



Update on Standard Convergence (6 June 2016)

In December 2015, the MoF issued for public comment an exposure draft that proposes a new standard on revenue. Our analysis of the exposure draft indicates that the proposed standard would be converged in principle with HKFRS/IFRS 15 *Revenue from Contracts with Customers* (2014).

In addition, the MoF is working on the revision of its financial instruments, leases and insurance contracts standards to maintain convergence between CASBE and HKFRS/IFRS.

The Institute notes that the MoF has made further convergence efforts. In November 2015, the MoF and the IFRS Foundation issued a joint statement that:

- establishes a joint working group to explore steps and ways to advance the use of IFRS within China, especially for internationally oriented Chinese companies;
- identifies the vision of CASBE to become fully converged with IFRS, consistent with the G20-endorsed objective of a single set of high quality, global accounting standards; and
- encourages continued cooperation between the IASB and Chinese stakeholders in the future development of IFRS.

The 2015 Joint Statement is an update/renewal of the 2005 Joint Statement between both parties that establishes future cooperation on achieving full convergence.

The 2015 Joint Statement can be accessed [here](#).

The Institute will continue to work with the MoF on the ongoing convergence between CASBE and HKFRS.

Comparison List of HKFRSs and CASBEs for 2015 year ends

HKFRS Number	HKFRS Title	Effective Date	Corresponding CASBE	Note
Conceptual Framework	Conceptual Framework for Financial Reporting	Effective upon issue in October 2010	<ul style="list-style-type: none"> • CASBE Basic Standard • CASBE EG Chp.1: Basic Standard 	
HKFRS 1 Revised	First-time Adoption of Hong Kong Financial Reporting Standards	Effective for annual periods beginning on or after 1 July 2009	<ul style="list-style-type: none"> • CASBE 38: First-time Adoption of Accounting Standards for Business Enterprises • CASBE IG 38: First-time Adoption of Accounting Standards for Business Enterprises • CASBEs Int 1: Q&A No. 1 	
HKFRS 2	Share-based Payment	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 11: Share-based Payment • CASBE IG 11: Share-based Payment • CASBE EG Chp.12: Share-based Payment • CASBEs Int 3: Q&A No. 5 • CASBEs Int 4: Q&A No. 7 • CASBEs Int 7: Q&A No. 5 	
HKFRS 3 Revised	Business Combinations	Effective for annual periods beginning on or after 1 July 2009	<ul style="list-style-type: none"> • CASBE 20: Business Combinations • CASBE IG 20: Business Combinations • CASBE EG Chp.21: Business Combinations • CASBEs Int 4: Q&A Nos. 1-3, No. 5 • CASBEs Int 5: Q&A No. 1 • CASBEs Int 6: 	



HKFRS Number	HKFRS Title	Effective Date	Corresponding CASBE	Note
			Q&A No. 2	
HKFRS 4	Insurance Contracts	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 25: Direct Insurance Contracts • CASBE 26: Reinsurance Contracts • CASBE EG Chp.26: Direct Insurance Contracts • CASBE EG Chp.27: Reinsurance Contracts • CASBEs Int 4: Q&A No. 8 	
HKFRS 5	Non-current Assets Held for Sale and Discontinued Operations	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 4: Fixed Assets • CASBE 30 (Revised): Presentation of Financial Statements • CASBE IG 30 (Revised): Presentation of Financial Statements • CASBE IG 4: Fixed Assets • CASBE EG Chp.5: Fixed Assets • CASBEs Int 1: Q&A No. 6 	
HKFRS 6	Exploration for and Evaluation of Mineral Resources	Effective for annual periods beginning on or after 1 January 2006	<ul style="list-style-type: none"> • CASBE 27: Extraction of Oil and Natural Gas • CASBE IG 27: Extraction of Oil and Natural Gas • CASBE EG Chp.28: Extraction of Oil and Natural Gas 	
HKFRS 7	Financial Instruments: Disclosures	Effective for annual periods beginning on or after 1 January 2007	<ul style="list-style-type: none"> • CASBE 37 (Revised): Presentation and Disclosures of Financial Instruments • CASBE IG 37 (Revised): Presentation and 	



HKFRS Number	HKFRS Title	Effective Date	Corresponding CASBE	Note
			Disclosures of Financial Instruments • CASBEs Int 7: Q&A No. 5	
HKFRS 8	Operating Segments	Effective for annual periods beginning on or after 1 January 2009	• CASBE 35: Segment Reporting • CASBE IG 35: Segment Reporting • CASBE EG Chp.36: Segment Reporting • CASBEs Int 3: Q&A No. 8	
HKFRS 10	Consolidated Financial Statements	Effective for annual periods beginning on or after 1 January 2013	• CASBE 33 (Revised): Consolidated Financial Statements • CASBE IG 33 (Revised): Consolidated Financial Statements • CASBEs Int 7: Q&A Nos. 1, 3 & 4	
HKFRS 11	Joint Arrangements	Effective for annual periods beginning on or after 1 January 2013	• CASBE 40: Joint Arrangements • CASBE IG 40: Joint Arrangements	
HKFRS 12	Disclosure of Interests in Other Entities	Effective for annual periods beginning on or after 1 January 2013	• CASBE 41: Disclosure of Interests in Other Entities • CASBE IG 41: Disclosure of Interests in Other Entities	
HKFRS 13	Fair Value Measurement	Effective for annual periods beginning on or after 1 January 2013	• CASBE 39: Fair Value Measurement • CASBE IG 39: Fair Value Measurement	
HKAS 1 Revised	Presentation of Financial Statements	Effective for annual periods beginning on or after 1 January 2009	• CASBE Basic Standard • CASBE 30 (Revised):	



HKFRS Number	HKFRS Title	Effective Date	Corresponding CASBE	Note
			Presentation of Financial Statements <ul style="list-style-type: none"> • CASBE IG 30 (Revised): Presentation of Financial Statements • CASBE EG Chp.1: Basic Standard 	
HKAS 2	Inventories	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 1: Inventories • CASBE IG 1: Inventories • CASBE EG Chp.2: Inventories 	
HKAS 7	Statement of Cash Flows	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 31: Cash Flow Statements • CASBE IG 31: Cash Flow Statements • CASBE EG Chp.32: Cash Flow Statements 	
HKAS 8	Accounting Policies, Changes in Accounting Estimates and Errors	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 28: Changes in Accounting Policies and Accounting Estimates and Corrections of Errors • CASBE IG 28: Changes in Accounting Policies and Accounting Estimates and Corrections of Errors • CASBE EG Chp.29: Changes in Accounting Policies and Accounting Estimates and Corrections of Errors 	
HKAS 10	Events after the Reporting Period	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 29: Events after the Balance Sheet 	



HKFRS Number	HKFRS Title	Effective Date	Corresponding CASBE	Note
			<ul style="list-style-type: none"> Date CASBE EG Chp.30: Events after the Balance Sheet Date 	
HKAS 11	Construction Contracts	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE 15: Construction Contracts CASBE EG Chp.16: Construction Contracts CASBEs Int 1: Q&A No. 3 	
HKAS 12	Income Taxes	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE 18: Income Taxes CASBE IG 18: Income Taxes CASBE EG Chp.19: Income Taxes CASBEs Int 1: Q&A No. 9 CASBEs Int 4: Q&A No. 5 	
HKAS 16	Property, Plant and Equipment	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE 4: Fixed Assets CASBE 7: Exchange of Non-Monetary Assets CASBE IG 4: Fixed Assets CASBE IG 7: Exchange of Non-Monetary Assets CASBE EG Chp.5: Fixed Assets CASBE EG Chp.8: Exchange of Non-Monetary Assets 	
HKAS 17	Leases	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE 21: Leases CASBE IG 21: Leases CASBE EG Chp.22: Leases CASBEs Int 1: Q&A No. 3 	
HKAS 18	Revenue	Effective for annual	<ul style="list-style-type: none"> CASBE 14: 	



HKFRS Number	HKFRS Title	Effective Date	Corresponding CASBE	Note
		periods beginning on or after 1 January 2005	Revenue <ul style="list-style-type: none"> • CASBE IG 14: Revenue • CASBE EG Chp.15: Revenue 	
HKAS 19 (2011)	Employee Benefits	Effective for annual periods beginning on or after 1 January 2013	<ul style="list-style-type: none"> • CASBE 9 (Revised): Employee Benefits • CASBE IG 9 (Revised): Employee Benefits • CASBEs Int 7: Q&A No. 2 	
HKAS 20	Accounting for Government Grants and Disclosure of Government Assistance	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 16: Government Grants • CASBE IG 16: Government Grants • CASBE EG Chp.17: Government Grants • CASBEs Int 3: Q&A No. 4 	
HKAS 21	The Effects of Changes in Foreign Exchange Rates	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 19: Foreign Currency Translation • CASBE IG 19: Foreign Currency Translation • CASBE EG Chp.20: Foreign Currency Translation 	
HKAS 23 Revised	Borrowing Costs	Effective for annual periods beginning on or after 1 January 2009	<ul style="list-style-type: none"> • CASBE 17: Borrowing Costs • CASBE IG 17: Borrowing Costs • CASBE EG Chp.18: Borrowing Costs • CASBEs Int 1: Q&A No. 3 	
HKAS 24 Revised	Related Party Disclosures	Effective for annual periods beginning on or after 1 January 2011	<ul style="list-style-type: none"> • CASBE 36: Related Party Disclosures • CASBE EG Chp.37: Related 	



HKFRS Number	HKFRS Title	Effective Date	Corresponding CASBE	Note
			Party Disclosures	
HKAS 26	Accounting and Reporting by Retirement Benefit Plans	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 10: Enterprise Pension Funds • CASBE IG 10: Enterprise Pension Funds • CASBE EG Chp.11: Enterprise Pension Funds 	
HKAS 27 (2011)	Separate Financial Statements	Effective for annual periods beginning on or after 1 January 2013	<ul style="list-style-type: none"> • CASBE 2 (Revised): Long-term Equity Investments • CASBE IG 2 (Revised): Long-term Equity Investments • CASBEs Int 7: Q&A No. 1 	
HKAS 28 (2011)	Investments in Associates and Joint Ventures	Effective for annual periods beginning on or after 1 January 2013	<ul style="list-style-type: none"> • CASBE 2 (Revised): Long-term Equity Investments • CASBE IG 2 (Revised): Long-term Equity Investments • CASBEs Int 1: Q&A No. 8 	
HKAS 29	Financial Reporting in Hyperinflationary Economies	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 19: Foreign Currency Translation • CASBE IG 19: Foreign Currency Translation • CASBE EG Chp.20: Foreign Currency Translation 	
HKAS 32	Financial Instruments: Presentation	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 37 (Revised): Presentation and Disclosures of Financial Instruments • CASBE IG 37 	



HKFRS Number	HKFRS Title	Effective Date	Corresponding CASBE	Note
			(Revised): Presentation and Disclosures of Financial Instruments <ul style="list-style-type: none"> CASBEs Int 5: Q&A Nos. 2 & No. 4 	
HKAS 33	Earnings per Share	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE 34: Earnings per Share CASBE IG 34: Earnings per Share CASBE EG Chp.35: Earnings per Share CASBEs Int 7: Q&A No. 5 	
HKAS 34	Interim Financial Reporting	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE 32: Interim Financial Reporting CASBE EG Chp.33: Interim Financial Reporting 	
HKAS 36	Impairment of Assets	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE 8: Impairment of Assets CASBE IG 8: Impairment of Assets CASBE EG Chp.9: Impairment of Assets CASBEs Int 3: Q&A No. 1 	
HKAS 37	Provisions, Contingent Liabilities and Contingent Assets	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE 13: Contingencies CASBE IG 13: Contingencies CASBE EG Chp.14: Contingencies CASBEs Int 3: Q&A No. 3 	
HKAS 38	Intangible Assets	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE 6: Intangible Assets CASBE 7: Exchange of Non-Monetary Assets CASBE IG 6: Intangible Assets 	



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			<ul style="list-style-type: none"> • CASBE IG 7: Exchange of Non-Monetary Assets • CASBE EG Chp.7: Intangible Assets • CASBE EG Chp.8: Exchange of Non-Monetary Assets 	
HKAS 39	Financial Instruments: Recognition and Measurement	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 12: Debt Restructurings • CASBE 22: Financial Instruments: Recognition and Measurement • CASBE 23: Transfer of Financial Assets • CASBE 24: Hedging • CASBE IG 12: Debt Restructurings • CASBE IG 22: Financial Instruments: Recognition and Measurement • CASBE IG 23: Transfer of Financial Assets • CASBE IG 24: Hedging • CASBE EG Chp.13: Debt Restructurings • CASBE EG Chp.23: Financial Instruments: Recognition and Measurement • CASBE EG Chp.24: Transfer of Financial Assets • CASBE EG Chp.25: Hedging • CASBEs Int 1: Q&A No. 5 & No. 8 • CASBEs Int 3: Q&A No. 2 • CASBEs Int 4: 	



HKFRS Number	HKFRS Title	Effective Date	Corresponding CASBE	Note
			<ul style="list-style-type: none"> Q&A No. 9 • CASBEs Int 5: Q&A No. 2, No. 3 & No. 4 • CASBEs Int 7: Q&A No. 5 	
HKAS 40	Investment Property	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 3: Investment Property • CASBE 7: Exchange of Non-Monetary Assets • CASBE IG 3: Investment Property • CASBE IG 7: Exchange of Non-Monetary Asset • CASBE EG Chp.4: Investment Property • CASBE EG Chp.8: Exchange of Non-Monetary Assets 	
HKAS 41	Agriculture	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBE 5: Biological Assets • CASBE IG 5: Biological Assets • CASBE EG Chp.6: Biological Assets 	
HK(IFRIC) – Int 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	Effective for annual periods beginning on or after 1 September 2004	<ul style="list-style-type: none"> • CASBEs Int 6: Q&A No. 1 	
HK(IFRIC) – Int 2	Members' Shares in Co-operative Entities and Similar Instruments	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> • CASBEs Int 2: Q&A No. 1 	
HK(IFRIC) – Int 4	Determining whether an Arrangement contains a Lease	Effective for annual periods beginning on or after 1 January 2006	<ul style="list-style-type: none"> • CASBE EG Chp.22: Leases 	
HK(IFRIC) –	Rights to Interests	Effective for annual	<ul style="list-style-type: none"> • CASBEs Int 2: 	



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Int 5	arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	periods beginning on or after 1 January 2006	Q&A No. 1	
HK(IFRIC) – Int 6	Liabilities arising from Participating in a Specific Market – Waste Electrical and Electronic Equipment	Effective for annual periods beginning on or after 1 December 2005	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(IFRIC) – Int 7	Applying the Restatement Approach under HKAS 29 Financial Reporting in Hyperinflationary Economies	Effective for annual periods beginning on or after 1 March 2006	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(IFRIC) – Int 9	Reassessment of Embedded Derivatives	Effective for annual periods beginning on or after 1 June 2006	<ul style="list-style-type: none"> CASBE EG Chp.23: Financial Instruments: Recognition and Measurement 	
HK(IFRIC) – Int 10	Interim Financial Reporting and Impairment	Effective for annual periods beginning on or after 1 November 2006	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(IFRIC) – Int 12	Service Concession Arrangements	Effective for annual periods beginning on or after 1 January 2008	<ul style="list-style-type: none"> CASBE EG Chp.15: Revenue CASBEs Int 2: Q&A No. 5 	
HK(IFRIC) – Int 13	Customer Loyalty Programmes	Effective for annual periods beginning on or after 1 July 2008	<ul style="list-style-type: none"> CASBE EG Chp.15: Revenue 	
HK(IFRIC) – Int 14	HKAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	Effective for annual periods beginning on or after 1 January 2008	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(IFRIC) – Int 15	Agreements for the Construction of Real Estate	Effective for annual periods beginning on or after 1 January 2009	<ul style="list-style-type: none"> CASBE EG Chp.16 Construction Contracts CASBEs Int 3: Q&A No. 6 	
HK(IFRIC) – Int 16	Hedges of a Net Investment in a Foreign Operation	Effective for annual periods beginning on or after 1 October 2008	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	

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HK(IFRIC) – Int 17	Distributions of Non-cash Assets to Owners	Effective for annual periods beginning on or after 1 July 2009	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(IFRIC) – Int 18	Transfer of Assets from Customers	Effective for transfers of assets from customers received on or after 1 July 2009	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(IFRIC) – Int 19	Extinguishing Financial Liabilities with Equity Instruments	Effective for annual periods beginning on or after 1 July 2010	<ul style="list-style-type: none"> CASBE Chp.12: Debt Restructurings CASBEs Int 5: Q&A No. 6 	
HK(IFRIC) – Int 20	Stripping Costs in the Production Phase of a Surface Mine	Effective for annual periods beginning on or after 1 January 2013	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(IFRIC) – Int 21	Levies	Effective for annual periods beginning on or after 1 January 2014	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(SIC) – Int 10	Government Assistance – No Specific Relation to Operating Activities	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(SIC) – Int 15	Operating Leases – Incentives	Effective for lease periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBEs Int 1: Q&A No. 3 	
HK(SIC) – Int 25	Income Taxes – Changes in the Tax Status of an Enterprise or its Shareholders	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(SIC) – Int 27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE EG Chp.22: Leases 	
HK(SIC) – Int 29	Service Concession Arrangements: Disclosures	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	
HK(SIC) – Int 31	Revenue – Barter Transactions Involving Advertising Services	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBE EG Chp.15: Revenue 	
HK(SIC) – Int 32	Intangible Assets – Web Site Costs	Effective for annual periods beginning on or after 1 January 2005	<ul style="list-style-type: none"> CASBEs Int 2: Q&A No. 1 	