 to reflect the requirement of the new Companies Ordinance in relating to Qualifying Hong Kong companies</li> <li>• Additional material on the Section 3.2 for including the key areas about the SME-FRS differs from the full HKFRS regime</li> </ul>
4	Non-current assets held for sale and discontinued operations	<ul style="list-style-type: none"> <li>• No significant changes</li> </ul>
5	Property, plant and equipment	<ul style="list-style-type: none"> <li>• Amended materials on Section 1.3.3 to reflect the requirements of the May 2012 Annual Improvements to HKFRS in respect of spare parts and similar items</li> <li>• Additional material on Section 1.10 "Current developments" to cover a proposed clarification of depreciation methods</li> </ul>
6	Investment property	<ul style="list-style-type: none"> <li>• No significant changes</li> </ul>
7	Government grants	<ul style="list-style-type: none"> <li>• No significant changes</li> </ul>
8	Intangible assets and impairment of assets	<ul style="list-style-type: none"> <li>• Additional material on Section 2.10 "Current developments" to cover a proposed clarification of amortisation methods for intangible assets</li> </ul>

		<ul style="list-style-type: none"> <li>Additional material on Section 4.14 dealing with current developments for IAS36</li> </ul>
9	Leases	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
10	Inventories	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
11	Provisions, contingent liabilities and contingent assets	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
12	Construction contracts	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
13	Share-based payment	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
14	Revenue	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
15	Income taxes	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
16	Employee benefits	<ul style="list-style-type: none"> <li>Additional material on Section 7 "Current developments" to cover proposed amendments to IAS 19</li> </ul>
17	Borrowing costs	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
18	Financial instruments	<ul style="list-style-type: none"> <li>Updated material on Section 8 "Current developments" to reflect the current status of IASB financial instruments projects.</li> </ul>
19	Statements of cash flow	<ul style="list-style-type: none"> <li>Updated materials on Sections 3.1.1 and 3.1.2 to reflect the requirements of Investment Entities</li> </ul>
20	Related party disclosures	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
21	Accounting policies, changes in accounting estimates and errors: events after the reporting period	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
22	Earnings per Share	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
23	Operating segments	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
24	Interim financial reporting	<ul style="list-style-type: none"> <li>No significant changes</li> </ul>
25	Presentation of financial statements	<ul style="list-style-type: none"> <li>Amended materials on Section 1.1 to remove the old references to the 2007 revision to HKAS 1 and to reflect the requirements of the May 2012 Annual Improvements to HKFRS</li> <li>Amended materials to reflect the new Companies Ordinance</li> </ul>
26	Principles of consolidation	<ul style="list-style-type: none"> <li>Amended materials on Sections 2.2.1, 2.2.2, 3 and 4.1 to reflect the requirements of Investment Entities</li> <li>Additional material on Section 3.2 dealing with disclosures relating to investment entities</li> <li>Amended the chapter summary diagrams in the Topic recap section to reflect the treatment for Investment entities</li> </ul>
27	Consolidated accounts: accounting for subsidiaries	<ul style="list-style-type: none"> <li>Amended the presentation of the example/ self test questions for answer workings to include journals and use the consolidation schedule approach</li> </ul>
28	Consolidated accounts: accounting for associates and	<ul style="list-style-type: none"> <li>Amended the presentation of the example/ self test questions for</li> </ul>

	joint arrangements	<p>answer workings to include journals and use the consolidation schedule approach</p> <ul style="list-style-type: none"> <li>• Simplified the materials on Section 2 for HKAS 31 Interests in Joint Ventures which are replaced by the HKFRS 11 Joint Arrangements</li> <li>• Additional material on Section 4 "Current developments" to cover the current developments of IFRS 11 and IAS28 (2011).</li> </ul>
29	Changes in group structure	<ul style="list-style-type: none"> <li>• Amended the presentation of the self test questions answer workings to include journals and use the consolidation schedule approach</li> </ul>
30	Consolidation of foreign operations	<ul style="list-style-type: none"> <li>• Amended the presentation of the self test questions answer workings to include journals and use the consolidation schedule approach</li> </ul>
	Glossary	<ul style="list-style-type: none"> <li>• The definition of an investment entity is added.</li> </ul>