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# Newsletter

Governance, Transparency and Service to Members and Students

### contents



# meets & events

# **ICAP Celebrates Independence Day**



celebrating the ceremony of the **72nd Independence Day** with a sense of pride and prestige, The Institute of Chartered Accountants of Pakistan (ICAP) also organised impressive flag hoisting ceremonies in Karachi, Lahore, Islamabad and Peshawar. The Institute's buildings were decorated with vibrant illuminations, national flags, portraits of the national founders, banners and buntings to give a festive look.



#### LAHORE -





KARACHI





**ISLAMABAD** 







The ceremonies were attended by ICAP president, vice presidents, past presidents, Council members and professionals from the fraternity of chartered accountants, finance and business. The ceremony began with the recitation of Holy Quran followed by the National Anthem.

President ICAP Jafar Husain in Lahore, vice president M. Sharif Tabani in Karachi, senior members of ICAP in Islamabad and Peshawar raised the national flags. The

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national anthem and flag hoisting were followed by president ICAP's address to the audience.

In his message president ICAP emphasised on the importance of the Independence day, the role of the Institute and chartered accountants for the development of the country. The president also called for remembering the services of leaders of Pakistan movement and our forefathers who sacrificed their lives for the achievement of our motherland.

# ICAP Council Members Attend SAFA Events in Sri Lanka



President ICAP Jafar Husain attended 59th South Asian Federation of Accountants Board meeting held on July 30, 2019 at Colombo, Sri Lanka. Council members Muhammad Awais, Hina Usmani, M. Sharif Tabani, Ashfaq Yousuf Tola, Muhammad Ali Latif and ex-council member Mohammad Abdullah Yusuf also attended their respective SAFA Committee meetings.



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"igh-quality, transparent financial reporting is fundamental to building trust in the capital markets and to making investment decisions."

The Institute of Chartered Accountants of Pakistan (ICAP) and Institute of Cost and Management Accountants of Pakistan (ICMAP) organised **Best Corporate and Sustainability Report (BCSR) 2018 Awards** at a local hotel on August 20, 2019. More than 40 awards were presented to the best performer companies for good reporting.

The chairman Pakistan Center for Philanthropy, Zaffar A. Khan; acting managing director Pakistan Stock

Exchange (PSX), Muhammad Rafique Umer; CEO Cherat Packaging Limited, Amer Faruque; and CEO Mutual Funds Association of Pakistan, Mashmooma Zehra Majeed, were the guests of honour on the occasion.

President ICAP Jafar Husain, in his speech, said that high quality financial information is important because it influences capital providers and other stakeholders in making informed decisions. He said that information in the annual reports regarding transparency and governance, increases levels of trust and confidence between companies and their shareholders and other stakeholders. He acknowledged that this competition



has brought tremendous improvement in the annual reports of the companies over the period.

The master of ceremony Ahmad Saeed, past president ICAP quoted that "Life as we know it, with all its ups and downs, will soon be over. We will give an accounting to Allah of how we have lived."

Zia ul Mustafa, president ICMAP while speaking on the occasion, said that BCSR Awards are considered a symbol of pride and honour for the corporate sector. The purpose is to recognise their efforts in timely and accurate publication of financial statements in line with the global standards and benchmarks. Since its inception in 2000, these awards have developed a healthy competition among the listed companies and improved their level of compliance with financial reporting standards and code of corporate governance. He gave credit of all these positive developments to the two professional accounting bodies i.e. ICMAP and ICAP who have all along been working together in this direction.

The Evaluation Committee chairman Abdul Rahim Suriya, in his brief presentation, shared his observations about NPOs/NGOs in Pakistan, receiving substantial

amount as zakat and donation but they usually lack in transparency, and usually their annual reports are not published. He suggested Securities and Exchange Commission of Pakistan (SECP) to consider adopting for voluntary compliance of the BCR Criteria, in the preparation of their annual reports, by all listed and public sector companies and NPOs. Further, also recommended to PSX for allowing some weightage in their criteria for the best performing companies.

Fauji Fertilizers Company Limited was declared the overall winner and winner in the category of 'Chemicals & Fertilizers.' Other winners of the Best Corporate Report 2018 awards included Abbot Laboratories (Pakistan) Limited. Al Ghazi Tractors Limited, Cherat Packaging Limited, First Habib Modaraba, Jubilee General Insurance Limited, Kohinoor Textile Mills Limited, Maple Leaf Cement Factory Limited, Mari Petroleum Company Limited and Mirpurkhas Sugar Mills Limited.

Allied Bank Limited, Bank Alfalah Limited, Cherat Cement Company Limited, Engro Fertilizers Limited, First Micro Finance Bank Limited, Gadoon Textile Mills Limited, Hi-tech Lubricants Limited, ICI Pakistan Limited, International Industries Limited, Lucky Cement Limited,

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Pak Elektron Limited, Pakistan State Oil Company Limited, Pakistan Tobacco Company Limited, Sadaqat Limited, Takaful Pakistan, TPL General Insurance and Tri-pack Films Limited, were declared runner-up with second and third positions, under their respective categories.

Merit Certificates were awarded to Aisha Steel Mills Limited, Atlas Honda Limited, Attock Petroleum Limited, Crescent Steel & Allied Products Limited, Gul Ahmed Textile Mills Limited, International Steels Limited, Mughal Iron & Steel Industries Limited, Pakistan Cables Limited, Pakistan Oilfields Limited, Shahid Afridi Foundation and The Citizens Foundation.

For Best Sustainability Report (BSR) award, first position was secured by **Fauji Fertilizers Company Limited**. Runners up for BSR were ICI Pakistan Limited and Sadaqat Limited included. Merit Certificates were awarded to Atlas Honda Limited, Attock Refinery Limited, Avenceon Limited, and International Industries Limited.

The event concluded with the vote of thanks by Shehzad Ahmed Malik, chairman Joint Committee of ICAP & ICMAP.

To download the BCSR Awards list, click at: http://www.icap.net.pk/wp-content/uploads/bcr/ Winners-list-of-BCSR-Award-2018.pdf

# **Post Budget Seminar, Multan**



President met members of Multan.

As part of its long standing tradition, the Continued Professional Development (CPD) Committee, Multan of The Institute of Chartered Accountants of Pakistan (ICAP) Northern Regional Committee (NRC) organised a **Post Budget Seminar** on July 6, 2019 at Avari Express Hotel, Multan. Senior business and tax experts discussed

and shared their views on the possible consequences of the 2019-20 budget on the economy of Pakistan.

The seminar was attended by around 100 participants comprising ICAP Council and NRC members, members of Multan Chamber of Commerce & Industry and Tax Bar Association, government officials of Multan regional tax office and students of the Institute.

Jafar Husain, president ICAP graced the occasion as chief guest. Javed Anjum, chairman CPD Committee Multan, commenced the program with his opening remarks. The presenter Muhammad Awais, Council member ICAP, comprehensively gave a presentation on direct taxation. He discussed significant changes in the

budget, appreciated certain proposals and proposed a few changes in the budget 2019-20.

The second presentation on indirect taxation was presented by Asad Feroze, member NRC. He discussed about the amendments proposed in sales tax in budget 2019-20.

A panel discussion of chartered accountants from industry and tax bar associations was also conducted to answer the queries of the participants and shared their views about the budget. The panellists were Talat Javed, member ICAP, Muhammad Younas Ghazi, senior tax expert Multan, Javed Anjum, CFO Mahmood Group, Muhammad Awais and Asad Feroze who

actively participated and answer the questions of the participants.

Jafar Husain thanked the CPD Committee, Multan and NRC to invite him in Multan. He discussed some new developments which were discussed in the Council for the betterment of the Institute's members working in firms and industry. Javed Anjum also thanked the president, Council and NRC members to attend this seminar and grace the occasion. Mehwish Aslam, member ICAP, was the moderator of the event. At the end, the mementos were presented to Jafar Husain and speakers by Talat Javed, Muhammad Younas Ghazi and Javed Anjum. The seminar was followed by dinner.









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# **CA Toastmasters Club, Karachi**



Zaid Kaliya presenting certificates to Shaarif, Safina and Fahim.



CA Toastmasters Club Karachi conducted four meetings every Thursday during July 2019. TM Junaid Saleem hosted the first meeting to celebrate previous club achievements, including the victory of TM Rashid Dastagir and DTM Zaid Kaliya for securing top two positions in the first-ever All-Karachi Speech Contest held in June, the farewell ceremony of outgoing executive committee members of 2018-19 and installation ceremony of new executive committee members of 2019-20. Prepared Speeches segment witnessed outstanding speeches by TM Majid Akhtar, TM Shaarif Khan and MTM Saima Shahzad. The Table Topics segment was conducted by TM Muhammad Tayyab in which members and guests delivered extempore speeches on the theme 'Quotes.' The Best Table Topics Speaker award went to TM Moazzam Irfan. The Evaluation segment was conducted by TM Farhan Qazi who also won the Best Big Four Award for his performance as general evaluator. TM Shaarif Khan won the Best Prepared Speaker award and MTM Nighat Igbal won the Best Prepared Speech Evaluator award.

The second meeting was hosted by TM Humayun in which Prepared Speakers were TM Majid Akhtar, TM Shaarif Khan and TM Rashid Dastagir who delivered

their project speeches. Table Topics segment witnessed great speeches by members and guests on the theme 'Success.' The Evaluation segment was conducted by TM Fahim Kiyani whose general evaluation won him the Best Big Four award. MTM Safina Shahid won the Best Prepared Speech Evaluator award and TM Shaarif Khan won the Best Prepared Speaker award.

The third meeting was hosted by TM Moiz Naeem in which Prepared Speakers included MTM Soomal, TM Saral and TM Rashid Dastagir. A vibrant and innovative Table Topics segment was conducted by MTM Safina Shahid and witnessed some great impromptu discourses by members and guests. Evaluations segment was conducted by TM Saqib in which all aspects of the meeting were evaluated including evaluations of Prepared Speeches. The awards were won by TM Majid Akhtar: Best Prepared Speech Evaluator; MTM Safina Shahid: Best Big Four; TM Arsalan Sattar: Best Table Topics Speaker and TM Rashid Dastagir: Best Prepared Speaker.

The fourth meeting was hosted by TM Arsalan Sattar in which Prepared Speakers MTM Saima Shahzad, MTM Safina Shahid and TM Rashid Dastagir delivered engaging speeches. Table Topics segment witnessed great speeches on the theme 'Friendship.' The Evaluation segment was conducted by TM Junaid Saleem whose performance won him the Best Big Four award. TM Majid Akhtar won the Best Prepared Speech Evaluator award, whereas MTM Safina Shahid won the Best Prepared Speaker award. The meeting ended with concluding remarks by the presiding officer and a group picture.

# **CA Toastmasters Club, Lahore**



Meeting No. 170: New Executive Committee.

Meeting No. 170 of the CA Toastmaster Club, Lahore was organised on July 3, 2019 at the ICAP regional office. The induction ceremony of new Executive Council for the term 2019-20 took place during this meeting.



Meeting No. 170: Outgoing Executive Committee.



Meeting No. 170.

Toastmaster of the meeting was DTM Saif Ali Sheikh whereas, the presiding officer was the president of the club TM Mustafa A. Khan. A standing ovation was given to the outgoing Executive Committee. DTM Zunair Zafar conducted the oath taking ceremony for the newly elected Executive Committee members. The newly elected members included president of the Club, TM Ghulam Abbas; vice president Education, TM Muhammad Asim; vice president Membership, TM Adnan Hameed Khokhar; vice president Public Relations, TM Mudasser Ashfag; secretary, TM Noman Tahir; treasurer, TM Latif Ahmed Sagi; Sergeant at Arms, TM Saad Hassan and expresident of the Club, TM Mustafa Ahmed Khan. The Thinking Practice session was conducted by Table Topic Master, TM Shoaib Waseem, who called various members and guests on stage to speak impromptu on different topics. This session was evaluated by DTM Usman Tahir. Best Table Topic Speaker award was won by Maaz Ullah.

Meeting No. 171 of the CA Toastmaster Club, Lahore was organised on July 17, 2019 at the ICAP regional office. Toastmaster of the meeting and presiding officer was TM Ghulam Abbas. The general evaluator was TM Latif Saqi. The roles of Grammarian, Timer Ah-Counter and Vote Counter were performed by Mudasser Ashfaq, TM Ali Shan, TM Noman Tahir and TM Azam Ali respectively. Three Toastmasters delivered their Prepared Speeches on different topics during the Prepared Speeches session.



Meeting No. 171: Best Speaker, Best Table Topic and Best Evaluator.



Meeting No. 171.

The first speech was delivered by TM Asim Azhar titled 'Ice Breaker: Life' which was evaluated by TM Muhammad Asim. TM Safdar Butt delivered on 'Beginning your speech' which was evaluated by DTM Iftikhar Taj and TM Latif Saqi delivered on 'Let's meet' which was evaluated by TM Safdar Butt. The award for Best Prepared Speaker was won by TM Asim Azhar and Best Evaluator was won by TM Safdar Butt. The Thinking Practice session was conducted by Table Topic Master, TM Faraz Rafiq, who called various members and guests on stage to speak impromptu on different topics. This session was evaluated by TM Anayatullah Khan. The Best Table Topic Speaker award was won by TM Muhammad Asim.

Meeting No. 172 of the CA Toastmaster Club, Lahore was organised on July 31, 2019 at the ICAP regional office. Toastmaster of the meeting was TM Muhammad Asim and presiding officer was TM Ghulam Abbas. The general evaluator was TM Mustafa Khan. The roles of Grammarian, Timer, Ah-Counter and Vote Counter were performed by Mudasser Ashfaq, TM Azam Ali, TM Adnan Khokhar and TM Adnan Ahmad respectively.

Four Toastmasters delivered their Prepared Speeches on different topics during the Prepared Speeches session. The first speech was delivered by TM Mudasser Ashfaq titled 'Leadership styles' which was evaluated by TM Adnan Khokhar. TM Mustafa Khan delivered his project titled 'Promoting your product' which was evaluated by DTM Usman Tahir. TM Ghulam Abbas delivered his project on 'leadership styles' which was evaluated by TM Mustafa Khan and TM Latif Saqi gave his speech titled 'Lahore' which was evaluated by TM Muhammad



Meeting No. 172: Best Evaluator and Best Speaker.



Meeting No. 172.

Asim. The award for Best Prepared Speaker was won by TM Mudasser Ashfaq and Best Evaluator was won by TM Muhammad Asim.

The Thinking Practice session was conducted by Table Topic Master, TM Adnan Khokhar, who called various members and guests on stage to speak impromptu on different topics. The award of the Best Table Topic Speaker was won by Hassan Ghafoor.

The regular meetings of the CA Toastmaster Club are held on alternate Wednesdays of each month. Guests can also join in without any hesitation to witness the proceedings of the meetings."

# **ICAP Toastmasters Club**, **Islamabad**

Meeting No. 75 of ICAP Toastmasters Club, Islamabad was held on July 18, 2019 themed 'Think before speak.' The president of the club, TM Mudassar Ghulam Nabi, welcomed the members and the guests and explained the course of the meeting. TM Malik M. Omair, Toastmasters of the evening, came on stage and gave 'Meticulous' (word of the day) insight into what it means. TM Akhtar Rasool, Table Topic Master, held a session that made the audience anxious and excited all at once.

There were three Prepared Speeches delivered by TM Farwa Fatima, TM Athar Ahmed and TM Zeeshan Saif. The winning speech delivered by TM Athar Ahmed was on predicting the future by Google trends. He elaborated



how useful google trends can be in investing, making future decisions and choosing careers. The general evaluator was TM Mustafa Javaid. TM Yasir Ijaz evaluated the Table Topic session. TM Aneel Peter evaluated TM Farwa Fatima's speech, TM Wazir Muhammad evaluated TM Athar's speech and TM Mudassar Ghulam Nabi evaluated TM Zeeshan's speech. The winners were: Best Table Topic Speaker: TM Aneel Peter; Best Prepared Speaker: TM Athar Ahmed; Best Evaluator: TM Aneel Peter and Best of Big 3: TM Malik M. Omair. In this special meeting, the farewell was given to TM Mustafa Javaid who is moving abroad. Also, shields were distributed to the members of the outgoing executive committee.

Meeting No. 76 of ICAP Toastmasters Club, Islamabad was held on August 1, 2019 themed 'P{urpose of life.' The Toastmasters of the evening was TM Farwa Fatima, who introduced the word of the day, various segments of the meeting and the role players for the session. TM Yasir Ijaz was the Table Topic Master. The first session of Table Topics had almost eight participants. Guests are always encouraged to speak so that they can evaluate their stage confidence.

In the Prepared Speeches session, there were two Prepared Speeches by TM Uzair Altaf and Bilal Raza. Both the speakers had their icebreakers and got standing ovation for their efforts. TM Mudassar Ghulam Nabi delivered an education session 'Successful club series' from Advance Manual to enhance the quality of the meeting and explain the roles and responsibilities of each member adequately. The general evaluator was TM Jamal Ahmad. During this session, TM Athar Ahmed gave his feedback on Table Topics. TM Zeeshan Saif gave his input on the icebreaker by TM Uzair Altaf while TM Aneel Peter evaluated TM Bilal Raza.

At the end of the session, the president, TM Mudassar Ghulam Nabi, made an important announcement for the elections for the vacant positions of VP Education and VP Membership for which elections will be held in the next meeting. The Toastmasters were encouraged to avail the opportunity to harness better leadership skills. The winners were: Best Table Topic Speaker: TM Aneel Peter; Best Prepared Speaker: TM Bilal Raza; Best Evaluator: TM Aneel Peter and Best of Big 3: TM Yasir Ijaz.

### 🗽 overseas news

# Canada Chapter Organised a Session on Canadian Will— - A Legal and Shari'a Perspective





he Canada Chapter of The Institute of Chartered Accountants of Pakistan (ICAP) members organised a session for members and other professionals on the topic Canadian Will - A Legal and Shari'a Perspective on July 27, 2019 at South Fletcher's Sportsplex in Brampton, Ontario.

The session was presented by Shahzad Siddiqui, managing partner Abrahams LLP, a law firm based in Toronto. The session provided general information on how to prepare a Shari'a compliant Canadian will. The discussion also involved an overview of different inheritance scenarios, both under a Shari'a compliant will and a regular will under the laws of Ontario. Muhammad Faisal Saleem, member Continuing Professional Development (CPD) Committee of the Chapter, welcomed the participants, gave the opening remarks and introduced the speaker.

The session was attended by over 30 participants in addition to online participants from outside of the Greater Toronto Area. The participants were engaged and asked several questions from the speakers in the Q&A session that followed the presentation.

The event ended with a vote of thanks by Muhammad Ammar Iftikhar, member CPD Committee of the Chapter. who thanked the speaker and advised the participants of the upcoming events being organised by the chapter, including: A panel discussion on Interview skills and Techniques in August 2019 and Impact of Artificial Intelligence (AI) and Automation on Accounting Job Market in Sep 2019. Following the session, the participants took the opportunity to network with each other.

# **Canada Chapter Organised an Information Session**





The Managing Committee of the Canada Chapter of The Institute of Chartered Accountants of Pakistan (ICAP) members organised an information session on June 24, 2019 in Mississauga, Canada for the members. The session was chaired by Riaz A. Rehman Chamdia, Council member and past president ICAP. Mohammad Nadeem, chairman of the Chapter, welcomed the attendees. The session provided an update to members regarding the matters discussed in the meeting with Chartered



Professional Accountants of Canada (CPA Canada) on June 24, 2019.

Nadeem provided an overview of the programs offered by Chartered Accountants Australia and New Zealand (CA ANZ) and Institute of Chartered Accountants in England and Wales (ICAEW) for chartered accountants of eligible Institutes (including ICAP) to become their member; the Evaluation of Experience (EvE) program previously offered by the legacy Canadian Institute of Chartered Accountants (CICA); reasons of discontinuation of the EvE program; and reasons why any new program similar to EvE is not yet introduced by CICA.

It was briefed that the representatives of CPA Canada mentioned that they will consider exploring a possibility of something similar for ICAP members prior to their landing in Canada but this is just a thought at this time. Riaz Chamdia and Nadeem welcomed the idea but advised that this will mainly help newly designated ICAP members and will not generally help the experienced members.

The members were informed that during the meeting with CPA Canada, Mohammad Awan, vice chairman of the Chapter, drew attention to unavailability of a route for successful EvE writers to obtain a public practice license. Awan and Nadeem also pointed out that it appears that other provinces do have a route available for successful EvE writers to obtain public accountancy license. The representatives of CPA Canada undertook to get an update on this matter and possibly raise this matter in the next meeting of their provincial bodies given that this is a provincial issue.

During the session, the members suggested Chamdia and the Managing Committee that a collective effort may be needed by the South Asian Federation of Accountants (SAFA) countries to convince CPA Canada to expedite the EvE-like pathway for experienced ICAP members. Further, Husain suggested to form a committee in Canada to work on identifying issues faced by ICAP members and to outline a program for submission to CPA Canada.

The suggestions of the members were duly noted and appreciated by Chamdia and the Managing Committee members and it was assured that ICAP and the Chapter will continue to support the members of Canada Chapter in finding a solution to this issue.

# **Good News for ICAP Members Living in Australia and New Zealand**



The Institute of Chartered Accountants of Pakistan (ICAP) members living in Australia and New Zealand can now become a member of Chartered Accountants Australia and New Zealand (CA ANZ) after undertaking the CA ANZ International Pathway Program (IPP) and fulfilling the eligibility criteria.

CA ANZ is the only professional accounting body in Australia registered as a high education provider by the Australian government and regulated by the Tertiary Education Quality and Standards Agency (TEOSA).

Applications for the October intake of CA ANZ International Pathway Program (IPP) are open from August 5, 2019 till September 5, 2019. Important dates for IPP October intake are as follows:

#### ■ Option 1: Sydney Workshop

- Enrolment period: Aug 5, 2019 Sep 5, 2019
- Workshop dates: Oct 12-13, 2019

#### ■ Option 2: Melbourne Workshop

- Enrolment period: Aug 5, 2019 Sep 5, 2019
- Workshop dates: Oct 19-20, 2019

There are just 30 spaces available for each intake, so apply as soon as possible to secure your space. Eligibility criteria applies.

Apply at https://www.charteredaccountantsanz.com/become-a-member/memberships/pathway-for-members-of-overseas-accounting-bodies/international-pathway-program

# member news

Nev	v Fello	w/Associate Members	3.	10228	Abdullah
		welcomes the following fellow and	4.	10229	Shahbaz Rahim
	iate memb	_	5.	10230	Muhammad Zain Ahmed
associ	ate mem	Je13.	6.	10231	Syed Saad Majeed
Fello	w Membe	ere	7.	10232	Noman Ahmed Soomro
	R-No.	Name	8.	10233	Syed Shah Hussain Quadri
5.110		rume	9.	10234	Mehwish Aslam
1.	5354	Ali Asghar Vasnani	10.	10235	Mubeen Faiz Ullah Qureshi
2.	6178	Muhammad Yasir Khan Ghori	11.	10236	Abdul Ghani Bharamchari
3.	2869	Sohail Abdul Aziz Khatri	12.	10237	Usman Waheed
4.	5614	Iram Tayyab	13.	10238	Muhammad Saad
5.	5088	Faisal Bashir	14.	10239	Omar Tahir
6.	5584	Zeeshan Rashid	15.	10240	Zain UI Arfeen
7.	5083	Nisar Ahmed Nisar	16.	10241	Faizan Ahmed Siddique
8.	5637	Shahrukh Tariq	17.	10242	Daniyal Waqar
9.	5128	Umer Rafique Sheikh	18.	10243	Sarah Majid
10.	5525	Jawad Qaisar	19.	10244	Jalal Anwar Brohi
11.	5086	Naeem Ahmed	20.	10245	Hisham Shahid
12.	5173	Abdul Rehman Saeed	21.	10246	Asif Mahmood
13.	5319	Usman Zia	22.	10247	Irfan Ahmed
14.	5558	Atif Khalil	23.	10248	Noman Bin Tariq
15.	5486	Ayaz Ali Shaikh	24.	10249	Usman Shahid
16.	5441	Aakif Hasnat	25.	10250	Ali Raza Lakho
17.	5438	Usman Masood Jadoon	26.	10251	Shamail Shahid
18.	5448	Mirza Muhammad Amir	27.	10252	Syed Mujtaba Hussain
19.	5471	Kaleem Ahmed	28.	10253	Syed Baqar Ali
20.	5634	Muhammad Ali Aslam	29.	10254	Ghazanfar Ahmed Butt
21.	5672	Muhammad Abbas	30.	10255	Farjad Ashfaq
22.	5422	Syed Zia Imam Jaffery	31.	10256	Vikash
23.	5603	Muhammad Wakeel	32.	10257	Syed Babar Shah Bukhari
24.	5465	Syed Zeeshan Haider Taqvi	33.	10258	Rao Muhammad Sohail Nawab
25.	5260	Haroon Khawaja	34.	10259	Umar Javed
26.	5512	Adeel Ahmad	35.	10260	Muhammad Tahir
27. 28.	4019 5591	Faisal	36.	10261	Usman Zulfiqar
26. 29.	5094	Tariq Mehraj Muhammad Adeel Paracha	37.	10262	Zaid Umar
29. 30.	5645	Muhammad Owais	38.	10263	Hina Nawaz Abbasi
30. 31.	5220	Usman Munir	39.	10264	Osama Mahmood
31.	4275	Muhammad Imran	40.	10265	Zeeshan Tariq
33.	5221	Aziz Ahmad	41.	10266	Musa Hayat
34.	3829	Sirajuddin Anwer Mehkeri	42.	10267	Amir Nawaz
35.	6908	Muhammad Nasir	43.	10268	Muhammad Sajid Zia
36.	5081	Mohammad Yasir Khan Kaim Khani	44.	10269	Muhammad Omar Farooq
55.	3001		45.	10270	Fahad Malik
Assoc	iate Mem	bers	46.	10271	Muhammad Usman
	R-No.	Name	47.	10272	Sajid Arfan Tubssum
2.110		<del>-</del>	48.	10273	Arslan Shahid
1.	10226	Syed Kashan Ul Haq	49.	10274	Zohaib Salim
2.	10227	Mahrukh Javed	50.	10275	Ahmed Nazir



51.	10276	Shoais Pervaiz
52.	10277	Muhammad Shahzaib Salman
53.	10278	Ahmed Zamir Khan
54.	10279	Muhammad Idrees
55.	10280	Zainib Batool
56.	10281	Ayesha Batool
57.	10282	Yasir Saeed
58.	10283	Qurat Ul Ain
59.	10284	Arif Hussain
60.	10285	Muhammad Hamza
61.	10286	Muhammad Fahim Islam
62.	10287	Muhammad Iqbal Qureshi
63.	10288	Muhammad Raheel Rafaqat
64.	10289	Mahwish Shabbir
65.	10290	Taimoor Farid
66.	10291	Muhammad Shahmir Hassan Shaikh
67.	10292	Saad Ghauri
68	10293	Muneeb Ahmed

## **Life Members**

The Institute recognised the following members as Life Members:

S. No.	Name	Location
1.	Syed Ahmad (R-0104)	Karachi
2.	Isar Ahmad (R-1509)	Karachi

# **Deceased Members**

The Institute mourns the sad demise of following members:

S. No.	R-No.	Name
1.	0979	Abdul Mateen
2.	0074	Syed Mohammad Noorul Huda

## **New Firms**

The Institute welcomes the following new firms:

S. No.	Name of Firms	Location
1.	Irshad Ullah & Co.	Lahore
2.	M. F. Yaqub & Associates	Islamabad
3.	Jawad & Co.	Lahore
4.	Bharamchari & Co	Karachi
5.	Syed & Co.	Karachi
6.	Ejaz Ahmad & Co.	Karachi

# **Change of Name of Firm**

The Institute recorded the following change of name of firm:

S. No.	Old Name of Firm	<b>New Name of Firm</b>
1.	Haroon Asim Zahid & Co.	Haroon Asim & Co.





# technical update

# **Update:**

## **ICAP**

ICAP requests for comments on IFRS 17 'Insurance Contracts': ICAP vide Circular 4 of 2019 (dated July 16, 2019) has issued invitation for comments on International Financial Reporting Standards (IFRS) 17 'Insurance Contracts.' The International Accounting Standards Board (IASB) issued IFRS 17 in May 2017 and the new standard will supersede IFRS 4 'Insurance Contracts,' effective from January 1, 2022. IFRS 17 is expected to align the insurance accounting and reporting practices and thereby enhance global comparability and quality of financial information. The last date for submitting comments to ICAP, was August 2, 2019.

The circular can be found on the link below: http://www.icap.net.pk/archives/5438

ICAP communicates to its members about launch of communication platform by Ministry of Foregin Affairs: ICAP vide Circular 5 of 2019 (dated August 7, 2019) has informed its members about the launch of platform by Ministry of Foreign Affairs (MOFA), government of Pakistan, for communication of SROs relating to United Nations Security Council (UNSC) 1267 Sanctions.

The circular is available on:

http://www.icap.net.pk/wp-content/uploads/2019/08/ Circular-No-5-of-2019-MOFA-platform-forcommunication-of-UNSC-Sanctions-SROs.pdf

# **Update:**

# Local Corporate Regulatory Framework

**SECP issues draft amendments to Debt Securities Trustees Regulations 2017:** The Securities and Exchange Commission of Pakistan (SECP) vide S.R.O 748(I)/2019 (dated July 5, 2019) proposed draft amendments to Debt Securities Trustees Regulations 2017. In the aforesaid Regulations, in Regulation 7, in sub-regulation (1), the words "and evidence of payment of non-refundable renewal fee of one hundred thousand" shall be deleted.

The SRO can be accessed at:

https://www.secp.gov.pk/document/sro-748-i-2019-notification-of-draft-amendments-to-the-debt-securities-trustees-regulations-2017/?wpdmdl=35354

**SECP issues draft amendments to Share Registrars and Ballotters Regulations 2017:** The SECP vide S.R.O 749(I)/2019 (dated July 5, 2019) proposed draft amendments to Share Registrars and Ballotters Regulations 2017. In the aforesaid Regulations, in Regulation 7, in sub-regulation (1), the words "and evidence of payment of non-refundable renewal fee of twenty-five thousand rupees" shall be deleted and in Form C, the words "and the document evidencing payment of the renewal fee" shall be omitted.

The SRO can be accessed at:

https://www.secp.gov.pk/document/sro-749-i-2019-notification-of-draft-amendments-to-the-share-registrars-and-ballotters-regulations-2017/?wpdmdl=35352

**SECP** issues draft amendments to the Credit Rating Companies Regulations 2016: The SECP vide S.R.O 751(I)/2019 (dated July 5, 2019) proposed draft amendments to Credit Rating Companies Regulations 2016. The amendments include deletion of the words "and receipt evidencing payment of non-refundable processing fee as specified in Schedule I" and deletion of fourth para from Form 1 and Para 3 from Annexure A. Further, schedule 1 of fees has also been changed.

The amendments can be accessed at:

https://www.secp.gov.pk/document/sro751-i-2019-notification-of-draft-amendments-to-the-credit-rating-companies-regulations-2016/?wpdmdl=35356

**SECP** amends Employees Contributory Funds (Investment in Listed Securities) Regulations 2018: The SECP vide S.R.O 856(I)/2019 (dated July 25, 2019) issued the amendment to the Employees Contributory Funds (Investment in Listed Securities) Regulations 2018. The amendment increases the time period for adhering to the investment limits prescribed by the Regulations, from 'one year' to 'three years.'

The SRO can be accessed at:

https://www.secp.gov.pk/document/sro-856i-2019-notification-of-amendments-to-employees-contributory-funds-inv-in-listed-securities-regulations-2018/?wpdmdl=35330



**SECP issues amendments in the Listed Companies** (**Buy-Back of Shares**) **Regulations 2019:** The SECP vide S.R.O 857(I)/2019 (dated July 25, 2019) made amendments to Listed Companies (Buy-Back of Shares) Regulations 2019. Consequent to these amendments in Clause (d) of Regulation 11, the restriction period on buy-back of shares by a purchasing company has been increased from 6 months to 3 years from the last date of subscription by shareholders in respect of further issue of capital. Also, an explanation has been added that such further issue of capital shall not include issue of bonus shares.

#### The SRO can be accessed at:

https://www.secp.gov.pk/document/sro-857i-2019-notification-of-amendments-in-listed-companies-buy-back-of-shares-regulations-2019/?wpdmdl=35332

**SECP** issues amendments in the Fourth and Fifth Schedule of Companies Act 2017: The SECP vide S.R.O 888(I)/ 2019 dated (July 29, 2019) issued amendments in the fourth and fifth schedule of Companies Act 2017. Some of the significant changes are:

#### **Fourth Schedule:**

#### Part 1:

■ In Clause VI(1)(iv) relating to the disclosure of number of employees and average employees employed, the comma and words "separately disclosing factory employees" shall be omitted;

Requirement of following disclosures (Clause VI (2)) in respect of associated companies, subsidiaries, joint ventures or holding companies incorporated outside Pakistan, with whom the company had entered into transactions/agreements during the year have been deleted:

- i) Registered address;
- iv) Name of chief executive officer or principal officer or authorised agent;
- v) Operational status; and
- vi) Auditor's opinion on latest available financial statements.
- In Clause VI, sub clauses 4 and 5 relating to disclosure of any penalty imposed under any law by any authority and summary of significant transactions and events affecting company's financial position respectively, will be omitted.

#### Part 2:

■ In Clause 15, relating to sale of fixed assets, for the words "five hundred thousand rupees, following particulars of each asset" the words "five million rupees, following particulars of each asset, which has book value of five hundred thousand rupees or more" shall be substituted:

- Clause 16 and 17(i), relating to long term investments and loans and advances respectively, shall be omitted; and
- In Clause 21, relating to loans and advances other to suppliers of goods and services, after the words "other than those to", the words "employees as per company's human resource policy or to" shall be added.

#### Part 3:

- For the heading "REQUIREMENTS AS TO PROFIT AND LOSS ACCOUNT," the heading "REQUIREMENTS AS TO STATEMENT OF PROFIT OR LOSS ACCOUNT" shall be substituted:
- In Clause (33), relating to donations, for the expression "Rs. 500,000" the expression "10 per cent of company's total amount of donation or Rs. 1 million, whichever is higher" shall be substituted; and
- Clause 34 relating to management assessment of tax provision shall be omitted.

#### Fifth Schedule:

#### Part 1:

- In Clause V(1)(iii), relating to number of persons employed, the words "separately disclosing factory employees," shall be omitted; and
- Sub clause 3 of Clause V, relating to summary of significant transactions and events affecting company's position, shall be omitted.

#### Part 2:

- In Clause (10), relating to sale of fixed assets, for the words "five hundred thousand rupees, following particulars of each asset" the words "five million rupees, following particulars of each asset, which has book value of five hundred thousand rupees or more" shall be substituted; and
- Clause (11), relating to investments in associated companies and undertakings, shall be omitted;

#### Part 3:

- For the heading "REQUIREMENTS AS TO PROFIT AND LOSS," the heading "REQUIREMENTS AS TO STATEMENT OF PROFIT OR LOSS ACCOUNT" shall be substituted; and
- In clause (27), relating to donation, for the expression "Rs. 500,000" the expression "10 per cent of company's total amount of donation or Rs. 1 million, whichever is higher" shall be substituted.

#### The SRO can be accessed at:

https://www.secp.gov.pk/document/sro-888-i-2019-notification-of-alterations-in-the-fourth-and-fifth-schedules-of-the-companies-act-2017/?wpdmdl=35344

**SECP issues Collateral Management Companies Regulations 2019:** The SECP vide S.R.O 890(I)/2019 (dated July 31, 2019) issues Collateral Management Companies Regulations 2019. These regulations regulate the process for establishment and registration of collateral management company and explains its

scope, duties and responsibilities along with other consequential matters, such as accreditation of warehouses, warehouse receipts, disciplinary procedures, inspection and investigation, etc.

The regulations can be accessed at: https://www.secp.gov.pk/document/sro-890i-2019-notification-of-collateral-management-companies-

regulations-2019/?wpdmdl=35384

Finance Division (Expenditure Wing) GOP issues Public Financial Management Act 2019: The Finance Division (Expenditure Wing) government of Pakistan, through memorandum No. 8(5)-Exp-III/2019-278 dated July 24, 2019 issued Public Financial Management (PFM) Act 2019. The Act has been issued to strengthen the management of public finance and improve the implementation of fiscal policy for better macroeconomic, financial and budget management. Further, in the same memorandum, the office of Financial Advisers' Organisation has been abolished.

**SBP issues updated Prudential Regulations for Agriculture Financing:** State Bank of Pakistan (SBP) issued updated Prudential Regulations (PR) for Agriculture Financing on July 23, 2019. The PR regulates the policy for agricultural financing and defines the process, limits, terms, conditions and restrictions related to agricultural loans.

The updated regulations can be found at: http://www.sbp.org.pk/publications/prudential/index.htm

**SBP issues circular for revision of selected chapters of Foreign Exchange Manual:** State Bank of Pakistan (SBP) vide Foregin Exchange (FE) Circular No. 3 (dated July 16, 2019) has revised the following chapters of the Foreign Exchange Manual:

- 1. Chapter 8 Non-Resident Rupee Accounts
- 2. Chapter 9 Blocked Accounts
- 3. Chapter 11 Dealings in Foreign Currency Notes and Coins, etc. by the Authorised Dealers

The above revised chapters of the FE Manual are being replaced with the existing chapters at the SBP's website which are available at:

http://www.sbp.org.pk/fe\_manual/index.htm

**Audit Oversight Board issues circular for revocation of registration and removal of an audit firm:** The Audit Oversight Board (AOB) has issued a Circular No. 1 of 2019 dated (July 12, 2019) for revocation of registration and removal of an audit firm from the register of audit firms. The updated list of registered audit firms is available on the website of AOB.

The Circular can be accessed at: https://aob.gov.pk/wp-content/uploads/2019/07/Circular-1-2019.pdf

## **Update:**

### **International**

#### **Financial Reporting**

**Webinar on IFRS 9:** The IFRS Interpretations Committee on July 22, 2019 published a webcast summarising Committee's conclusions on presentation of creditimpaired financial asset being subsequently paid in full or no longer being credit-impaired (cured).

Further details of the IFRIC update can be accessed at: https://www.ifrs.org/news-and-events/2019/07/ifrs-9-webinar-curing-of-a-credit-impaired-financial-asset/

**IASB Update:** The July 2019 International Accounting Standards Board (IASB) Update has been published on July 29, 2019 and the work plan has been updated. The topics discussed at the July meeting were:

- SME Standard review and update
- Implementation matters: IFRIC Update
- Classification of Liabilities as Current or Non-current (Amendments to IAS 1)
- Goodwill and Impairment
- Management Commentary
- Business Combinations under Common Control
- Financial Instruments with Characteristics of Equity
- Rate-regulated Activities
- Disclosure Initiative
- Primary Financial Statements
- IBOR Reform and the Effects on Financial Reporting
- Dynamic Risk Management

Further, IASB also met with Financial Accounting Standards Board (FASB) on July 23, 2019. The following matters were discussed:

- Segment reporting
- Primary Financial Statements/Financial Performance Reporting
- Financial Instruments with Characteristics of Equity/ Distinguishing Liabilities from Equity
- IBOR Reform
- Goodwill and Impairment/Identifiable Intangible Assets and Subsequent Accounting for Goodwill
- Disclosure Initiative/Disclosure Framework
- Implementation
  - Revenue
  - Leases

Further details of the IASB update can be accessed at: https://www.ifrs.org/news-and-events/2019/07/july-2019-iasb-update-including-iasb-fasb-joint-meeting-published-and-work-plan-updated/



**IFRS Taxonomy Consultative Group June meeting summary published:** The IFRS Taxonomy Consultative Group June meeting summary was published on August 1, 2019. The topics discussed were:

- Review of supporting materials for the IFRS Taxonomy;
- Strategy for the IFRS Taxonomy;
- The interaction between electronic reporting and the Board's work on the primary financial statements;
- A review of common reporting practice to improve the IFRS Taxonomy content; and
- The interaction between electronic reporting and the Board's work on the review of disclosures

The webcast can be accessed at:

https://www.ifrs.org/news-and-events/2019/08/ifrs-taxonomy-consultative-group-june-meeting-summary-published/

# IASB proposes amendments to IFRS Standards to improve accounting policy disclosures:

The IASB on August 1, 2019 published proposed narrow-scope amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2 Making Materiality Judgements to help companies provide useful accounting policy disclosures to users of financial statements. IAS 1 requires companies to disclose their 'significant' accounting policies. The Board is proposing to replace the reference to 'significant' with a requirement to disclose 'material' accounting policies to clarify the threshold for disclosing information. The Exposure Draft Disclosure of Accounting Policies is open for comment until November 29, 2019.

#### Further details can be found at:

https://www.ifrs.org/news-and-events/2019/08/iasb-proposes-amendments-to-ifrs-standards-to-improve-accounting-policy-disclosures/

# IFRS Foundation publishes Draft Q&A on the IFRS for SMEs Standard published for public comment:

The IFRS Foundation, on August 7, 2019 published Draft Q&A on the IFRS for SMEs Standard (the draft) for public comments. The draft responds to a question from stakeholders about the application of the undue cost or effort exemption for investment property on the date of transition to the IFRS for SMEs Standard.

#### The draft can be accessed at:

https://www.ifrs.org/news-and-events/2019/08/draft-qa-on-the-ifrs-for-smes-standard-published-for-public-comment/

# **Accounting Standards Advisory Forum meeting:** The IFRS Foundation published the meeting summary

of Accounting Standards Advisory Forum (ASAF) on August 12, 2019. The following topics were discussed at the meeting:

- Accounting for Pension Plans with an Asset-return Promise
- Business Combinations under Common Control
- Business Reporting of Intangibles: Realistic Proposals
- IBOR Phase II
- Management Commentary
- Primary Financial Statements
- Update and agenda planning
- Variable and Contingent Consideration

Further details of the meeting can be accessed at: https://www.ifrs.org/news-and-events/2019/08/asaf-meeting-summary-now-available/

**IPSASB Summarises Key Achievements in Biennial Review:** The International Public Sector Accounting Standards Board (Board), on August 5, 2019 published its Biennial Review 'Delivering for the Future,' summarising the Board's successes, challenges, and key outputs during 2017 and 2018.

The major achievements for the Board during 2017 and 2018 were:

- IPSAS 40, Public Sector Combinations;
- IPSAS 41, Financial Instruments; and
- IPSAS 42, Social Benefits.

In addition, the Board approved two major Exposure Drafts (ED) 64, Leases, and ED 67, Collective and Individuals Services and Emergency Relief (Amendments to IPSAS 19).

Further details can be accessed at:

https://www.ifac.org/news-events/2019-08/ipsasb-summarizes-key-achievements-biennial-review

#### **Audit and Ethics**

**IESBA eNews:** The International Ethics Standards Board for Accountants (IESBA) published the eNews for July on July 18, 2019. The following topics are included:

- Speaking Out in the Public Interest
- Role and Mindset Expected of Professional Accountants
- Technology
- Non-Assurance Services
- Fees
- Coordination with IAASB
- Supporting Adoption and Implementation of the Code
- Upcoming IESBA Meetings
- Want to know more?

- Upcoming Outreach and Stakeholder Engagement Activities
- The IESBA CAG Corner

Further details can be found on the link below: https://www.ifac.org/news-events/2019-07/ipsasbenews-july-2019

**IESBA issues Exposure Draft 'Proposed Revisions** to Promote the Role and Mindset Expected of Professional Accountants:' The IESBA issued Exposure Draft (ED) 'Proposed Revisions to Promote the Role and Mindset Expected of Professional Accountants,' on July 31, 2019 for public comments. The ED proposes changes to the IESBA's Restructured Code of Ethics, and is aimed at promoting the role and mindset expected of all professional accountants.

Among other matters, the proposals:

- Highlight professional accountants' wide-ranging role in society and the relationship between compliance with the Code and a professional accountant's responsibility to act in the public interest;
- Include enhancements to the robustuness of the fundamental principles of integrity, objectivity and professional behaviour;
- Further strengthen the Code through requiring professional accountants to have an inquiring mind when applying the conceptual framework; and
- Highlight the importance of being aware of bias and having the right organisational culture.

Comments are requested by October 31, 2019. Furthermore, the IESBA has planned a webinar on September 10, 2019, for creating further awareness on the revisions to the Code proposed in the ED.

Further details can be accessed at:

https://www.ifac.org/news-events/2019-07/global-ethics-board-proposes-changes-promote-role-mindset-expectations; and https://www.ifac.org/news-events/2019-08/join-us-international-webinar-iesba-proposed-changes-

Update:

# TAX

#### **Valuation of Property Revised**

promote-role-and-mindset

The Federal Board of Revenue (FBR) vide SROs ranging from 829 to 848 prescribed the values of immoveable property with respect to 19 metropolises including Islamabad, Karachi and Lahore w.e.f. July 24, 2019. The values have been revised to make them in accordance with transaction value and to discourage parking avenue of black money.

#### **FATF Cell & Directorate Constituted**

The FBR vide its Notification dated July 25, 2019 constituted the Financial Action Task Force (FATF) cell to effectively counter the terror financing carried through currency smuggling. The cell is placed under the responsibility of director general, Directorate General of Intelligence & Investigation and several transfer and posting took place in order to constitute the cell as also provided in the aforementioned notification.

#### **CNIC Condition for Women Buyer Relaxed**

The FBR vide its Sales Tax Circular C. No. 1/2 – STB/2019 dated July 22, 2019 clarifies provision relating to CNIC promulgated by the Finance Act 2019 which required the consumer purchasing goods worth more Rs. 50,000/- to show their CNIC. FBR has relaxes the conditions in case of women if they present CNIC of their father/husband instead of showing their own CNIC.

#### **Powers of Director General International Enhanced**

The FBR vide notification SRO 744(I)/2019 dated July 9, 2019 has enhanced the powers of the Directorate General of International Taxes Operation to impose or reimburse taxes on or from the unrevealed offshore goods and assets owned by overseas Pakistanis, to communicate with overseas tax authorities for the transfer of information as well as to enforce return filing and making assessment.



## **Examination News**

#### **Autumn 2019 Examinations**

Autumn 2019 Certificate in Accounting and Finance (CAF), Writing Skills Test (WST) and Assessment of Fundamental Competencies (AFC) Stage Examinations would be held as per following detail:

Stage	<b>Examination Dates</b>
CAF	September 2-7, 2019
WST	September 6, 2019
AFC	September 22, 2019 (Commencement Date)

Time-Table for CAF Stage Examinations is available at the Institute's website. Exact date and time of AFC Stage Examinations will be communicated to each individual examinee through his/her admit card.

September 2019 19



# **ICAP Observed Kashmir Solidarity Hour**

#### Karachi



#### Lahore & Islamabad



The Institute of Chartered Accountants of Pakistan (ICAP) observed **Kashmir Hour** on August 30, 2019 at all stations to express solidarity with the people of Indian held Kashmir. The Institute's Council, staff and people living nearby came out on roads in large numbers on Friday noon as the country observed Kashmir Solidarity Hour.

The national anthems of Pakistan and Kashmir were also played. A large gathering was addressed by the president ICAP Jafar Husain. The president highlighted that since independence Kashmir issue has been pending and now it's time for the people of Kashmir to have freedom.