

Financial Instruments: Accounting Standards for Treasurers

The new IFRS 9 standard will bring greater transparency on companies risk management activities through increased disclosure requirements and closer questioning of underlying risk management strategies by boards and by capital market participants. Treasurers need to be aware of the impact the changes will have on the market and work with management on how to best manage the message.

Key elements Treasurers must understand about financial instruments related standards (IFRS9/13):

- Classification and measurement: Business model test
- Valuation of financial instruments: IFRS 13 requirements
- Hedging and hedge accounting: New possibilities and how to link the hedge relationships with underlying risk management strategy and objectives
- Impairment: Expected Credit Loss – information required from Treasury (forward looking information and market data)
- Risk management and financial instrument disclosures – how Treasury departments must bring greater support

Learning objectives:

At the end of the session, participants will be able to:

- Understand how Treasurers can achieve the desired financial reporting outcomes for their risk management strategies
- Understand the new opportunities for hedge accounting
- Understand the key elements of IFRS 9 and 13, as well as financial instrument disclosures in particular for risk management activities

Tutors

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Classification and measurement

- Classification and measurement of financial assets under IFRS 9
- Business model test and key accounting policy choices with future implications

Embedded derivatives

- Embedded derivatives - introduction
- Embedded derivatives under IFRS 9 what has changed?

Impairment of financial assets

- Impairment under IFRS 9
- Expected Credit Loss and information from Treasury

Debt vs. Equity

- Definitions
- Compound instruments
- Derivatives on own shares

Hedge accounting

- Hedge accounting under IFRS 9
- New possibilities
- Lessons learned from practice

Fair value measurement

- Definition of a fair value
- Scope
- FV hierarchy

Financial instruments disclosures

- Financial risk management
- Fair value disclosures
- Changes from IFRS (focus on extended risk management disclosure requirements)

Course wrap-up

- Summary of key learnings
- Individual takeaways

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7 CPE credits
for each of these
courses

Level: Intermediate
Delivery method: Group-live
No prerequisites or advanced
preparation required.

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