

From: **Asif Siddiq Kasbati** <asif.s.kasbati@professional-excellence.com>

Date: Tue, Dec 16, 2025 at 7:07 PM

Subject: FRQC255= IFRS for SMEs: Simplified Financial Reporting Framework

Financial Reporting Quick Commentary – FRQC 255

A. Background (BG)

1. This refers to the following Important TIQCs **in trail, blue, italic and after double line** (a) 150 of 23.6.23 about Proposed Amendments to IFRS for SMEs Accounting Standard (b) 135 of 18.5.23 about IFRS for SMEs Accounting Standard educational material
2. We also refer to several Other TIQC including (a) 105 of 4.2.23 about SMEs Accounting Standard 3rd Edition - Benefits to Users. (b) 89 of 26.12.22 about December 2022 SMEs Accounting Standard Update. (c) 86 of 15.12.22 about IFRS for SMEs Accounting Standard - Third Draft.(d) 83 of 12.10.22 about Exposure Draft - SMEs Accounting Standard.

B. Updated Commentary

Further to KQU 3691 of 8.12.25, **being an Important matter**, we would inform you about IFRS for SMEs GPT (Attachment 255.1)

It consists of 16 pages with an Interesting Content on page 2. If your Goodself has a short time, then atleast have a look at the same.

2. Purpose of Manual

This manual explains how to use the “**IFRS for SMEs**” GPT as a practical assistant for:

- Accounting treatment and journal entries
- Measurement and presentation
- Disclosure requirements
- Transition to the third edition of the IFRS for SMEs Accounting Standard
- Training and technical research support.

3. Important for

- Accountants & Finance staff
- Chief Financial Officers (**CFOs**) / Finance Controllers
- Financial Analysts
- Auditors and Assurance Professionals

The goal is to help you get maximum value from the GPT while respecting the limits of the IFRS for SMEs framework and professional judgement.

C. Further Details & Services

Should you require any clarification or explanations in respect of the above or otherwise, please feel free to email Mr Amsal at amsal@kasbati.co with CC to info.kasbati@professional-excellence.com.

Best regards for Here & Hereafter

Asif S Kasbati (FCA, FCMA & LLB)

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From: **Asif Siddiq Kasbati** <asif.s.kasbati@professional-excellence.com>

Date: Fri, Jun 23, 2023 at 2:12 PM

Subject: FRQC150= Proposed Amendments to IFRS for SMEs Accounting Standard

Dear Learned Professional

This refers to the following FRQC 135 (in trail, blue, italic and after double line) of 18.5.23 about IFRS for SMEs Accounting Standard educational material.

2. The International Accounting Standards Board (IASB) on 1.6.2023 proposed amendments to the IFRS for Small- and Medium-sized Entities (**SMEs**) Accounting Standard (**Attachment 150.1**) to help SMEs respond to international tax reform. It is the first time that the IASB has proposed urgent amendments to the Standard outside its periodic review.

3. The proposed amendments to the income tax section of the Standard would provide the same relief as the Amendments to IAS 12 *Income Taxes* issued in May 2023 (**Attachment 150.2 FRQC 135 in trail refers**) and come in response to the Organisation for Economic Co-operation and Development's (OECD) Pillar Two Model Rules (**Attachment 150.3**).

4. The proposed amendments would:

(a) introduce a temporary exception to accounting for deferred taxes arising from the implementation of the Pillar Two model rules;

(b) introduce targeted disclosure requirements in periods when Pillar Two legislation is in effect; and

(c) Clarify that 'other events' in the disclosure objective for income tax include enacted or substantively enacted Pillar Two legislation.

5. IASB Chair Andreas Barckow said: *The proposed amendments would provide timely relief for affected SMEs, while ensuring their users get the best information they can out of the financial statements.*

6. The OECD published the Pillar Two model rules in December 2021 to ensure that large multinational companies would be subject to a minimum 15% tax rate. More than 135 countries and jurisdictions representing more than 90% of global GDP have agreed to the Pillar Two model rules.

7. The Exposure Draft *International Tax Reform—Pillar Two Model Rules—Proposed Amendments to the IFRS for SMEs Standard* (**Attachment 150.4 - FRQC 135 in trail refers**) is open for comment until 17.7.2023.

8. [An Online Survey](#) (**Attachment 150.5**) has also been provided to make it easier for stakeholders to submit Comments.

Should you require any clarification or explanations in respect of the above or otherwise, please feel free to email us.

Best regards for Here & Hereafter

Asif S Kasbati (FCA, FCMA & LLB)

From: **Asif Siddiq Kasbati** <asif.s.kasbati@professional-excellence.com>

Date: Thu, May 18, 2023 at 1:12 PM

Subject: FRQC135= IFRS for SMEs Accounting Standard educational material

Dear Learned Professionals

Background

This refers to the following FRQCs (in trail, in blue, in italic and after double line)

- (a) 105 of 4.2.23 about SMEs Accounting Standard 3rd Edition - Benefits to Users.
- (b) 89 of 26.12.22 about December 2022 SMEs Accounting Standard Update.
- (c) 86 of 15.12.22 about IFRS for SMEs Accounting Standard - Third Draft.
- (d) 83 of 12.10.22 about Exposure Draft - SMEs Accounting Standard.

Update Reference

*You may have seen KQU 2215 dated 17.5.23 whereby we shared the link of the “IFRS for SMEs Accounting Standard educational material: the effects of climate-related matters on financial statements” along with several other updates and now give our Commentary on the same in ensuing paragraphs being an **Important** matter.*

Commentary

*The IFRS Foundation has today published educational material (**Attachment 135.1**) to illustrate how the IFRS for SMEs Accounting Standard requires companies to consider climate-related matters that have a material effect on the financial statements.*

The educational material has been developed in response to feedback from some members of the SME Implementation Group and respondents to the 2022 Exposure Draft Third edition of the IFRS for SMEs Accounting Standard. This feedback identifies that interest in the potential effects of climate-related matters on SMEs’ financial statements is growing among users of those statements.

*The material contains a non-exhaustive list of examples of when companies may need to consider climate-related matters in their financial statements and is aimed at supporting the consistent application of the IFRS for SMEs Accounting Standard. It does not add to or change the requirements in the IFRS for SMEs Accounting Standard. The material is based on similar educational material published by the IFRS Foundation to support full IFRS Accounting Standards (**Attachment 135.2**)*

Should you require any clarification or explanations in respect of the above or otherwise, please feel free to email us.

*Best regards for Here & Hereafter
Asif S Kasbati (FCA, FCMA & LLB)*