

# GROUP ACCOUNTING – THE ECONOMIC ENTITY MODEL UNDER MFRS 3 & MFRS 10



**Date: November 1 & 2, 2022 (Tuesday & Wednesday)**  
**Time: 09:00 a.m. – 05:00 p.m.**



**Fee: MICPA & CA ANZ Member / Approved Training Organisation (ATO):- RM600.00**  
**Non-Member:- RM800.00**

## Introduction

When an acquirer obtains control of a business either by a direct or indirect acquisition will apply IFRS 3 Business Combinations. Such business combinations are accounted for using the 'acquisition method', which generally requires fair valuation of identifiable assets and liabilities acquired at acquisition date.

### Day 1

- Introduction to MFRS 11, MFRS 3 (revised) and MFRS 127 (revised)
- Principles Underlying These Revised Standards – Scope and Objectives
- Post-Combination Accounting
  - Elimination of Intercompany Transactions
  - Concept of Elimination of Unrealized Profits in Group Situations
- MFRS 3 - Identifying a Business Combination
- Applying Acquisition Method of Accounting for a Business Combination – Fair Value Adjustments and Goodwill on Consolidation
- Recognising and Measuring Identifiable Assets Acquired and the Liabilities Assumed in a Business Combination
- Accounting for Non-Controlling Interests (NCI) of an Acquiree
- Consolidation Adjustments for a Business Combination
  - Fair Value Adjustments and Related Tax Effects
  - Permanent Adjustments
- Step Acquisition
  - Control Achieved in One or More Transactions
  - Transactions Between Parent and NCI

### Day 2

- Partial Disposals
  - Disposal of a Controlling Interest but Retaining a Non-Controlling Residual Interest
  - Disposal of an Associate or a Jointly Controlled Entity but Retaining a Financial Asset
- Complex Group Structures
- Total Disposal of a Subsidiary
- Dilution of Interest
- Related Standards to Apply
  - MFRS 136 – Impairment of Assets
  - MFRS 5 - Non-Current Assets Held for Sale and Discontinued Operations
- What's New in MFRS 11 – Joint Arrangements
- Recognition Criteria for Interests in Joint Arrangements and Associates
- Equity Method of Accounting

## Speaker's Profile - Ms Oh Ai Sim

MS OH AI SIM is currently a freelance trainer focusing on IFRS/MFRS and International Auditing Standards (ISAs) and IFRS for SMEs/MPERS courses. Ms Oh conducts public courses and in-house courses for corporates and practitioners. She also conducts lectures professional examinations. Ms Oh is a member of MIA and MICPA. She previously spent over 20 years with a big four accounting firm in Malaysia where she was attached to the audit department.