

Hong Kong Financial Reporting Standards Update

Section I. New and amended Standards issued that are applicable to accounting periods beginning on or after 1 January 2023

Standards affected	New standard and amendments relate to	Members' Handbook
HKAS 1 and HKFRS Practice Statement 2	Disclosure of Accounting Policies (amendments)	Update No. 259
HKAS 8	Definition of Accounting Estimates (amendments)	Update No. 259
HKAS 12	Deferred tax related to assets and liabilities arising from a single transaction (amendments)	Update No. 262
Amendments to HKAS 12	International Tax Reform— Pillar Two Model Rules (amendments)*	Update No. 297
HKFRS 17	Insurance Contracts (new standard)	Update No. 211
HKFRS 17	Amendments to HKFRS 17	Update No. 247
HKFRS 17	Initial Application of HKFRS 17 and HKFRS 9— Comparative Information	Update No. 271

* Entities are required to apply the temporary exception to account for deferred taxes related to Pillar Two income taxes immediately upon the issuance of the Amendments on 21 July 2023 and to provide the new disclosures as set out in the Amendments for annual reporting periods beginning on or after 1 January 2023.

Section II. Amended Standards and Interpretations issued that are not yet effective, but may be adopted early

Standards affected	Amendments relate to	Members' Handbook	Effective date
HKAS 1	Classification of Liabilities as Current or Non-current (amendments) [#]	Update No. 243 and Update No. 283	Accounting periods beginning on or after 1 January 2024
HKAS 1	Non-current Liabilities with Covenants (amendments) [#]	Update No. 283	Accounting periods beginning on or after 1 January 2024
HKFRS 16	Lease Liability in a Sale and Leaseback (amendments)	Update No. 281	Accounting periods beginning on or after 1 January 2024
HK Int 5 (Revised)	Hong Kong Interpretation 5 (Revised) Presentation of Financial Statements – <i>Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause</i> (HK Int 5 (Revised))	Update No. 248 and Update No. 283	HK Int 5 (Revised) has incorporated the references to Amendments to HKAS 1 <i>Classification of Liabilities as Current or Non-current</i> and Amendments to HKAS 1 <i>Non-current Liabilities with Covenants</i> . Both amendments are to be applied as a package and are effective for annual reporting periods beginning on or after 1 January 2024.
Amendments to HKAS 7 and HKFRS 7	Supplier Finance Arrangements (amendments)	Update No. 297	Accounting periods beginning on or after 1 January 2024
Amendments to HKFRS 10 and HKAS 28	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (amendments)	Update No. 159	A date to be determined by the IASB

[#] Both amendments are to be applied as a package.