



Deloitte Academy

***MFERS 16 Leases and Interest Borrowing rate under Lease***

7 CPE hours  
HRDF Claimable

# Overview

With the issuance of new accounting standard of MFRS 16 *Leases* by the Malaysian Accounting Standards Board (MASB), it replaces the existing MFRS 117 *Leases* and its related interpretations. MFRS 16 is intended to provide greater transparency by eliminating off-balance sheet leasing transactions, and revamp on how companies account for leases.

MFRS 16 requires that a lessee applies a “right- of-use asset” accounting approach that would recognise an asset on the lessee’s balance sheet, and recognise a corresponding liability to make lease payments. As such, a lessee’s current operating lease accounting model will be significantly changed. Key performance metrics such as return on assets, gearing ratios and EBITDA will be impacted significantly as a result. Companies could be seeing a material changes in the presentation of their financial statements.

MFRS 16 is mandatorily effective for annual periods beginning on or after January 1, 2019, and companies should plan for the implementation early to manage the significant changes and implications arising from the new standard. This training course aims to assist prepares and users of financial statements to better understand the requirements of the new MFRS, the core principle of MFRS 16, enhanced guidance on IBR determination under lease and the disclosure requirements.

## Highlights

- Scope and core principles of MFRS 16
- Accounting by lessee
- Accounting by lessor
- Overview of IBR under lease
- Presentations and disclosure
- Transition guidance

## Who should attend?

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

# Programme Details

## Sessions

### Kuala Lumpur

AA/MFRS16/KL04/09OCT19

Wednesday, 9 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

### Kuala Lumpur

AA/MFRS16/KL05/07NOV19

Thursday, 7 November 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 and overview of MFRS 16
- Scope and principles of MFRS 16q

### MFRS 16 Accounting by Lessees

- Comparison between MFRS 16 and MFRS 117
- Identification of lease and non-lease components
- Initial and subsequent measurement of leases
- Practical expedients available
- Presentation and disclosure

### MFRS 16 Accounting by Lessors

- Similarities between MFRS 16 and MFRS 117
- Classification of leases
- Presentation and disclosure

### Other related topics

- Other requirements of MFRS 16
- MFRS 16: Preparing for the change
- Overview of IBR under lease

## Registration fees

RM450 per participant  
\*Exclusive of SST and other taxes

## Facilitators

Norhayati Yakap, Chang Vun Yu

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