



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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Online Interaction Program on “Risk Management in Insurance Sector”

The Institute with its objective to enhance and empower members and other stakeholders with Professional technical skills organized online interaction program on **“Risk Management in Insurance Sector”** on 05th July, 2021. The aim of the program was to help identify the challenges and risks underlying in Insurance Sector which will ultimately empower all the participants of the program to handle those risks in a unified manner.

This interaction program was designed to enhance the capacity of understanding various issues and challenges associated with Risk Management in Insurance Sector and the way forward to have systematic risk management. The program also covered some practical examples related to risk management in Insurance Sector.

Interaction on “Legal and Ethical Compliances regarding Appointment of Auditor”.

The Butwal Branch Coordination Committee of the Institute organized an online interaction program on **“Legal and ethical compliances regarding appointment of Auditor”** on 6th July, 2021. The objective of the program was to create awareness among auditors on various provisions of Companies Act 2063 and ICAN Code of Ethics regarding appointment of Auditor. CA. Nanda Kishor Sharma and CA. Sheo Hari Sharma were the paper presenters in the program.

Continuing Professional Education Training

The Institute continuing with its objective to enhance the professional capacity of members organized eight days online CPE training program from 30th June to 7th July, 2021. The training covered various contemporary topics related to NFRS in Banking and Financial Sector, General Application of Code of Ethics, Major Provisions of NAS for NPOs, Amendments made by the Finance Ordinance 2078 and Nepal Standard on Quality Control (NSQC-1).

Likewise, ten days online CPE Training program was conducted from 22nd to 31st July, 2021. The training was focused on practical and theoretical knowledge regarding Financial Statements

of Manufacturing Sectors as per NFRS, understanding of Income Tax, Cooperative Act 2074, and Labor Act 2074 and Rules 2075, Auditing and Assurance Standard with multiple case studies.

Orientation Program for CAP I Level Students

The Institute organized an orientation program for newly enrolled CAP-I students appearing in December, 2021 examination through virtual platform on 27th July, 2021. CA. Sanjay Kumar Sinha, Executive Director of the Institute welcomed the students in the fraternity of CA students and CA. Himal Dahal, Deputy Director of the Institute briefed them about the Institute, future of CA profession and opportunities after having chartered accountancy degree. More than 500 Students attended the program.

Issuance of Directive on Audit Firms Standards and Minimum Fee

The Institute has issued Audit Firm Standards and Minimum Fee Directive, 2078 incorporating the quality requirement of an audit firm's in terms of their corporate structure, human resources, training and development of human resources and written operating system procedures manual which is essential for ensuring auditor's compliance with the ethical requirement, Nepal Standards on Auditing (NSAs) and Nepal Standard Quality Control (NSQC-1) and a basis for determining a minimum audit fee thereof. The directive shall be applicable from 16th July, 2021. For more details, [Please click here.](#)

Empanelment of Faculties and Resource Persons

The Institute has invited Expression of Interest (EoI) from faculties and resource persons for various activities being organized from the Institute hiring expert services of the professionals. This Expression of Interest has been invited for empanelment in the roster of ICAN to award selected professionals with assignments related to review and development of study materials, suggested answers compilation, RTPs development, online and physical revision classes to the students, training to members and to avail services as resource person in examination and other activities of the Institute. The online Multipurpose Empanelment Form (MPEF) can be directly accessed from the link: <https://mpef.ican.org.np/>. For more details, [Please click here.](#)

Changes in Amount of Audit Limit

The Institute had issued notice regarding change in amount of audit limit by B, C and D Class members. The changed audit limit was determined based on the Wholesale Price Index as published by the Nepal Rastra Bank and shall be applicable with effective from 16th July, 2021.

As per the changed amount of audit limit, B, C and D class COP holder members can audit up to NPR 1,200 million, 300 Million and 60 Million respectively. For further detail, [Please click here.](#)

Change in applicable date of NFRS of SMEs, NAS for NPOs and NAS for MEs

The Institute has issued notice regarding changes in the applicable date of Nepal Financial Reporting Standards for Small and Medium Sized Entities (NFRS for SMEs), Nepal Accounting Standards for Not for Profit Organizations (NAS for NPOs) and Nepal Accounting Standards for Micro Entities (NAS for MEs). For more details, [Please click here.](#)

Change in applicable date of NFRS 17: Insurance Contracts

The Institute has issued notice regarding changes in the applicable date of NFRS 17: Insurance Contract. For more details, [Please click here.](#)

June 2021 Chartered Accountancy Examination

The Institute has issued notice to the students regarding the examination schedule of the Chartered Accountancy CAP-I, CAP-II, CAP-III level, CA Membership, for ACCAs and RA Upgrading Examination, June, 2021. The examination of different levels has been scheduled to be conducted from 8th to 18th August, 2021 in Kathmandu, Biratnagar, Pokhara, Butwal, Birgunj, Chitwan and Hetauda examination centers. For more details, [Please click here.](#)

60 Hours Information Technology Training

The Institute has issued notice regarding conducting 60 Hours Information Technology Training for the students appearing in June, 2021 chartered accountancy examination. Students shall get register for the training by 20th August, 2021. For more details, [Please click here.](#)

National News

Circular for Amendment in Unified Directive to D Class Microfinance Financial Institutions, 2077

Nepal Rastra Bank has issued circular to D class Microfinance Financial Institutions regarding amendment made in the Unified Directive to D Class Microfinance Financial Institutions, 2077. For more details, [Please click here.](#)

Circular for Amendment in Unified Directives, 2077

Nepal Rastra Bank has issued circular to A, B and C Class Banks and Financial Institutions regarding amendment made in the Unified Directive, 2077. For more details, [Please click here.](#)

Circular for Lay-Up Period

Beema Samiti has issued Circular related to Lay-Up Period for all Non-Life Insurer. For more details, [Please click here.](#)

Life Insurance Policy Related Directives, 2078

Beema Samiti has issued Life Insurance Policy Directives, 2078. For more details, [Please click here.](#)

International News

IFAC Releases Latest Point of View: Greater Transparency and Accountability in the Public Sector

IFAC released a Point of View: [Greater Transparency and Accountability in the Public Sector](#). For more details, [Please click here.](#)

IAASB Public Consultation Opens for Proposed New Standard for Audits of Financial Statements of Less Complex Entities

The International Auditing and Assurance Standards Board (IAASB) published an exposure draft of its new, stand-alone [standard for audits of financial statements of less complex entities](#). This landmark new draft standard responds to demands to have a set of high-quality requirements tailored for the needs of less complex entities (LCEs). The new standard for audits of financial statements of LCEs will provide a globally consistent approach at a time where several jurisdictional-specific LCE standards or related initiatives are arising. The release of the exposure draft is part of a broader effort to reduce complexity, improve understandability, and make International Standards on Auditing (ISAs) more scalable and proportionate to circumstances of audited entities.

For more details, [Please click here.](#)

IASB proposes minor amendment to transition requirements for insurers applying IFRS 17 and IFRS 9 for the first time

The International Accounting Standards Board (Board) has [proposed a narrow-scope amendment to the transition requirements in IFRS 17 Insurance Contracts](#). The proposed amendment does not affect any other requirements in IFRS 17.

For more details, [Please click here](#).

IASB proposes reduced disclosure requirements for subsidiaries

The International Accounting Standards Board (Board) has proposed a new IFRS Standard that would permit eligible subsidiaries to apply IFRS Standards with a reduced set of disclosure requirements.

For more details, [Please click here](#).

IASB decides to extend the comment period for Exposure Draft Disclosure Requirements in IFRS Standards—A Pilot Approach

The International Accounting Standards Board (Board) has decided to extend the comment period for the Exposure Draft Disclosure Requirements in IFRS Standards—A Pilot Approach to 12 January 2022.

For more details, [Please click here](#).

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