



MEMBERS' HANDBOOK

Update No. 22

(Issued November 2005)

<u>Document Reference and Title</u>	<u>Instructions</u>	<u>Explanations</u>
<u>VOLUME II</u>		
<u>Contents of Volume II</u>	Replace contents pages i, ii & iv with revised contents pages i, ii & iv	Revised contents pages
HONG KONG ACCOUNTING STANDARDS (HKAS)		
<u>HKAS 1 Presentation of Financial Statements</u>	Replace pages 37 and 38 with revised pages 37 and 38.	Revised Pages — Note 1
<u>HKAS 16 Property, Plant and Equipment</u>	Replace page 19 with revised page 19, insert page 19A after page 19 and replace page 20 with revised page 20.	Revised Pages — Note 2
<u>HKAS 27 Consolidated and Separate Financial Statements</u>	Replace pages 9 and 11 with revised pages 9 and 11.	Revised Pages — Note 1
<u>HKAS 40 Investment Property</u>	Replace pages 15 and 16 with revised pages 15 and 16.	Revised Pages — Note 2
HONG KONG FINANCIAL REPORTING STANDARDS (HKFRS)		
<u>HKFRS 3 Business Combinations</u>	Replace pages 24, 26, 27 and 55 with revised pages 24, 26, 27 and 55	Revised Pages — Note 1
ACCOUNTING GUIDELINES (AG)		
<u>AG 5 Merger Accounting for Common Control Combinations</u>	Insert these pages after AG 1	New Accounting Guideline — Note 3

- Notes:
- (1) The revisions are to restrict the application of the special provisions for Hong Kong incorporated companies currently existed in HKAS 27 and HKFRS 3 (“special provisions”) to annual periods beginning before 1 January 2006 as a consequence of the Companies (Amendment) Ordinance 2005. Companies that have previously applied the special provisions should restate the comparative amounts for prior periods presented in the financial statements prepared for an annual period beginning on or after 1 January 2006 as if the special provisions had not been applied.
 - (2) The revisions are to include the new transitional provisions for those entities that have previously taken advantage of the exemptions under SSAP 13 *Accounting for Investment Properties* and SSAP 17 *Property, Plant and Equipment* from compliance with their requirements.
 - (3) SSAP 27 *Accounting for Group Reconstructions* was withdrawn on 24 November 2005. Accounting Guideline 5 sets out the basic principles and procedures of merger accounting when recognising a common control combination.