

## Hong Kong Financial Reporting Standards Update

### Section I. Amended Standards issued that are applicable to December 2021 year-end

Standards affected	New standard and amendments relate to	Members' Handbook
HKAS 39, HKFRS 4, HKFRS 7, HKFRS 9 and HKFRS 16	Interest Rate Benchmark Reform – Phase 2 (amendments)	Update No. 249
HKFRS 16	Covid-19-Related Rent Concessions (amendments) *	Update No. 239

\* Effective for accounting periods beginning on or after 1 June 2020. Earlier application is permitted, including in financial statements – interim or annual – not authorised for issue at 4 June 2020.

### Section II. New and amended Standards, Interpretations and Accounting Guideline issued that are not yet effective, but may be adopted early

Standards affected	New standard and amendments relate to	Members' Handbook	Effective date
Annual Improvements Project	Annual Improvements to HKFRSs 2018-2020 (amendments)	Update No. 240	Accounting periods beginning on or after 1 January 2022
HKFRS 3, HKAS 16 and HKAS 37	Narrow-scope amendments (amendments)	Update No. 240	Accounting periods beginning on or after 1 January 2022
HKFRS 16	Covid-19-Related Rent Concessions beyond 2021 (amendments)	Update No. 258	Accounting periods beginning on or after 1 April 2021. Earlier application is permitted, including in financial statements – interim or annual – not authorised for issue at 9 April 2021
AG 5 (revised)	Revised Accounting Guideline 5 <i>Merger Accounting for Common Control Combinations</i>	Update No. 252	Common control combinations that occur on or after the beginning of the first annual reporting period beginning on or after 1 January 2022
HKAS 1	Classification of Liabilities as Current or Non-current (amendments)#	Update No. 243	Accounting periods beginning on or after 1 January 2023
HKFRS 17	Insurance Contracts (new standard)	Update No. 211	Accounting periods beginning on or after 1 January 2023
HKFRS 17	Amendments to HKFRS 17	Update No. 247	Accounting periods beginning on or after 1 January 2023
HK Int 5 (2020)	Hong Kong Interpretation 5 (2020) Presentation of Financial Statements – <i>Classification by the Borrower of a Term Loan that Contains a Repayment on Demand Clause</i> (HK Int 5 (2020))	Update No. 248	HK Int 5 (2020) was revised as a consequence of the Amendments to HKAS 1 (Update No. 243) and should only be applied when an entity applies the Amendments to HKAS 1. See Amendments to HKAS 1 (Update No. 243) for effective date and related note.
HKAS 1 and HKFRS Practice Statement 2	Disclosure of Accounting Policies (amendments)	Update No. 259	Accounting periods beginning on or after 1 January 2023
HKAS 8	Definition of Accounting Estimates (amendments)	Update No. 259	Accounting periods beginning on or after 1 January 2023
HKAS 12	Deferred tax related to assets and liabilities arising from a single transaction (amendments)	Update No. 262	Accounting periods beginning on or after 1 January 2023
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

# In June 2021, the IASB decided to propose further amendments to IAS 1 (which was subsequently issued in November 2021 with a comment deadline of 21 March 2022) and to defer the effective date of this amendments to no earlier than 1 January 2024.