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Issuer to prepare 3-year Financial Statements for IPO

For an issuer planning to conduct an initial public offering (IPO), this year or before 31 December 2023 will be the last accounting year for submission of only one-year period and latest quarter financial statements to obtain an IPO approval.

Therefore, any IPO issuers having the financial statement or the consolidated one **ending in or after 31 December 2023** are required to submit the audited consolidated financial statements of the last **three-year period**, and the latest reviewed quarterly financial statement (if any).

What does this entail for issuers?

The issuer is required to prepare its accounting, regulatory and other internal controls to be ready and qualified for IPO approval, including the compliance with PAEs accounting standard. This issue used to be resisted by the market since it would take longer preparation time for issuers in order to be qualified for IPO and listing on the Stock Exchange of Thailand. Typically, it takes around one to two years for a company to be ready in terms of restructuring its shareholding and organization, accounting, and internal control to be in compliance but it will take a longer period of at least four to five years for a company to be qualified.

This is however not a new regulation as it has been in place since 2018 but the implementation is coming whereby an issuer needs to pay attention and would require assistance for the preparation since there are several aspects to be considered, for example, shareholding structure, any conflicts of interest issues to be resolved, operational agreements to be reviewed, tax implications and planning, accounting standards and systems, internal controls, and relevant policies to be implemented.

What we can assist our clients.

Deloitte can provide one-stop services, including regulatory, tax, internal control and accounting advisory services for an issuer to be well-prepared and qualified for initial public offerings.

Contacts

For more information on how Deloitte can help you, please contact:

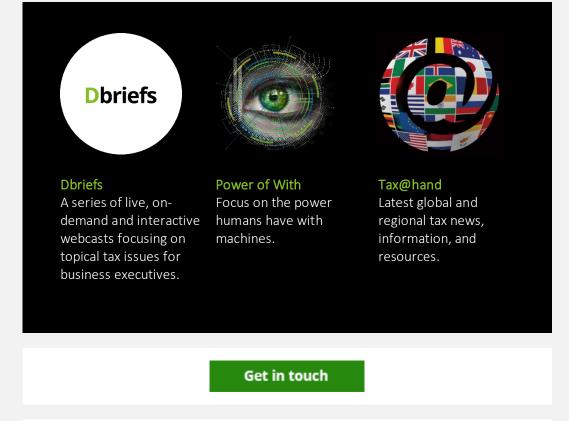
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