

# AGRICULTURE: FINANCIAL REPORTING REQUIREMENTS

**KUALA LUMPUR 16 MARCH 2020**

## INTRODUCTION

The amendments to MFRS and MPERS Standards on Agriculture require that biological assets that meet the definition of bearer plants such as fruit trees and oil palm plantations are to be accounted for as PPE. All other biological assets are required to be valued at fair value.

Under MFRS, agricultural produce growing on bearer plants such as fruits and FFB will be also required to be valued at fair value at their various stages of growth, while those under MPERS remain part of the bearer plant until harvested.

Recognising income from agriculture in profit or loss is generally based on fair value changes from growth to maturity and not always from the revenue derived from the sale.

Several examples in Malaysian agricultural accounting practices in accordance with the Standards will be illustrated for easy understanding of this relatively complex financial reporting requirements.

Note - This workshop is related to approved accounting standards as required for the renewal of an approved auditor

## LEARNING OUTCOMES

This workshop assists you to understand

- the concept of biological assets, bearer plants and agricultural produce
- how such assets are accounted for in the financial statements
- the method of measuring agricultural produce created from biological assets at the point of harvest
- the accounting for Government grants relating to agricultural assets
- presentation and disclosure requirements of MFRS 141.

## WHO SHOULD ATTEND

Tax consultants, managers, agents, accountants, advisors, auditors, consultants, directors, CFOs, supervisors and executives

## PRESENTER

Mr J Selvarajah

## EARLY BIRD SPECIAL

Enjoy **10%** savings when you register online at least **one** month before the workshop date.

## EVENT DETAILS

Monday 16 March 2020

### TIME

9.00am – 5.00pm

### VENUE

CPA Australia Seminar Room  
Suite 10.01, Level 10  
The Gardens South Tower  
Mid Valley City  
Lingkaran Syed Putra  
59200 Kuala Lumpur

FEE (inclusive of 6% Service Tax, lunch and tea-breaks)

Member: RM349.80

REP/Member staff:  
RM455.80

Non-member: RM583.00



LEVEL

**COMPETENT**

CLAIM UP TO  
**8 CPD HOURS**



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## KEY TOPICS COVERED

### Scope of MFRS 141 and MPERS Section 34

- Biological assets, bearer plants, agricultural products and products that are the result of processing after harvest
- Application of the Standards on the above
- Key issues in accounting for agriculture

### Definitions

- Clarification of the following terms
  - Agriculture activities, agricultural products
  - Biological assets, bearer plants
  - Biological transformation
  - Group of biological assets
  - Harvest and costs to sell
  - Key issues in understanding the complexities of the above

### Characteristics of Biological Activities

- Agricultural activities cover a diverse range of activities
  - Raising livestock, forestry and annual or perennial cropping
  - Cultivating orchards, plantations and floriculture
  - Aquaculture including fish and prawn farming
- Characteristics of biological activities and key issues
  - Capability to change
  - Management of change
  - Measurement of change

### Results of biological transformation

- Growth
- Degeneration
- Procreation
- Production of agricultural products such as latex, tea leaf, wool, and milk

### Government Grants Relating to Biological Assets

- Government grant related to a biological asset
- Unconditional Government grants and Conditional Government grants
- Illustration of the grants

### Presentation in Financial Statements and Disclosure Requirements

- Description of biological assets
- Nature of activities involving each group of biological assets
- Commitments for the development or acquisition of biological assets and more

### Recognition and Measurement

- Principles of recognition of biological assets, bearer plants and agricultural produce
- Measurement bases
- Treatment of gains and losses
- Measurement of bearer plants and agricultural produce
- Agricultural produce processed after harvest
- Fair value measurement and circumstances where fair values cannot be measured reliably

## SPEAKER'S PROFILE

### MR J SELVARAJAH

J Selvarajah is senior partner of a professional practice, which is a member of an international network of accounting and consulting firms, and he is the network's current Chairman.

He has 49 years of work experience in public practice particularly in external audit and financial reporting for public and private entities, internal audits, corporate governance and risk assessments, company secretarial practice and fraud prevention. He is also internal auditor for several public listed companies on Bursa Malaysia and SMEs'. He has also performed several investigative audits on accounting malpractices, embezzlement and money laundering. He is also actively engaged in SST for the clients of the practice.

J Selvarajah also delivers regular public and in-house seminars and training in Malaysia as well as in the Asean region on Corporate Governance and Risk Management, IFRS, MFRS and MPERS, Malaysian Corporate Tax Impact of MFRS and MPERS, Corporate Tax Issues, Corporate and Financial Fraud Detection, Prevention and Fraud Risk Management, Auditing and Assurance Standards and XBRL. He graduated with a B.Com(Acc) in New Zealand and is a member of the Institute of Chartered Accountants in England and Wales, the Chartered Accountants Australia and New Zealand, CPA Australia, the Malaysian Institute of Accountants, Asean Chartered Professional Accountants, a member of the Chartered Tax Institute of Malaysia and a PSMB (HRDF) Certified Trainer.

# REGISTRATION FORM

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✉ CPA Australia (M) Sdn Bhd (291307-P), Suite 10.01, Level 10, The Gardens South Tower,  
Mid Valley City, Lingkaran Syed Putra, 59200 Kuala Lumpur

☎ +603 2267 3388 📠 +603 2287 3030 @ [cpd.malaysia@cpaaustralia.com.au](mailto:cpd.malaysia@cpaaustralia.com.au)

## 1 PARTICIPANT DETAILS

<b>PARTICIPANT 1</b>	Attending as	<input type="checkbox"/> Member	<input type="checkbox"/> REP / Member staff	<input type="checkbox"/> Non-member
Full name as per I/C <small>(Dato' / Datin / Dr / Mr / Mrs / Ms)</small>	CPA Australia Member ID			
Position	Email*			
Mobile	Special dietary requirements (if any)			
<b>PARTICIPANT 2</b>	Attending as	<input type="checkbox"/> Member	<input type="checkbox"/> REP / Member staff	<input type="checkbox"/> Non-member
Full name as per I/C <small>(Dato' / Datin / Dr / Mr / Mrs / Ms)</small>	CPA Australia Member ID			
Position	Email*			
Mobile	Special dietary requirements (if any)			
<b>PARTICIPANT 3</b>	Attending as	<input type="checkbox"/> Member	<input type="checkbox"/> REP / Member staff	<input type="checkbox"/> Non-member
Full name as per I/C <small>(Dato' / Datin / Dr / Mr / Mrs / Ms)</small>	CPA Australia Member ID			
Position	Email*			
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REP refers to CPA Australia's Recognised Employer Partners. View our partners at [cpaaustralia.com.au/rep](http://cpaaustralia.com.au/rep)

Member staff refers to staff from a CPA member's firm or organisation.

\*Workshop confirmation will be sent to the stated email address.

## 2 CONTACT AND BILLING INFORMATION

Contact Person	Billing Address			
Phone				
Email				
Company Billing Name	State	Postcode		
Business Registration no.	Industry			

## 3 WORKSHOP AND PAYMENT DETAILS

NO.	WORKSHOP TITLE	DATE	LOCATION	PRICE	QTY	FEE (RM)
1						
2						
3						
<b>TOTAL</b>						RM

## 4 MAKE A PAYMENT

Do you want the electronic tax invoice/receipt to be under the company's name?  Yes  No

Payment method  Credit card: Visit [cpaaustralia.com.au/malaysiatraining](http://cpaaustralia.com.au/malaysiatraining) to register and pay with your credit card with MYR.

Cheque: Make payable to 'CPA Australia (M) Sdn Bhd' Cheque number

Please indicate registrants full name, membership number and contact number on the back of the cheque.

For other methods of payment, call **+603 2267 3388**

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Signature  / /