



LEMBAGA PIAWAIAN PERAKAUNAN MALAYSIA  
MALAYSIAN ACCOUNTING STANDARDS BOARD

(Established under the Financial Reporting Act 1997)

## **NOTICE – AMENDMENT OF MASB APPROVED ACCOUNTING STANDARDS FOR PRIVATE ENTITIES**

Pursuant to subsection 7(1) of the Financial Reporting Act 1997 (Act 558) and regulation 3 of the Financial Reporting (Publication of Approved Accounting Standards) Regulations 1999, the Malaysian Accounting Standards Board (MASB) hereby notifies the amendment of the following MASB approved accounting standards and Interpretation Bulletin for private entities:

### **MASB Approved Accounting Standards for Private Entities**

The MASB approved accounting standards referred to above [hereinafter referred to as Private Entity Reporting Standards (**PERS**)] are:

MASB 1	Presentation of Financial Statements
MASB 2	Inventories
MASB 3	Net Profit or Loss for the Period, Fundamental Errors and Changes in Accounting Policies
MASB 4	Research and Development Costs
MASB 5	Cash Flow Statements
MASB 6	The Effects of Changes in Foreign Exchange Rates
MASB 7	Construction Contracts
MASB 9	Revenue
MASB 10	Leases
MASB 11	Consolidated Financial Statements and Investments in Subsidiaries
MASB 12	Investments in Associates
MASB 14	Depreciation Accounting
MASB 15	Property, Plant and Equipment
MASB 16	Financial Reporting of Interests in Joint Ventures
MASB 19	Events after the Balance Sheet Date
MASB 20	Provisions, Contingent Liabilities and Contingent Assets

MASB 23	Impairment of Assets
MASB 25	Income Taxes
MASB 27	Borrowing Costs
MASB 28	Discontinuing Operations
MASB 29	Employee Benefits
MASB 30	Accounting and Reporting by Retirement Benefit Plans
MASB 31	Accounting for Government Grants and Disclosure of Government Assistance
MASB 32	Property Development Activities
IAS 25	Accounting for Investments
IAS 29	Financial Reporting in Hyperinflationary Economies
MAS 5	Accounting for Aquaculture
IB-1	Preliminary and Pre-operating Expenditure

## **Amendment**

Each PERS is amended to include the following paragraphs as the final paragraphs of the PERS:

### **Applicability of Standard**

This MASB approved accounting standard is only applicable to private entities.

A private entity is a private company, incorporated under the Companies Act 1965, that –

- is not itself required to prepare or lodge any financial statements under any law administered by the Securities Commission or Bank Negara Malaysia; and
- is not a subsidiary or associate of, or jointly controlled by, an entity which is required to prepare or lodge any financial statements under any law administered by the Securities Commission or Bank Negara Malaysia.

The meaning of ‘subsidiary’, ‘associate’ and ‘jointly controlled’ are as respectively defined and explained in FRS 127 Consolidated and Separate Financial Statements, FRS 128 Investments in Associates and FRS 131 Interests in Joint Ventures.

An entity may only be treated as a private entity in relation to such annual periods or interim periods throughout which it is a private entity.

## **Compliance**

Private entities shall comply with either:

- PERS in their entirety; or
- FRS in their entirety.

## **Effective Date**

The effective date of the amendment of the MASB approved accounting standards for private entities is 1 January 2006.

## **Availability of amended MASB Approved Accounting Standards**

Copies of the amended MASB approved accounting standards are available for sale at:

Malaysian Accounting Standards Board  
Suites 5.01 - 5.03, 5<sup>th</sup> Floor  
No. 338, Jalan Tuanku Abdul Rahman  
50100 Kuala Lumpur  
Tel. : 03 - 2715 9199  
Fax. : 03 - 2715 9212  
E-mail address : [masb@masb.org.my](mailto:masb@masb.org.my)  
Website address : <http://www.masb.org.my>

By order of the Board

**Dato' Zainal Abidin Putih**

*Chairman*

Malaysian Accounting Standards Board