



Five decades of upholding integrity, inculcating professionalism and enhancing quality



Newsletter

The Institute of Chartered Accountants of Pakistan

Governance, Transparency and Service to Members & Students

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MEETING 'N' EVENTS



A group photograph at the Federal Budget Seminar 2011-12 at Karachi

The Federal Budget Seminar 2011-12

The Southern Regional Committee of ICAP organized a seminar on "The Federal Budget 2011-2012" dated 10th June, 2011 at Defence Authority Country & Golf Club. The eminent speakers included Syed Masood Ali Naqvi FCA, Mr. Ebrahim Yaqoob Sidat FCA and S.M. Shabbar Zaidi FCA.

Mr. Khalilullah Shaikh in his welcome address highlighted the importance of the event. On the occasion, Syed Masood Ali Naqvi, Senior Partner, KPMG Taseer Hadi & Co. Chartered Accountants gave a presentation on "Macro Economic Aspects of the Budget". He covered key objectives of Budget 2011-2012 with main emphasis on key challenges and growth framework.

A presentation on "Direct Taxes" was given by Mr. Ebrahim Yaqoob Sidat, Country Managing Partner, Ernst & Young Ford Rhodes Sidat Hyder, Chartered Accountants. In his presentation, Mr. Sidat made an in-depth analysis of the major amendments proposed in Income Tax Ordinance 2001 and also highlighted areas where, despite proposals forwarded from ICAP and business community, no change was made in the statute.

S.M. Shabbar Zaidi, Partner, A. F. Ferguson & Co., Chartered Accountants covered budget amendments proposed in "Indirect Taxes". His presentation covered areas including economic inequality and rebellion, misnomers about IMF / WT, free markets, sales tax, indirect taxes on capital goods, federal excise duty and Sindh Sales Tax on Services Bill 2011 etc.

In his speech as Chief Guest, Mr. Khawar Khurshid Butt, Member, Inland Revenue Services, Federal Board of Revenue gave his views on various tax and economic measures taken by Government of Pakistan. He dilated upon cause of revenue shortage, the uphill task of coming year's revenue target and other policy matters including enhanced focus on effective monitoring of withholding taxes.

The seminar was well attended by over 900 ICAP Members and 300 non members. At the end, Mr. Saad Kaliya, Chairman SRC presented a vote of thanks.



President ICAP Mr. Saqib Masood presenting the Souvenir to Chief Guest, Mr. Khawar Khurshid Butt, Member, Inland Revenue Services, FBR



A view of the audience at the Federal Budget Seminar 2011-12



A photograph at the Pre-Budget Seminar 2011-12 held in Islamabad

Post Budget Seminar in Islamabad

CPD Committee Islamabad/Rawalpindi arranged Post Budget Seminar on June 11, 2011 at Islamabad Club. Mr. Salman Siddique, Chairman FBR was Chief Guest. Mr. Naeem Sheikh, FCA; Mr. Shabbar Zaidi, FCA and Dr. Ashfaque Hasan Khan shared their views with the audience.

Pre-Budget Seminar in Lahore

The Northern Regional Committee organized a **Pre-Budget Seminar (2011 – 2012) on May 14, 2011**, Saturday at Royal Palm Golf & Country Club, Lahore.



Mr. Naeem AKhtar Sheikh addressing at the Pre-Budget Seminar 2011-12

The Chief Guest of the seminar was Dr. Hafeez A. Pasha, Former Federal Minister for Finance and Economic Affairs with Mr. Saqib Masood, President ICAP and Mr. Mohammad Abdullah Yusuf as the Guests of Honor. The speaker, Mr. Naeem Akhtar Sheikh, FCA delivered his presentation on Direct & Indirect Taxes. The presentation was appreciated by the audience followed by an interactive question answer session. Mr. Faisal Iqbal Khawaja, FCA, Chairman, Northern Regional Committee did a commendable job as the Master of Ceremony. It was an overwhelming session which was well attended by members and non members.

18th Conference of the Confederation of Asian and Pacific Accountants (CAPA)

CPA Australia and the Institute of Chartered Accountants in Australia (ICAA) is hosting **18th Conference of the Confederation of Asian and Pacific Accountants (CAPA) from September 6-8, 2011**. The CAPA Conference 2011 incorporates CPA Congress 2011 in Brisbane and the Institute of Chartered Accountants in Australia's Queensland Business Forum 2011. The program will bring together a unique pool of influential thinkers, eminent accounting professionals and accomplished business and finance leaders from around the world.

The Conference website is available at www.capaconference2011.com contains all details about the program, accommodation, visa applications, etc. You can register for the event by downloading the Registration Form from the website. Accommodation bookings can also be made via an online portal accessible from the website.

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The picture published in newsletter of April 2011 appeared with the wrong caption "A group photograph on the occasion of CA Award Ceremony held in Islamabad" to be read as "held in Karachi"



Certificate Distribution Ceremony at ICAP Islamabad

To appreciate the efforts of ICAP-Islamabad staff and volunteers for organizing the successful event of Golden Jubilee Inaugural Ceremony, a certification distribution ceremony was organized at ICAP House, Islamabad on Friday 27 May, 2011.

Chairman Golden Jubilee Celebrations Subcommittee, Mr. Abdullah Yusuf and other members of the committee were also present in the ceremony. Mr. Abdullah Yusuf explained the efforts of ICAP for better learning opportunities of students and also lauded their active participation in ICAP's events.



A picture on the occasion of Certification Distribution Ceremony

Mr. Jamal Khan, Advisor ICAP also appreciated the team of ICAP staff and volunteers for their effort. In the end certificates were distributed among volunteers and ICAP staff members. The ceremony was followed by Hi-Tea.

Representation in International Events / Programs

- Mr. Yacoob Suttar visited Melbourne, Australia to Attend Professional Accountants in Business (PAIB) Meeting from 08-14 May 2011, organized by IFAC.
- Mr. Syed Muhammad Shabbar Zaidi visited to Vienna, Austria to attend the Professional Accountancy Organization Development Committee (PAODC) Meetings from 16-17 May 2011, organized by IFAC.

- Mr. Saqib Masood and Mr. Rafaqatullah Babar visited Seoul, Korea to attend the CAPA Conference, Committee and Board Meetings from 20-21 May 2011, organized by Korean Institute of Certified Public Accounts (KICPA).
- Mr. Hafiz Muhammad Yousaf and Mr. Rashid Rahman Mir visited to Bali Island, Indonesia to attend the Asian Oceanic Standard Setters Group (AOSSG) Meeting from 23-26 May 2011, organized by The Indonesian Accounting Standards Board (DSAK).

Seminar on The New Accounting Model for Financial Instruments under IFRS 9

A seminar on "The New Accounting Model for Financial Instruments under IFRS 9" was held on Thursday, May 12, 2011. Mr. Arslan Khalid, Partner Assurance, Ernst & Young Ford Rhodes Sidat Hyder, was invited as the speaker of the seminar, and Syed Asad Ali Shah, Partner, M. Yousuf Adil Saleem & Co., Chartered Accountants chaired the session. The speaker highlighted the key aspects of IASB's project which will ultimately replace IAS 39. The session also focused on the new accounting model for the classification and measurement of financial instruments as prescribed

under IFRS 19 and its likely impact on business. There was an overwhelming response as the seminar was attended by 206 members and 33 non members.



A group photograph at the seminar on "The New Accounting Model for Financial Instruments under IFRS 9"

Career Counseling and Grooming Session

The Southern Regional Committee of ICAP organized a session on Career Counseling and Grooming which was held on Wednesday, June 08, 2011. The objective of the program was to prepare and guide young members on how to choose a career, direction and right employer. Furthermore, tips on how to prepare for an interview and conduct oneself in the current competitive environment were also shared with the participants. Mr. Shakeel Mapara, Director Human Resources, Sanofi-Aventis Pakistan, a renowned trainer and HR expert, led the session while Ms. Onaiza Khan, HR Manager, Sanofi-Aventis, provided insight on how to project a positive professional image. A large number of young members attended the programme. Mr. Abdul Rahim Suriya, past President, ICAP presented vote of thanks to speakers and young CAs. He specially thanked the management of Sanofi Aventis Ltd. for offering and rendering this service free of charge as a part of their CSR services



A group photograph at the Seminar on Career Counseling and Grooming

Fraud Prevention in the Workplace

A seminar on "Fraud Prevention in the Workplace" was held on Monday, May 09, 2011 with the collaboration of Terrabiz. The speaker of the seminar Mr. Simon Padgett, Forensic Accountant and Group Head Risk & Internal Audit, Al Fahim Group, Abu Dhabi, UAE, highlighted the types of fraud hitting businesses, the fraud triangle, profiling the fraudster etc. The seminar was attended by 133 members and 43 non members.

Seminar on "ISA 560-Subsequent Events & ISA 570 - Going Concern" in Multan

The CPD Committee Multan organized a seminar on "ISA 560 – Subsequent Events & ISA 570 – Going Concern" on May 20, 2011, Friday at ICAP Multan Office. Mr. Syed Mushtaq Hussain Bukhari – FCA from Multan came as the Chief Guest. The seminar was conducted by Mr. Faisal Iqbal Khawaja, Chairman, Northern Regional Committee (NRC). The members of ICAP, ICMAP and senior students of the profession attended the seminar.

Mr. Faisal Iqbal Khawaja emphasized on practical examples of reputable business groups and industries in his seminar. He explained the role of the statutory auditors was viewed to be most vital in the scenario of subsequent events from the date of signing financial statements and assumptions of going concern. Mr. M. Younis Ghazi Chairman CPD Committee Multan presented mementos to the speaker at the conclusion of seminar.

Seminar on "ISA 560 - Subsequent Events & ISA 570 - Going Concern" in Faisalabad

The CPD Committee Faisalabad was organized a seminar on May 13, 2011 in the premises of ICAP Faisalabad on "ISA 560 - SUBSEQUENT EVENTS & ISA 570 - GOING CONCERN" under the guidance of CPD Committee Chairman, Mr. Hamid Masood, FCA. The speaker Mr. Faisal Iqbal Kawaja, FCA, Chairman, Northern Regional Committee, shared his views and experiences with the audience. ICAP Members and students participated with zeal and zest, followed by a question answer session.



Mr. Liaqat Ali Panwar presenting the mementos to Mr. Faisal Iqbal Khawaja at the Seminar on ISA 560 & 570

Update on Recognition of ICAP Members by the Canadian Institute of Chartered Accountants (CICA)

On June 8, 2011, about 20 members of the Institute of Chartered Accountants of Pakistan (ICAP) met in Toronto with Mr. Pervez Muslim, a Council member and member of the Overseas Coordination Committee (OCC) of ICAP. Mr. Muslim apprised the members about the work done by ICAP towards recognition of ICAP qualification by CICA and the provincial Institute like the Institute of Chartered Accountants in Ontario (ICAO).

Mr. Muslim informed the members that ICAP formally applied to CICA for recognition of its qualification in March 2010. CICA had informed ICAP that the process of approval would take at least 2 years to complete.

In January 2011, CICA asked for certain information which ICAP provided in May. Currently, the CICA is carrying out a desktop review which will be forwarding a detailed review. In October this year, the CICA team will make a presentation to the International Qualifications Appraisal Board (IQAB) of Canada on their review of the ICAP qualification. It is expected that if all goes well a final decision may be made by spring of 2012.

Mr. Muslim also said that he had informed CICA that Management Committee of ICAP Chapter Canada may be kept in the loop of communication between the two institutes. He also said that a regular meeting will be held between the Canadian Chapter and the OCC to discuss this and any other issues.

The members in attendance were quite pleased to hear the effort and follow up on this initiative by ICAP, and thanked Mr. Pervez Muslim for his dedication and support in the matter. The members offered their full assistance and support through the ICAP Canadian Chapter.

On Sharing of Observations noted during QCRs

The Southern Regional Committee (SRC) of the Institute organized an SMP Workshop on Sharing of Observations noted during QCRs at ICAP Karachi on May 26, 2011. Mr. Shahid Hussain FCA, Director Quality Assurance and Mr. Zulfiqar Ali Sheikh, Senior Manager Quality Assurance were the workshop facilitators.

The Workshop was attended by a large number of practicing members who asked number of questions and sought clarification with regard to improving their working papers files and audit quality. Similar programs are also being planned in other cities.

Workshop on Negotiation Skills

Workshop on "Negotiation Skills" on Saturday, May 28, 2011 was conducted by Mr. Khalid Perwez Raja, a seasoned H.R. Professional. The interactive session included presentations on topics like; styles, types and steps of negotiation, the negotiator's dilemma, initiating and sustaining cooperative negotiation, etc.

The participants enjoyed learning through role plays, case studies and exercises on the subject. The workshop was well attended by members and non members.

Seminar on Corporate Governance

A CPD session was organized and held on Thursday, May 26, 2011 at Professional Academy of Commerce (PAC) Peshawar.

The speaker Mr. Mubarak Ali, Senior Faculty Member of PAC emphasized the role of Corporate Governance (CG) in today's business environment. He explained that to ensure transparency in corporate arena, good principles of CG focuses generally on publicly traded companies with the view to help governments improve the legal, institutional and regulatory framework that relate to CG. He added that CG provide practical guidance and suggestions for relevant entities such as stock exchanges, investors, corporations, and other entities that play a part in the process of developing good corporate governance. Mr. M A Shahid, FCA, Chairman CPD Committee presented memento to the speaker at the conclusion of seminar.

MEMBERS NEWS

Council's Decisions

The following decisions on professional misconduct were taken by the Council at its 224th meeting held on March 5, 2011:

Member Reprimanded with Name:

It was noted that Mr. Mushtaq Akbar, FCA [R-2358] committed following serious non-compliances of standards while conducting the audit of financial statements of a listed company for the year ended June 30, 2007:

- i) As per the requirement of paragraph 2 of International Standard on Auditing (ISA) 500 (Audit Evidence), the auditor should obtain sufficient appropriate audit evidence to be able to draw reasonable conclusions on which to base the audit opinion, however:
 - a) It was observed that no confirmation was received from the legal advisor.
 - b) Ageing analysis for debtors was not prepared. It was noted that amounts of certain debtors have been outstanding for several years, whereas, no provision was made in the financial statements.
- ii) Internally generated goodwill was recognized in the financial statements in clear violation of the provisions of International Accounting Standard (IAS) 38, Intangible Assets, which calls for modification of the audit report.

The Investigation Committee of the Institute found the member guilty of professional misconduct under:

- i) Clause (3) of Part 4 of Schedule I of Chartered Accountants Ordinance, 1961 for non-compliance of the Council's directives contained in Fundamental Principle 11.6 of the Code of Ethics, according to which a Chartered Accountant in practice is required to carry out professional services in accordance with the requirements of International Accounting Standards, International Standards on Auditing and

relevant legislation i.e. the Companies Ordinance, 1984, and

- ii) Clause (5) of Part 4 of Schedule I of the Chartered Accountants Ordinance, 1961 for committing an act or default discreditable to a member of the Institute.

The Council after deliberations concurred with the findings of the Investigation Committee and found Mr. Mushtaq Akbar guilty of professional misconduct under Clause (3) and Clause (5) of Part 4 of Schedule I of the Chartered Accountants Ordinance, 1961 and decided to reprimand Mr. Mushtaq Akbar, FCA with name.

Removal from Register of Members:

The Institute was informed that Mr. Sohail Ayaz, ACA [R-3244] has been convicted by a Competent Court for an offence involving moral turpitude. The Council of the Institute has deliberated the matter and concurred with the conclusions reached by the Investigation Committee and decided to remove the name of Mr. Sohail Ayaz from the Register of Members of the Institute for a period of five years under section 8(v) of the Chartered Accountants Ordinance, 1961.

Election of the Managing Committee of ICAP Overseas Chapter - Kingdom of Saudi Arabia

Under the ICAP Overseas Chapters Guidelines, the Institute has received 29 requests for the establishment of ICAP Chapter in Kingdom of Saudi Arabia (KSA) from members who have KSA as their registered professional address. Therefore, Overseas Coordination Committee (OCC) in its meeting held on April 21, 2011 approved the Election of the Managing Committee of ICAP Overseas Chapter-Kingdom of Saudi Arabia. The election will be held through e-balloting during August 03 till 05, 2011. As per schedule the last date of nomination is July 07, 2011. For further details please visit: www.icap.org.pk

Quick Updates

e-IFRS Access on Website

To date 812 members and 141 students have subscribed access of e-IFRS. Members & students interested can also avail this facility by paying Rs. 400/- at any ICAP office.

PERN2 Update

To date 703 members have opted PERN2 facility out of which 314 members are from Northern Region, 279 members from Southern Region and 110 members of Overseas Region. Interested members can visit <http://www.icap.org.pk/web/index.php>. From 13th of June 2011 PERN2 facility for Trainee Students will be activated.

Membership Cards and Discounts Update

To date total 3,186 members cards have been dispatched out of which 1,149 are from Northern Region, 1,581 are from south and 456 are Overseas members.

ICAP Job Portal Update

To date 727 members have registered on ICAP job portal out of which 353 are from Northern Region, 310 from Southern Region and 64 are overseas members.

Video Conferencing

During Month of May, 2011 Thirteen (13) meetings were held through Video Conferencing.

Annual CPD Returns

The current CPD year will be ending on June 30, 2011. Members would be required to submit their returns of CPD activities undertaken during the period July 01, 2010 to June 30, 2011 on CPD Reporting Form given in the Member's Handbook Vol-1 (Reporting Form can also be downloaded from ICAP website www.icap.org.pk). The Form is to be completed and forwarded to the Directorate Continuing Professional Development by July 31, 2011.

Life Membership

Members admitted as Life Members of the Institute in May 2011.

R-2203 Iqbal, Nasir

New Firms

The Institute is pleased to inform that following three firms have been registered:

Name of Firm	City
Khairullah & Co.	Karachi
Abida Kamran & Co.	Lahore
M. Hussnain & Co.	Lahore

Welcome!

New Fellow / Associate Members

Individuals recently admitted as Fellow/Associate Members of the Institute:

Fellow Members

Reg. No.	Name of Member
3554	Ahmad, Irfan
3074	Ahmed, Saeed
3322	Alam, Zulfiqar
3319	Azam, Muhammad
4014	Chughtai, Muhammad Rehan
3707	Farooq, Sheikh Atif
3299	Haroon, Muhammad Sohail
3320	Mirza, Faheem
3271	Mudassar, Adnan
3268	Rasool, Wajahat
2995	Sarwar, Hassan Khurram
3679	Chughtai, Muhammad Zahid

Associate Members

Reg. No.	Name of Member
6481	Aamer
6486	Ahmed, Nabeel Uddin
6477	Amin, Muhammad Furqan
6484	Anzar, Adeel
6479	Ashfaq
6480	Baig, Muhammad Ali
6476	Hanif, Waqas
6478	Inam Ul Haq
6483	Jabbar, Asad
6482	Khan, Hizbullah
6485	Shiekh, Zainiddin Mohd

Benevolent Fund Rules

Revised rules of the Fund have been approved by the Council of the Institute. Revised rules can be viewed or downloaded from the Institute's website www.icap.org.pk

The Management Committee of ICAP Benevolent Fund is pleased to inform you that coverage under group takaful scheme has been enhanced from Rs.2 million to Rs.4 million. The rates of premium for 2011-12 term have been finalized as follows:

Group Takaful (Life Insurance) for Members			
Categories & Premium rates			
TAKAFUL SUM RS.	ANNUAL PREMIUM RATE (RS.)		
	Scheme I	Scheme II	Scheme III
	18 to 59 Yrs.	60 to 64 Yrs.	65 to 69 Yrs.
4 million	15,200	14,000	N/A
2 million	7,600	7,000	N/A
1 million	3,800	3,500	26,640
0.5 million	1,900	1,750	13,320

Mode of payment:

Cash, Cheque, Pay order or D.D. favoring 'ICAP' / ONLINE payment on ICAP Website www.icap.org.pk

Documents required:

- **Health Declaration** [New participants, members over 60 years or those opting for 4 million cover will be required to submit]
- **Nomination Form** [Particulars of self and beneficiary of claim]

Download link: <http://www.icap.org.pk/web/links/320/groupbenefitschemes.php>

Medical Examination:

Upon receipt of Health Questionnaire medical examination may be called from approved medical examiner in exceptional cases. Cost of the medical examination will be borne by *Pak-Qatar Family Takaful Ltd*, the insurers.

Health Care Scheme

A comprehensive health care plan is in place to protect our members as well as their families from the adverse financial impact of any unexpected health hazards.

HOSPITALIZATION COVER

Plans	Plan I	Plan II
Members age	Upto 60	61 to 80
(per person per confinement /ailment)	150,000	150,000
Daily room and board sub limit	5,000	5,000
Major medical care	500,000	500,000
Maternity benefit – Normal delivery	40,000	-
Maternity benefit – C Section	100,000	-
Premium (per annum)		
*Member	5,220	6,380
*Spouse	8,120	6,380
Child (upto 23 years)	2,900	2,900
Child (over 23 years)	5,220	5,220
* prorata premium applicable		

For details about coverage and premium rates, contact: Shakeel Ahmad, Secretary, ICAP Benevolent Fund at bfund@icap.org.pk

HR NEWS

New Hiring

- Ms. Uzma Hayat, ACA has resumed her duties as Senior Manager at ICAP Islamabad w.e.f. May 5, 2011.
- Mr. Haroon Tabraze, FCA has joined ICAP as Director Technical Services at Karachi office from June 03, 2011.
- Mr. Kamran Ahmed has joined ICAP as an Assistant Manager HR & Admin at Karachi office from June 13, 2011.
- Ms. Khawar Najeeb has joined ICAP as an Assistant Manager at Islamabad office from June 14, 2011.

Training and Development

- Ms. Badia Raza, Regional Head - North and Ms. Rabia Khan, Deputy Manager Islamabad attended Business Communication Program organized by LUMS in May 4-6, 2011.
- To improve the work efficiency 10 Staff Members up Manager Level have attended the different job oriented training courses organized by the Pakistan Institute of Management, Karachi and Corvit Systems, Islamabad.

TECHNICAL UPDATE

IFAC UPDATE

IAASB Seeks Global Views on Enhancing the Value of Auditor Reporting

IAASB has released a consultation paper, *Enhancing the Value of Auditor Reporting: Exploring Options for Change*, to obtain views on enhancing the quality, relevance and value of auditor reporting on an international basis.

The consultation paper seeks to determine whether there are common views among users of audited financial statements and other stakeholders about the usefulness of auditor reporting. It describes issues with current financial reporting, including a perceived "information gap," identified by some stakeholders. It then sets out possible options for change and seeks input as to whether such options might be effective in enhancing auditor reporting and the communicative value of the auditor's report.

To access the consultation paper or submit a comment, visit www.iaasb.org/ExposureDrafts.php. Comments on the Consultation Paper are requested by September 16, 2011.

Proposed Predictive Analytics Guidance from IFAC Highlights Importance of Anticipating the Future

The PAIB Committee of the IFAC has issued proposed International Good Practice Guidance titled *Predictive Business Analytics: Forward-Looking Measures to Improve Business Performance* is available at <http://ifac.org/Guidance/EXD-Details.php?EDID=0162> to download and comments.

The guidance is designed to help professional accountants working in commerce, industry, financial services, education, and the public and not-for-profit sectors, as well as their organizations, embrace predictive analytics to achieve better forward-looking performance insights.

IASB UPDATE

IASB and FASB Issue Common Fair Value Measurement and Disclosure Requirements

IASB and FASB have issued new guidance on fair value measurement and disclosure requirements for IFRSs and US GAAP. IFRS 13 applies when another IFRS requires or permits fair value measurements or disclosures about

fair value measurements (and measurements, such as fair value less costs to sell, based on fair value or disclosures about those measurements), except for:

- *share-based payment* transactions within the scope of IFRS 2 *Share-based Payment*
- leasing transactions within the scope of *IAS 17 Leases*
- measurements that have some similarities to fair value but that are not fair value, such as net realisable value in *IAS 2 Inventories* or value in use in *IAS 36 Impairment of Assets*.

IASB Publishes Standards on Consolidation, Joint Ventures and Disclosures

IASB has published following five new and revised standards addressing the accounting for consolidation, involvements in joint arrangements and disclosure of involvements with other entities, effective for annual periods beginning on or after 1 January 2013, with earlier application permitted so long as each of the other standards in the package are also early applied:

IFRS 10 Consolidated Financial Statements

IFRS 10 replaces the consolidation guidance in *IAS 27 Consolidated and Separate Financial Statements* and *SIC-12 Consolidation — Special Purpose Entities* by introducing a single consolidation model for all entities based on control, irrespective of the nature of the investee (i.e., whether an entity is controlled through voting rights of investors or through other contractual arrangements as is common in special purpose entities).

IFRS 11 Joint Arrangements

IFRS 11 introduces new accounting requirements for joint arrangements, replacing *IAS 31 Interests in Joint Ventures*. The option to apply the proportional consolidation method when accounting for jointly controlled entities is removed. Additionally, IFRS 11 eliminates jointly controlled assets to now only differentiate between joint operations and joint ventures.

IFRS 12 Disclosure of Interests in Other Entities

IFRS 12 requires enhanced disclosures about both consolidated entities and unconsolidated entities in which an entity has involvement. The objective of IFRS 12 is to require information so that financial statement users may evaluate the basis of control, any restrictions on consolidated assets and liabilities, risk exposures arising from involvements with unconsolidated structured entities and non-controlling interest holders' involvement in the activities of consolidated entities.

IAS 27 (2011) and IAS 28 (2011)

The requirements relating to separate financial statements are unchanged and are included in the amended IAS 27 *Separate Financial Statements* (2011). The other portions of IAS 27 are replaced by IFRS 10. IAS 28 *Investments in Associates and Joint Ventures* (2011) has been amended for conforming changes based on the issuance of IFRS 10, IFRS 11 and IFRS 12.

ICAP UPDATE**Best Corporate Reports Awards Criteria for 2011**

The Evaluation Committee for the Best Corporate Reports Awards, which is a Sub-committee of the Joint Committee, has revised the criteria for 2011 to enhance the quality of corporate communication. BCR Criteria 2011 is available at the following web links:
<http://www.icap.org.pk/userfiles/file/TechnicalDept/BCRCriteria2011ICAP.pdf>
http://www.icmap.com.pk/pdf/best_corp_report_15062k11.pdf

Best Sustainability Report Award 2011

In order to promote the responsible reporting by companies covering the economic, environment and social performance of the business, the Committee is pleased to announce a new award namely 'Best Sustainability Report Award'. This will be applicable for the companies with accounting period closing in the year 2011. The Criteria for the 'Best Sustainability Report'.

Award is based on the internationally recognized Framework; G3 Guidelines of Global Reporting Initiative (GRI), an international standard on Sustainability Reporting that has also been recognized by the International Federation of Accountants (IFAC). The Criteria is available at the following web links:
http://www.icap.org.pk/userfiles/file/TechnicalDept/sustainability_reportaward.pdf
http://www.icmap.com.pk/pdf/sustain_award_criteria.pdf

SECP UPDATE**SECP Defers Applicability of the Companies Cost Accounting Records (General Order), 2008**

SECP has Deferred the Applicability of the Companies Cost Accounting Records (General Order), 2008 on all the companies engaged in fertilizer, thermal energy, petroleum refining, natural gas, and polyester fiber industries vide SRO 371(1) 2011 dated May 9, 2011. It shall be applicable in the next financial year, starting July 1, 2011. This decision has been taken by the SECP in view of the practical difficulties being faced by companies in these industries.

FBR UPDATE**Incentives for Registration Under the Sales Tax Act, 1990**

A new Clause 45A has been inserted in Part IV of the Second Schedule to the Income Tax Ordinance 2001 vide SRO No.333 (1/2011) dated May 02, 2011, according to which the sellers, suppliers, and service providers who are already registered and the new tax payers who get themselves registered by 30th June, 2011 would enjoy the facility of reduced rate of deduction of withholding tax under Clauses (a) and (b) of Sub-Section (1) of Section 153 at the rate of one percent on local sales, supplies and services provided or rendered to the categories of Sales Tax Zero-Rated taxpayers namely i) textile and articles thereof, (ii) carpets, (iii) leather and articles thereof including artificial leather, (iv) surgical goods; and (v) sports goods.

In case of traders of yarn to the above mentioned categories withholding tax shall not be deducted. However they shall pay minimum tax @ 0.1% on their annual turnover on monthly basis on 30th day of each month and monthly withholding tax statement shall be e-filed under the provisions of Section 165 of the Ordinance.

Further that the provision of Clause (a) of Sub-Section (1) of Section 111 of the Ordinance shall not apply to the amounts credited in the books of accounts maintained for the period ending on the 30th June, 2011, by them.

STUDENTS SECTION

Results of CA Foundation and Intermediate Examinations

The results of CA Foundation and Intermediate Examinations held in Spring (March) 2011 were announced on May 17, 2011.

In the Spring 2011 session 435 students were declared successful in the CA Intermediate Examination as compared to 418 students in the Autumn 2010 session. In the CA Foundation Examination 1,105 students were declared successful in the Spring 2011 session as compared to 1,117 students in the Autumn 2010 session.

Gold Medal:

Mr. Sikandar Iqbal (Roll # 4065933) s/o Muhammad Iqbal has qualified CA Intermediate Examinations and has been awarded Kasbati Memorial Gold Medal for his outstanding performance in Module 'C' & 'D'.

Additional Reading Time of Fifteen Minutes

It has been decided to allow the students additional reading time of fifteen minutes prior to attempting the examination paper. This concession has been granted with immediate effect. Accordingly, the question papers for the morning and the afternoon sessions would be distributed at 9:00 am and 2:00 pm respectively. The blank answer scripts would be handed over 15 minutes later and the examinations would now end at 12:15 pm and 5:15 pm respectively.

All India CA Students Conference 23rd & 24th July, 2011 at Nagpur

Board of Studies of the Institute of Chartered Accountants of India is organizing an All India CA Students Conference to be hosted by the Nagpur Branch of Western India Regional Council and Nagpur branch of Western India CA Students' Association of the ICAI on

23rd and 24th July, 2011 with the theme 'Empowering Excellence' at Rajwada Palace, Mahal, Nagpur.

Students from SAFA member-bodies have been invited to participate at the Conference. The Conference will present the tools, a student needs to stay ahead, stay efficient and be prepared for the challenges posed by the changing environment. It will provide a good opportunity to meet students from all over the country and from SAFA member-bodies and share knowledge and experiences. The ICAI will provide the full hospitality regarding the boarding, lodging, local sight seeing, etc. and free registration to the Conference.

Inter RAET Debate Competition

Soft skills are needed for everyday life as much as they are needed at work. Keeping in mind the increasing trend of organization laying more emphasis on soft skills. ICAP offers its students a platform to develop them.

On July 18, 2011, ICAP is holding its 4th Inter RAET Debate Competitions from 10:00 a.m to 2:00 p.m. Students are free to choose any of the following topics:

- Global Warming is a figment of our imagination
- Evolution and creation – How did Human beings come about
- Is Torture justified for National Security

The duration of each debate would be 06 minutes and the medium of communication will be English only. After the 1st Round short listed students will be asked to participate in an impromptu round and speak for two minutes.

Each RAET can only send two students one for and one against for the same topic. For participation in the competition RAETs are required to send the particulars (Students' Name, CRN, Module, Contact No.) to the following person by 5th July 2011.

City Register with:

Karachi	Ali Jafri, Officer
Lahore	Iram Sultan, Senior Officer
Islamabad	Sonia Iqbal, Officer

TRAINEE STUDENTS PLACEMENTS

Trainee Students Placements are available with Tariq Abdul Ghani & Co. Chartered Accountants, for its Karachi and Islamabad Offices:

173-W, Block 2, PECHS, Karachi-75400 Ph: 34322582-83
House No. 02, Street No. 80, Sector G-6/4, Islamabad Ph: 051-2831322-23

Students may drop their CV at above addresses or send the same vi our website at :
<http://www.tagglobalservices.com/v5/careers.php>

Trainee Students Placements (2-3 Module D Passed Students) are available with Shekha & Mufti, Chartered Accountants, for its Karachi Office.

Interested candidates may send in their resume along with a recent passport size photograph at :
C-253, PECHS, Block-6, Off Shahrah-e-Faisal, Karachi.
Ph: 34392484-45 E-mail: info@shekhamufti.com

Revision Classes for Examinations

Chartered Accountants Students Association (North) [CASA (N)] arranged revision classes for the C.A. students of Model E and F for the upcoming June 2011 examinations. The purpose was to provide students with an opportunity of revising the entire syllabus quickly before examinations and providing guidance to them about the examination techniques. The revision classes were organized in Islamabad on various Saturdays and Sundays from 23rd April to 7th May 2011 and on 14 May 2011 for the paper of Business Finance Decision in Lahore. Experienced teachers were requested to conduct the revision classes in which large number of students participated. The initiative of CASA (N) was greatly appreciated by the students. CASA (N) and requested to continue this practice on regular basis for the benefits of the students.

Golden Jubilee Celebration - Movie Event in Lahore Students

The Students Activity Committee for the Golden Jubilee Celebrations arranged the screening of an action film, **Knight and Day** on May 14th 2011 for the young generation. The film was shown at Cine-Star Lahore which is a modern cinema with the latest facilities. Free refreshments were given to the audience. Almost 400 students watched the movie. Students were thrilled and thoroughly enjoyed the event.

Educational Fair/Counseling Session in Islamabad

ICAP Islamabad participated in an educational fair organized by a local school & college on Thursday 9 June, 2011. Ms. Rabia Khan and Ms. Sonia attended almost 100 students and parents at ICAP information desk in the fair. Students were explained about entry route and exemptions available for A Level students.



CASA(N) - Ashfaq Ahmad Inter Firm Cricket Tournament 2011

Chartered Accountant's Students Association (North) [CASA(N)] arranged CASA(N) - Ashfaq Ahmed Inter Firm Cricket Tournament on 6th and 7th May 2011 at Model Town, Lahore. Twelve teams of Chartered Accountants firms participated in the tournament which proved to be very colourful, competitive and memorable sports activity. Mrs. Nighat Ashfaq inaugurated the tournament. Over 200 students, qualified members and guests turned to watch the matches. The team of A. F. Ferguson & Co. won the tournament after tough competition from the team of S. M. Masood & Co. The Chief Guest of the closing ceremony was Hafiz Muhammad Yousaf V.P North. Besides, Mr. Rashid Rehman Mir, Member Council, Mr. Imran Afzal Former President-ICAP, Mr. Jaffer Hussain, Mr. Aftab Mahmood Butt and other distinguished guests participated in the closing ceremony. Trophies and medals were given to the winning and runner up teams. All of the participants and the guests highly appreciated the arrangement for the tournament and appreciated the efforts of all the office bearers of CASA (N). Muhammad Awais, Chairman CASA-N thanked the chief guest Hafiz Muhammad Yousaf and other members for sparing their valuable time and attending the function, Mrs. Ashfaq Ahmad, Mr. Jaffer Hussain and Tetra Pack Pakistan for their financial support. Mr. Irfan Ilyas and Mr. Laeeq Ahmad Rana, qualified members of CASA-N, Mr. Muhammad Mohsin Secretary CASA-N and other student members for making all arrangements. He also appreciated the sportsman spirit of all students who participated in the tournament in a very disciplined way. Hafiz Muhammad Yousaf in his concluding remarks appreciated the efforts of teams and stressed that such type of extra curricular activities should be conducted on regular bases. He also announced that in coming winter such type of an other tournament will be organized for which the entire funds will be provided by the ICAP. Chairman CASA-N thanked VP north for this announcement.



Members of CASA(N) with Hafiz Muhammad Yousaf(vice president ICAP) and Faisal Iqbal Khawaja(Chairman NRC)



Finalist teams with Hafiz Muhammad Yousaf(vice president ICAP, Faisal Iqbal Khawaja (Chairman NRC), Muhammad Awais (Chairman CASA-N), Irfan Ilyas (Qualified Member CASA-N), Laeeq Ahmad Rana (member CASAN) and Jaffer Hussain (principal PAC)



Hafiz Muhammad Yousaf(vice president ICAP) presenting winner's trophy to the captain of A.F. Ferguson



Members of CASA(N) presenting token of appreciation to Mrs. Nighat Ashfaq

Continuing Professional Development (CPD) Programme

Date	Seminar / Workshop	Speaker / Session Chairman	Venue
Held & Planned			
May 9, 2011	Fraud Prevention in the Workplace	Simon Padgett	Karachi
May 11, 2011	Positive Thinking & Decision Making Power	M. Amanullah Khan	Islamabad
May 12, 2011	The New Accounting Model for Financial Instruments under IFRS 9	Arslan Khalid Session Chairman: Syed Asad Ali Shah	Karachi
May 13, 2011	ISA 560 - Subsequent Events & ISA 570 - Going Concern	Faisal Iqbal Khawaja	Faisalabad
May 14, 2011	Pre-Budget Seminar 2011-2012	Naeem Akhtar Sheikh	Lahore
May 20, 2011	ISA 560 - Subsequent Events & ISA 570 - Going Concern	Faisal Iqbal Khawaja	Multan
May 25-27,2011	3 day Workshop on Financial Analysis with Microsoft Excel & Word	Attiq ur Rehman Hashmi	Multan
May 26, 2011	SMP Workshop on Sharing of Observations Noted During QCRs	Shahid Hussain Zulfikar Ali Sheikh	Karachi
May 26, 2011	Corporate Governance	Mubarak Ali	Peshawar
May 28, 2011	Negotiation Skills	Khalid Perwez Raja	Karachi
June 10, 2011	The Federal Budget 2011-2012	Syed Masoud Ali Naqvi Ebrahim Yacoob Sidat S.M. Shabbar Zaidi	Karachi
June 10, 2011	Importance of Information System Audit	Jafar Hussain	Lahore
June 11, 2011	Post Budget Seminar 2011-2012	Naeem Akhtar Sheikh S.M. Shabbar Zaidi Dr. Salman Siddiqui	Lahore
June 17, 2011	Post Budget Seminar 2011-2012	Naeem Akhtar Sheikh Muhammad Awais	Lahore
June 17, 2011	Financial Instruments (IAS 32, IFRS 7 & IFRS 9)	Kashif Adeel	Multan
June 23, 2011	Internal Audit and Public Sector Management Effectiveness	Javed K Siddiqui Muhammad Jamil Bhatti	Islamabad
June 25, 2011	Financial Analysis with Microsoft Excel-1	Jahanzaib Ismat Malhi	Lahore

JOB OPPORTUNITIES

The client of F.R.A.N.T.S. & Co. Chartered Accountants, Karachi Office, an IPP- Independent Power Project is looking for a Dynamic, Energetic and Social;

1. Chief Executive Officer (CEO), Candidate must be a qualified Chartered Accountant with 10 or more years of experience in diversified industry, with a minimum 3 years of experience as a CEO.
2. Chief Financial Officer (CFO), Candidate must be a qualified Chartered Accountant with 5 or more years of experience in diversified industry, with a minimum 2 years of experience as a CFO or higher post.

Please send your CV along with the latest photograph, mentioning the relevant post in the email subject, along with the reason for applying this post & last Salary/benefits drawn at career.karachi@frants.pk latest by 30 June 2011.

Our client is seeking a qualified Chartered Accountant having 5 to 6 years post qualification experience in a manufacturing concern preferably in Pharmaceutical or FMCG company. He/ she should have experience of:

- standard costing system and should be able to deal with SAP
- presenting business plan
- monitoring manufacturing and purchasing activities
- controlling and compliance function
- providing financial support for CAPEX related projects
- Experience of reporting balance scorecards and reporting financial results

Interested candidates may send in their resume along with a recent passport size photograph at arsuriya.hr@gmail.com or mail to:

A. R. Suriya & Co.
Chartered Accountants
Suit No. 705, Dilkushan Forum, Tariq Road, Karachi.
Tel : 92-213-4303159 (Direct)

Muniff Ziauddin Junaidy & Company is interested in hiring services of fresh Chartered accountants / CA finalist on permanent basis, who have completed their articleship from leading CA firms. The incumbent may directly apply to hr@mzj.com.pk

A leading Accountancy Firm with International affiliation of GGI (Geneva Group International) is looking for an Audit Manager for its Lahore office. Fresh or experienced CA Finalist (preferably from big four) with strong interpersonal communication skills and ability to work in time pressure, may email or send their CVs along with a recent passport size photograph to the following:

Mudassar Ehtisham & Co.,
Chartered Accountants
15-Birdwood Road, Lahore
Email: mudassarehtisham@live.com
Phone: (042)-37500504