

**The Institute of Chartered Accountants of Nepal**  
**Notice for Implementation of NFRSs**  
**as decided by Council on 28 Bhadra 2070 (13 Sep 2013)**

This is to notify all concerned that as per the provision of Section 11 of the Nepal Chartered Accountants Act, 1997, the Council meeting held on 13 September 2013 decided to pronounce the following Nepal Financial Reporting Standards (NFRS) including IFRICs and SICs for implementation upon the recommendation from the Accounting Standards Board (ASB) which are prepared in line with the International Financial Reporting Standard (IFRS)

S.N.	NFRSs	Name of Standards
		Preface
		Conceptual Framework
1	NAS 1	Presentation of Financial Statements
2	NAS 2	Inventories
3	NAS 7	Statement of Cash Flows
4	NAS 8	Accounting Policies, Changes in Accounting Estimates & Error
5	NAS10	Events after the Reporting Period
6	NAS 11	Construction Contracts
7	NAS 12	Income Taxes
8	NAS 16	Property, Plant & Equipment
9	NAS 17	Leases
10	NAS 18	Revenue
11	NAS 19	Employee Benefits
12	NAS 20	Accounting for Government Grants & Disclosure of Government Assistance
13	NAS 21	The Effects of Changes in Foreign Exchange Rates
14	NAS 23	Borrowing Cost
15	NAS 24	Related Party Disclosures
16	NAS 26	Accounting & Reporting by Retirement Benefit Plans
17	NAS 27	Separate Financial Statements
18	NAS 28	Investments in Associates & Joint Ventures
19	NAS 32	Financial Instruments : Presentation
20	NAS 33	Earnings Per Share
21	NAS 34	Interim Financial Reporting
22	NAS 36	Impairment of Assets
23	NAS 37	Provisions, Contingent Liabilities and Contingent Assets
24	NAS 38	Intangible Assets
25	NAS 39	Financial Instruments: Recognition and Measurement
26	NAS 40	Investment Property
27	NAS 41	Agriculture
28	NFRS 1	First-Time Adoption of NFRS
29	NFRS 2	Share based Payment
30	NFRS 3	Business Combination
31	NFRS 4	Insurance Contracts
32	NFRS 5	Non-Current Assets Held for Sale & Discontinued Operation
33	NFRS 6	Exploration for and evaluation of mineral resources
34	NFRS 7	Financial Instruments: Disclosure
35	NFRS 8	Operating Segments

36	NFRS 9	Financial Instruments
37	NFRS 10	Consolidated Financial Statements
38	NFRS 11	Joint Arrangements
39	NFRS 12	Disclosure of Interests in other Entities
40	NFRS 13	Fair Value Measurements

S.N.	IFRICs & SICs	Name of IFRICs & SICs
1	IFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
2	IFRIC 2	Members' Shares in Co-operative Entities and Similar Instruments
3	IFRIC 4	Determining whether an Arrangement contains a Lease
4	IFRIC 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
5	IFRIC 6	Liabilities arising from Participating in a Specific Market-Waste Electrical and Electronic Equipment
6	IFRIC 10	Interim Financial Reporting and Impairment
7	IFRIC 12	Service Concession Arrangements
8	IFRIC 13	Customer Loyalty Programmes
9	IFRIC 14	IAS 19-The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
10	IFRIC 15	Agreements for the Construction of Real Estate
11	IFRIC 16	Hedges of a Net Investment in a Foreign Operation
12	IFRIC 17	Distributions of Non-cash Assets to Owners
13	IFRIC 18	Transfers of Assets from Customers
14	IFRIC 19	Extinguishing Financial Liabilities with Equity Instruments
15	IFRIC 20	Stripping Costs in the Production Phase of a Surface Mine
16	SIC-7	Introduction of the Euro
17	SIC-10	Government Assistance-No Specific Relation to Operating Activities
18	SIC-15	Operating Leases-Incentives
19	SIC-25	Income Taxes-Changes in the Tax Status of an Entity or its Shareholders
20	SIC-27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
21	SIC-29	Service Concession Arrangements: Disclosures
22	SIC-31	Revenue-Barter Transactions Involving Advertising Services
23	SIC-32	Intangible Assets-Web Site Costs

The entities to which NFRSs shall be applicable and the financial year in which fully NFRSs complied Financial Statements to be prepared shall be as follows. However NFRS-9, Financial Instrument shall be applicable with effect from 16 July, 2015 onwards.

Type	Entities Requiring adoption of NFRS	NFRS Complied Financial Statements
A	1. Listed Multinational Manufacturing Companies 2. Listed State Owned Enterprises (SOEs) with minimum paid up capital of Rs. 5 billions (except Banks and Financial Institutions under BAFIA Act, 2006)	2014-15
B	1. Commercial Banks, including State Owned Commercial Banks; 2. All other Listed State Owned Enterprises (SOEs)	2015-16
C	1. All other Financial Institutions not covered under A & B above 2. All other SOEs	2016-17

	3. Insurance Companies 4. All other Listed Companies 5. All other Corporate Bodies/Entities not defined as SMEs or entities having borrowing with minimum of Rs. 500 million.	
D	NFRS for SMEs (SMEs as defined and classified by ASB)	2016-17

NOTE:

1. Early implementation of NFRSs is encouraged/ recommended.
2. Until the implementation of NFRS as per above schedule, existing NASs shall continue to be effective to such entities.