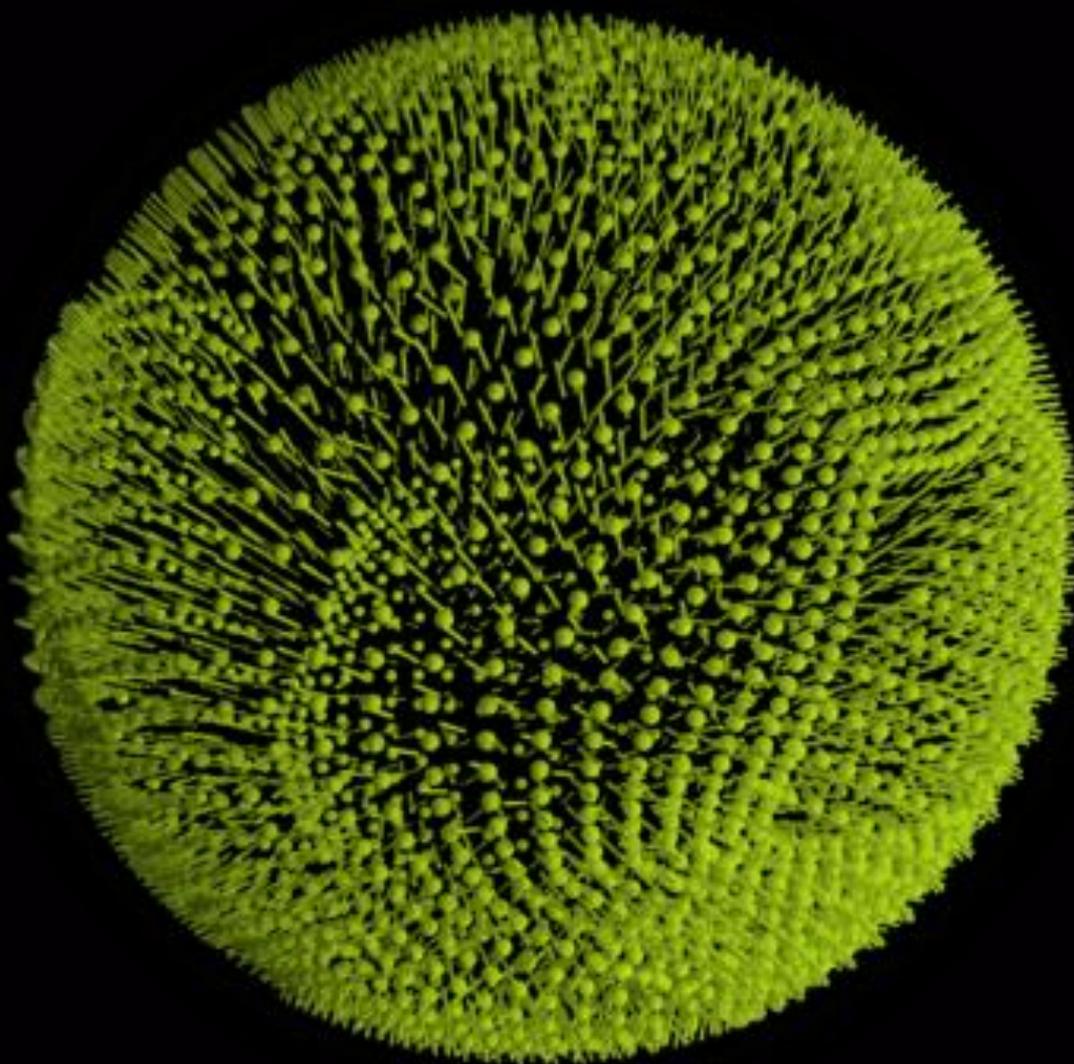


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Post-Implementation of MFRS 15 Revenue from Contracts with Customers - Property Development and Construction Industry

7 CPE Hours
HRDF Claimable

Overview

In September 2014, the Malaysian Accounting Standards Board (MASB) issued MFRS 15 *Revenue from Contracts with Customers* and became effective on 1 January 2018. MFRS 15 is intended to bring revenue accounting principles centrally into one standard and will replace several existing standards and interpretations, such as MFRS 111 *Construction Contracts*, MFRS 118 *Revenue* and IC Int. 15 *Agreements for the Construction of Real Estate*. New concepts are introduced which may impact when revenue should be recognised and how it should be measured.

The key feature of MFRS 15 involves examining the five-step revenue recognition model, which entities are to apply in determining timing and amount of revenue to be recognised. It requires an entity to identify the performance obligations in the contract and account for each performance obligation separately if it is distinct, and determine transaction price to be allocated to the each of the performance obligations. The entity also needs to detailed disaggregated information about revenue from contract with customers and enhanced disclosures about outstanding performance obligations, including quantitative information about future revenues.

MFRS 15 is a very comprehensive standard and the impact of the implementation goes beyond just accounting compliance. Entities' future business plans and budgets would need to take into account any potential changes in revenue accounting, and the associated implications on, inter-alia, key metrics, distributable profits, investments in new systems and processes and employee compensation plans. This training course aims to assist prepares and users of financial statements to better understand the requirements of the new MFRS and enhanced guidance on revenue recognition, cost considerations as well as post implementation considerations. Beyond the usual training routine, we provide greater insight on the property development and construction industry together with the suggested treatment on significant judgement areas.

Highlights

- Core principle of MFRS 15
- Five steps model
- Enhanced guidance on revenue recognition and cost considerations.
- Preparing for the change
- Disclosure requirements
- Post implementation considerations
- Greater insights on the property development and construction industry – suggested treatment on significant judgement areas.

Who should attend?

- Company Directors
- C-Suites Officers
- Accountants
- Auditors
- Academicians
- Finance Professionals
- Government Agencies
- Anyone interested in this topic

Programme Details

Session

Kuala Lumpur

Event Code: AA/MFRS15/KL02/31OCT19

Thursday, 31 October 2019

9:30 a.m. – 5:30 p.m.

Deloitte PLT
Apollo Room, Level 15
Menara LGB
1 Jalan Wan Kadir
Taman Tun Dr. Ismail
60000 Kuala Lumpur

Outline

Introduction

- Introduction of MFRS 15 and the core principle

Five Steps Model

- Identify the contract with customers
- Identify the performance obligations in the contract
- Determine the transaction price
- Allocate the transaction price to the performance obligations
- Recognize revenue when each performance obligation is satisfied

Enhanced guidance on revenue recognition and cost considerations

- Contract costs
- Warranties
- Contract Modifications
- Principal vs Agent
- Customer Loyalty Programme
- Gift Certificates
- Sale with a Right of Return
- Non-refundable Upfront Fees
- Shipping Terms

Disclosure requirements

Registration fees

RM450 per participant

*Exclusive of SST and other taxes

Facilitators

Teong Sze Howe, Nur Izzati Abd Aziz

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