

IFRS 9 Workshop

PwC's Academy invites you to participate in the seminar on IFRS 9 hot topics to be held in Tbilisi on 16, 17 April 2015



Who should attend?

CFOs, IFRS reporting specialists, accounting, risk management and IT professionals of entities whose financial statements are affected by changes in IFRS.

Structure

Conduction of this seminar was driven by client feedback on other courses held at PwC's Academy. The sessions will be tailored to needs and interest of specialists operating in the local market, incorporate regional specifics, and focus on changes and issues relevant to the environment.

The training will be conducted in an interactive manner. Therefore, participation of attendees in group discussions and provision of examples is highly valuable.

The seminar is divided into two modules delivered over two consecutive days. Please note that the seminar package includes coffee and lunch for Day 1 and coffee breaks for Day 2.

- **Day 1:** New impairment model, 10:00am – 17:30pm.
- **Day 2:** Classification and measurement, 10:00am – 14:00pm.

A detailed program of the seminar for each of the modules is given on page 2.

Training program

Day 1: New Impairment model

Overview of the general model

Exploring the general model

- **How to assess significant increase in credit risk?** (*Is the use of PDs the only way to measure the increase in credit risk? If so, or PD is considered to be the right measure for a portfolio, which PD should be used?*)
- **At which level the assessment should be performed?** (*Individual vs portfolio level?*)
- **Measurement of expected credit losses**
 - **Over which period?** (*Contractual period vs behavioral expectation.*)
 - **What information to consider?** (*Past, current, future*)
 - **How to calculate?** (*Unbiased, probability weighted present value*)

All topics will be discussed with practical examples.

Other considerations

- **Scope exceptions**
- **Practical expedients**
- **Modifications**
- **Disclosures**
- **Transition requirements**

Challenges of the model

- **Interaction with prudential regulation** (*Could financial institutions use information already available for prudential reporting i.e. Basel III?*)
- **Availability of information** (*Significant modifications to existing credit and information systems are expected.*)
- **Interaction among risk management, accounting and IT**
- **Judgment involved in application**

Day 2: Classification and measurement

Overview of the general model

Exploring the general model

- **Business model assessment:**
 - Hold to collect
 - Hold to collect and sell
 - FVPL business model
- **Contractual cash flows analysis**
 - Basic instruments (*Plain vanilla instruments, Instruments with embedded derivatives*)
 - Modified solely payments of principal and interest
 - 'De minimis' features
 - Contingent events affecting cash flows
 - Prepayment and extension options
 - Contractually linked instruments (tranches)
 - Non-recourse

All topics will be discussed with practical examples.

Other considerations

- **Financial assets:**
 - **Reclassification**
 - **Equity instruments**
- **Financial liabilities**
- **Transition**
- **Disclosures**

Challenges of the model

- **Driven by business model and judgment involved in application**

Participation fee*

Fee per participant (without VAT) is equal to USD 1,050.

We discount **USD 50** per participant if registration is made by **6 March 2015**, and **USD 50** per participant if five or more participants register from the same entity.

**Please note that the discounts are not additive*

Language and timing

The seminar will be held in English language on 16-17 April 2015.

Registration deadline: 6 April 2015

Registration

In order to register for the seminar, complete and submit registration form at the following address: http://www.pwc.com/ge/en/forms/ifrs_9_registration_form.jhtml

Please, note that there is the minimum number of participants required to conduct the workshop. Should the number of registrant be insufficient the registered attendees will be notified in due course.

Should you have any question related to the seminar, contact us at below details:

PwC's Academy contacts

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Appendix

Trainer



Gábor Balázs
Partner

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Background

Gábor is a partner in the IFRS team of PricewaterhouseCoopers in Budapest, starting in 1997 within audit.

After several years in the audit department and three years as a controlling manager in Citibank Hungary, Gábor re-joined PwC and became a full time member of PwC's IFRS Accounting Consulting Services group in March 2003. His primary responsibility is to assist major PwC clients in the application of IFRS in Central and Eastern Europe as well as in the transition to IFRS.

Gábor is currently leading PwC Hungary's Training and Accounting Advisory practice, and has a number of global and regional responsibilities within PwC relating to IFRS.

Relevant Experience

Gábor is a regional IFRS expert and also a co-author of several global PwC publications, including the PwC IFRS Manual of Accounting.

As an IFRS expert, Gábor was involved in several financial services sector related project, including:

- IFRS training for Hungarian Financial Supervisory Authority on financial instruments
- IFRS consolidation review for OTP Bank
- IFRS training to Erste Bank

Gábor also has extensive audit knowledge in the financial services industry, auditing several financial services companies, for example K&H Bank, Citibank, National Bank of Hungary.

Between 2000 and 2003, Gábor worked as a manager in Citibank's Accounting and Controlling Group – where his responsibilities included profit reconciliation with Treasury, review of valuation of derivatives, and creation of accounting procedures for new banking products.

Qualifications

- Diploma in economics
- FCCA membership

Appendix

Trainer



Enikő Könczöl
Senior Manager

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Background

Eniko joined PwC in 1998 and until 2010 she worked on core audit engagements. Since January 2010 she is member of PwC's CEE IFRS accounting advisory department focusing on financial instruments.

Between 2011 and 2013 she was on a 2-year secondment with PwC Global IFRS accounting advisory department in London where in addition to advising clients globally her main responsibility was to follow and develop PwC's view on IASB's IFRS 9 project with a focus on impairment of financial instruments.

She is secretary to PwC's global virtual insurance group discussing IFRS questions relevant for the insurance sector as well as she is also secretary of the IFRS committee of the Hungarian Society of Actuaries.

Relevant Experience

Eniko has extensive experience in auditing banking and insurance clients in Hungary and also provides IFRS advice to clients from the financial sector from all over the CEE region.

Eniko has been involved in a number of bank advisory projects including delivering workshops for the National Bank of Hungary on IFRS as well as preparing feasibility study on implementation of hedge accounting for a significant bank in Hungary.

Enikő was involved in several financial services sector related training project, including:

- IFRS training for Erste Bank in Hungary
- IFRS training for Unicredit Bank in Hungary
- US GAAP training for GE Bank
- IFRS training for Uniqa Insurance

During her secondment to London she focused on the financial instruments project of IASB therefore has extensive knowledge on how IFRS9 was developed by IASB.

Qualifications

- Diploma in economics
- FCCA membership
- Qualified auditor in Hungary
- Member of the Hungarian Society of Actuaries