



IFRS Services

Accounting Advisory



The trend that adverse economic conditions undermine general business confidence has been particularly typical of Hungary recently. Adopting the International Financial Reporting Standards (IFRS) could prove to be the optimal way to regain that loss of confidence. Companies can maintain their competitiveness much easier if they prepare financial statements according to the international standards since that can make them more attractive for foreign investors, who will in turn receive internationally comparable and transparent data for their investment decisions and avoid potential business risks related to planned investments.

Our services

Implementation

International Financial Reporting Standards are today accepted by numerous countries worldwide and the efforts of the European Union to approximate laws and make accounting standards uniform contributes largely to the topicality of introducing IFRS reporting. After a successful transition, companies can make reporting more efficient and also ensure full compliance with accounting regulations.

For a successful transition and implementation, Deloitte's method includes the following services:

- IFRS accounting policy advice
- IFRS diagnostics and GAP analysis
- Producing data for IFRS
- Preparing IFRS financial statements
- IFRS audit
- Modelling the accounting impact of business decisions

IFRS news

Group-level reporting obligation

Preparing reporting packages in line with the parent company's accounting standards may present additional burden for companies due to tight deadlines and scarce resource capacities. Our experts have wide practical experience in preparing group level reporting packages and adopting the best practices known in the field.

Pre-transactional IFRS advisory

Companies might find it challenging to account certain unique and complex transactions according to the IFRS standards since complex business transactions might also affect indicators used for measuring performance of the company and its management (KPIs). Therefore, it is particularly important to ensure that management decisions are well grounded in accounting terms and their impact can be planned.

Areas where IFRS largely differs from Hungarian regulations:

- Rental and other leases
- Corporate acquisitions and sales
- Joint venture
- Outsourcing

Financial sector specific IFRS accounting

Financial market players (banks, credit institutions and insurers) are under constant pressure to comply with various reporting obligations in due time. Deloitte's experts can help solve issues that typically concern the financial sector such as hedge accounting, calculation of impairment and amortised cost, or complex calculations related to financial instruments.

Complex advisory services

IFRS 9: Accounting advisory related to financial instruments

IFRS 9: New standard on financial instruments (draft) is one of the most challenging areas for companies since related IFRS rules are fairly complex. Most companies have financial instruments of some kind (shares, bonds, hedge transactions) whose recognition and disclosure according to IFRS rules might raise questions concerning several areas.

IFRS 3: Accounting advisory related to corporate acquisitions

In today's dynamically changing economic environment, the number of corporate and shareholding acquisitions and transformations of multinational companies are constantly on the rise. Companies that prepare their consolidated financial statements according to the IFRS standards and are concerned by any group level acquisition or transformation often find it challenging to recognise these transactions appropriately under IFRS. Accounting calculations and disclosures related to the allocation of the purchase price require wide experience and an accurate knowledge of related IFRS rules.

Why Deloitte?

Deloitte Hungary's accounting experts gathered diverse experience during former engagements in various industries. Our team of local and international experts is always up-to-date and, therefore, able to inform clients about the latest changes. Our current and in-depth knowledge of the area makes it possible to assist clients in any IFRS related matter by way of our complex services.

Hedge accounting

Hedge accounting under IFRS might present serious challenges even for companies that have been preparing IFRS financial statements for several years. Management decisions concerning these types of transactions affect the entire operation of companies so it is particularly important to present them in the IFRS financial statements. IFRS sets out complex and intricate rules for hedge accounting and it requires a detailed and in-depth knowledge of the relevant rules, as well as adequate experience to interpret and implement these rules in day-to-day practice.

Tailored IFRS training and workshops

We compile the learning material for our practically oriented training based on several years' experience and according to the client's actual and particular needs in order to pass on knowledge that is most appropriate and most suitable for implementation in day-to-day practice. The topics of the training may either cover all IFRS standards, so giving a full and general picture of currently effective regulations, or—on request—concentrate on particular standards or areas if that better suits clients' actual needs.



Contact us



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