



MEMBERS' HANDBOOK

Update No. 322

(Issued 25 February 2025)

This Update relates to the issuance of *Contracts Referencing Nature-dependent Electricity* (Amendments to HKFRS 9 *Financial Instruments* and HKFRS 7 *Financial Instruments: Disclosures*) in Volume II of Members' Handbook.

The key areas of the amendments include:

- clarifying the application of the 'own-use' requirements;
- permitting hedge accounting if nature-dependent electricity contracts are used as hedging instruments; and
- adding new disclosure requirements to enable investors to understand the effect of these contracts on a company's financial performance and cash flows.

The amendments will become effective for annual reporting periods beginning on or after 1 January 2026. Earlier application of the amendments is permitted.

Document Reference and Title

Instructions

VOLUME II

[Contents of Volume II](#)

Discard existing pages i to v and replace with the revised pages i to v.

Section 2: Standards issued but not yet effective
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AMENDMENTS TO HKFRS/HKAS

[Amendments to HKFRS 9 and HKFRS 7 *Contracts Referencing Nature-dependent Electricity*](#)

Insert Amendments to HKFRS 9 and HKFRS 7 before Amendments to HKFRS 10 and HKAS 28