



नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्था

**The Institute of Chartered Accountants of Nepal**

(Established under The Nepal Chartered Accountants Act - 1997)

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**ICAN E-News**

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## **Audit Practice Manual Training**

The Institute has organized a two days “*Audit Practice Manual Training*” at ICAN Building, ICAN Marg, Satdobato, Lalitpur on 16-17 June, 2019 and 23 – 24, June, 2019 with the support of Asian Development Bank (ADB) and in technical cooperation with the Institute of Chartered Accountants in England and Wales (ICAEW), UK.

The audit practice manual, designed by ICAEW for use by audit practices internationally, was used for the training. This training has introduced an audit practice manual and system designed for audits of general audit clients with few customizations required for special audit clients. These trainings covered various topics of the audit practice manual such as fundamentals of Nepal Standards on Auditing (NSA) compliant audit, meeting Nepal Standards on Quality Control -1 (NSQC - 1) requirements, planning, execution, completion and review of audit. The training facilitator was CA. Nanda Kishor Sharma.

The training ended with the certificate distribution to participants. Altogether 65 Chartered Accountant members of the Institute participated in these trainings.

Opening and closing ceremony of these trainings were addressed by President CA. Jagannath Upadhyay (Niraula), Vice President CA. Krishna Prasad Acharya, Chairman of Quality Assurance Board Mr. Dev Bahadur Bohara and Executive Director CA. Sanjay Kumar Sinha.

## **CPE Training**

The Institute organized a two days Continuing Professional Education (CPE) training at ICAN Building, ICAN Marg, Satdobato, Lalitpur from 28 - 30 June, 2019. The training imparted understanding of contemporary topics of professional interest such as data analytics, Income Tax and Value Added Tax, Nepal Financial Reporting Standards (NFRS), NFRS for Small and Medium Sized Entities (SMEs), Property, Plant and Equipment, Procurement Laws, Contract Laws, Quality Assurance Review, Nepal Standards on Auditing (NSA), Labour Laws etc. More than 90 members of the Institute have participated the training.

## **Workshop on Audit Documentation**

The Institute organized a three days “*Capacity Development Workshop on Audit Documentation*” from 28 - 30 June, 2019 at Nepalgunj , Banke for practicing B Class

Registered Auditors Members. Welcome remarks of this workshop were delivered by Council Member and member of Quality Assurance Board RA. Abdul Karim Khan.

The workshop focused on various aspects of audit such as appointment of auditor, correspondence with previous year auditor, audit planning, mobilization of audit team, review/evaluation of audit documentation, reporting etc. Altogether, 20 B class Registered Auditor members of the Institute participated in the workshop.

### **Updates on online CPE**

After the launch of online CPE, the Institute has received an overwhelming response and positive feedback from members. This initiative of the Institute has been highly successful and more than 130 members have been awarded CPE credit hours online after successful completion of online examination.

Considering the requirement to renew membership/certificate of practice/audit firms from Shrawan 01, 2076, the Institute encourages its members to enroll for online CPE. To proceed for online CPE, please [click here](#).

### **Meeting at the World Bank**

Vice President CA. Krishna Prasad Acharya along with Executive Director CA. Sanjay Kumar Sinha, Members of Accounting Standards Board (ASB) and Auditing Standards Board (AuSB) had a meeting with Ms. Anke D'Angelo, Vice President & Auditor General of the World Bank and other senior officials of the World Bank on 28th June, 2019 at World Bank office here in Nepal.

The meeting discussed on the roles being played by the Institute and the Boards to uplift the accounting profession and to support the Government and Private Sector to have globally recognized financial statements. Various concerns raised by the representatives regarding globalization of national reporting system, gender sensitization in the profession, coordination with Government and Development Sector and adoption of International Financial Reporting / Auditing Standards were addressed by the Vice-President and Executive Director including the representatives of ASB and AuSB. The meeting also discussed about the contemporary status of Public Financial Management (PFM) sector and overall role played by the Institute to strengthen Public Financial Management sector in Nepal.

### **Training Program on “Leadership and Team Building”**

The Institute organized a two days “*Leadership and Team Building*” training for its staffs at Chandagiri Hills, Kathmandu from 21 – 22 July, 2019. This training covered various topics such as leadership competencies, interpersonal relationship among employees, self-development,

negotiation skills and developing positive attitude. During the training, participants were engaged by the trainer in different open discussions and group activities.

The opening session of the training was addressed by President CA. Jagannath Upadhyay (Niurala). President, in his address, stressed the essence of such trainings to facilitate overall development of employees and made a commitment to organize such useful trainings in future as well. Altogether 35 employees of the Institute along with Executive Director CA. Sanjay Kumar Sinha participated in this training. The training was attended also by Vice President CA. Krishna Prasad Acharya.

### **Microsoft Excel Training**

The Institute has started a six days in-house staff training program on microsoft excel from 25 June, 2019 to 1 July, 2019. Altogether 45 employees of the Institute are expected to benefit from this training.

## **Upcoming Events**

### **CPE Training**

The Institute is organizing a Continuing Professional Education (CPE) training at ICAN Building, ICAN Marg, Satdobato, Lalitpur from 5 to 7 July, 2019.

### **Orientation Program for CAP-I Students**

The Institute is organizing orientation program for newly enrolled CAP I students appearing in December 2019 examination. The orientation program is scheduled on 2 and 3 July, 2019 at ICAN Building, Satdobato, Lalitpur.

### **Workshop on Audit Documentation**

The Institute is organizing a three days Audit Documentation Workshop at ICAN Building, ICAN Marg, Satdobato, Lalitpur from 2 – 4, July, 2019.

## **National News**

### **SEBON Issues AML Directive**

The Securities Exchange Board of Nepal (SEBON) has issued directive relating to money laundering and terrorist financing.

The main objective of this directive is to fulfill the purpose of Section 7Pa (2) of Assets (Money) Laundering Act, 2008 and to combat money laundering and terrorist financing in stock and derivative market of Nepal. This directive is effective from Shrawan 01, 2076.

For more details, please refer the [directive issued by SEBON](#).

## **International News**

### **As Tax, Trade and Transparency Dominate G20 Agenda, IFAC Issues Call-to-Action**

IFAC (the International Federation of Accountants) [urged G20 countries](#) to pursue smart regulation, heightened transparency, and inclusive growth to embrace Japan’s vision for an innovative and intelligent “Society 5.0”.

At a time of economic and political uncertainty, IFAC’s recommendations focus on actions that will strengthen the economy, ensure progress toward the Sustainable Development Goals, and create a fair and empowered digital economy.

### **Global Ethics Board Launches eCode; Takes Usability and Accessibility of Code of Ethics to Next Level**

The International Ethics Standards Board for Accountants (IESBA) launched the eCode – a web-based tool that delivers the International Code of Ethics for Professional Accountants (including International Independence Standards) (the Code) on a digital platform. In addition to “app-like” features and functionalities, this new platform better demonstrates the Code’s “building blocks” architecture and scalability.

The eCode represents the outcome of a strategic initiative to leverage modern technologies, including mobile access, to make the content of the Code as widely accessible and visible and as user-friendly as possible. In addition to enhanced search and navigation, the eCode includes links to non-authoritative resources that provide contextual information or explain the rationale for particular provisions in the Code.

### **Webcast: Borrowing Costs and Revenue Recognition**

The IFRS Interpretations Committee (Committee) recently published an agenda decision on ‘over time transfer of a constructed good’. The agenda decision responds to a question received about the application of IAS 23 *Borrowing Costs* to the construction of a multi-unit housing development. The agenda decision explains why the Committee concluded that, in the specific fact pattern discussed, IFRS Standards provide an adequate basis to determine whether to capitalize borrowing costs.

### **IASB consults on amendments to aid implementation of IFRS 17**

The International Accounting Standards Board (Board) has proposed amendments to the insurance contracts Standard, IFRS 17, for public consultation. The aim of the amendments is to continue supporting implementation by reducing the costs of implementing the Standard and making it easier for companies to explain their results when they apply the Standard.

IFRS 17 was issued in May 2017. It is the first truly international accounting standard for insurance contracts and addresses the many inadequacies in accounting for such contracts.

### **Exposure Draft and comment letters—Due Process Handbook Review**

The Trustees of the IFRS Foundation are inviting stakeholder comment on proposed amendments to its *Due Process Handbook*, the procedural requirements followed by the International Accounting Standards Board and the IFRS Interpretations Committee.

Comments are due by **29 July 2019**.

[Login/register to submit a comment letter.](#)

### **Exposure Draft and comment letters—Annual Improvements to IFRS Standards 2018–2020 (IAS 41)**

The International Accounting Standards Board (Board) has published proposed narrow-scope amendments to four IFRS Standards as part of its maintenance and improvements of the Standards.

Annual improvements are limited to changes that either clarify the wording in an IFRS Standard or correct relatively minor unintended consequences, oversights or conflicts between requirements in the Standards.

Matters dealt with through annual improvements often arise from questions submitted to the IFRS Interpretations Committee.

The comment deadline is **20 August 2019**.

[Login/register to submit a comment letter](#)

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