



नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्था

The Institute of Chartered Accountants of Nepal

(Established under The Nepal Chartered Accountants Act - 1997)

Satdobato Lalitpur / Post Box Number : 5289, Ph. : 5530832, 5530730

Web: <http://www.ican.org.np>, Email: [ican@ntc.net.np](mailto:ican@ntc.net.np)

ICAN E-News

1<sup>st</sup> Baisakh, 2075 (May14,2018)

Volume-8

## Greetings of New Year 2075 B.S.!!!

ICAN extends its best wishes to all its members, staffs, students and all stakeholders on the occasion of New Year 2075 B.S.

## Meeting with Insurance Board

President CA. Prakash Jung Thapa along with Vice President CA. Jagannath Upadhyay (Niraula) and Executive Director CA. Sanjay Kumar Sinha had a meeting with officials of Insurance Board to discuss effective implementation of NFRS in Insurance sector on 1<sup>st</sup> April, 2018. The meeting focused on support to be extended by Institute for effective implementation of NFRS by insurance companies. The Insurance Board assured to get NFRS implemented by insurance companies and to provide the required support to insurance companies and in this regard a committee has been formed to monitor the progress of implementation.

## Notice Served for Quality Assurance Review

Recognizing the need to ensure quality auditing, the Institute has initiated the process of quality assurance review. In this regard, the Institute has circulated notice to auditors of 19 listed companies for quality assurance review. These auditors were selected for review in first phase in alphabetical order. In addition to, enhancing quality of audit, this initiation shall also provide technical support to the selected auditors.

## Meeting with Affiliated Institutes

ICAN organized a meeting with affiliated Institutes on 10<sup>th</sup> April, 2018 at the Institute where President CA. Prakash Jung Thapa along with Past President and Chairman of Board of Studies CA. Prakash Lamsal, Executive Director CA. Sanjay Kumar Sinha, Deputy Director CA. Gaurav Khwaunju Shrestha and Deputy Director CA. Utsav Baral represented the Institute. The meeting focused on redressing the grievances of students regarding study materials, hall tests, postal test etc.

## CPE Training Conducted

The Institute organized a three-day CPE training on 16 Chaitra, 2074 to 18 Chaitra, 2074 at Butwal, as part of capacity building program designed to update the professional knowledge of members. The Institute also conducted a three-day CPE training at Kathmandu from Chaitra 23, 2074 to Chaitra 25, 2074.

## Institute Invites application for ISA Eligibility Test

The Institute has invited application for Information System Audit (ISA) eligibility test to be held in technical collaboration with the ICAI for ICAN members who have already completed ISA practical training. The date and time of the examination will be notified later. The last date for submitting the application is 17 April, 2018 (04 Baisakh, 2075).

### **8<sup>th</sup> Council Election update:**

#### **List of Voters and Candidates finalized for election**

The Office of Election Officer has published final voters list for upcoming 8<sup>th</sup> Council Election. As per the list, 1145 [chartered accountants](#) and 3420 [registered auditors](#) are listed as voters.

Similarly, the Institute has also published the list of candidates for upcoming election. 15 [Chartered Accountants](#) and 4 [Registered Auditors](#) have filed their candidacy for the election. The Council of ICAN consists of 10 Chartered Accountants elected among themselves, 4 Registered Auditors elected among themselves and 3 representatives of Government of Nepal.

### **What's New!!!**

#### **RA Capacity Development Training**

The Institute has scheduled a three-day training on Data Analytics for Registered Auditors from Baisakh 04, 2075 to Baisakh 06, 2075 at the ICAN Central Office, ICAN Marg, Satdobato as part of Capacity Development Training. This training will include different topics such as excel as an audit tool, application and database, specific audit software etc.

#### **ICAN to host CAPA Committee, Board and Members Meeting**

The Institute is going to host meeting of CAPA Committee, Board and Members Meeting from May 11, 2018 to May 13, 2018 at Kathmandu, Nepal. The schedule of meeting is as follows:

- 11 May, Friday – Committees, Task Force & Board Directors Meetings
- 12 May, Saturday – ICAN International Conference
- 13 May, Sunday – Members Meeting, AGM & Board Directors Meetings

It may be recalled that ICAN is the Member of Confederation of Asian and Pacific Accountants (CAPA) and CA. Prakash Lamsal, Past President, Chairman Board of Studies of ICAN is a board member of CAPA from November 2017 to November 2019.

## **National News**

### **NRB allows borrowing from foreign banks**

Nepal Rastra Bank (NRB), central bank of Nepal, releasing a Notice on Chaitra 20, 2074 has paved way for commercial banks to borrow from foreign banks and financial Institutions. As per the notice, commercial banks maintaining the prescribed capital fund can borrow in foreign currency maximum 25 % of their primary capital fund for extending credit in sector of hydropower generation and transmission, road, tunnel, foreign currency earning tourism sector, infrastructure (except housing and real-estate), agriculture, micro credit etc. However, such funds are restricted

for interbank lending, subject to limitation of interest rates up to 6-month Libor + 3 % and no levy of fees and commission on extending credit from such fund. However, availing credit facility from foreign bank and financial institution continues to be subject to approval from NRB.

## International News

### Influential Leader Sought for IAASB Chair

The global search is underway for an exceptional individual to lead the International Auditing and Assurance Standards Board (IAASB) into its next era.

The IAASB Chair is appointed for a renewable three-year term, commencing January 1, 2019. A complete job description, along with application instructions, is available on the IAASB website. Applications are due May 20.

### Global Ethics Board Releases Revamped Code of Ethics for Professional Accountants

The International Ethics Standards Board for Accountants® (IESBA®) released a completely rewritten **Code of Ethics** for Professional Accountants that is easier to navigate, use and enforce. Beyond the new structure, the Code brings together key ethics advances over the past four years and is clearer about how accountants should deal with ethics and independence issues.

### International Accounting Education Standards Board Seeks New Volunteer Chair

The International Accounting Education Standards Board (IAESB) is seeking its next volunteer Chair for a renewable three-year term beginning January 1, 2019.

The IAESB Chair leads a board of volunteer members in setting international standards for accounting education. These high-quality standards and related guidance set forth the principles that strengthen the professional competence, skills, and values for accountants' initial and continuing professional development.

### Patchwork Financial Regulation: a \$780 Billion Drag on the Economy

Fragmentation in global financial regulation costs more than USD \$780 billion annually, according to a survey released by IFAC (International Federation of Accountants) and *Business at OECD* (BIAC). The survey, **Regulatory Divergence: Costs, Risks, Impacts: An International Financial Sector Study**, examines the cost of regulatory divergence by taking the pulse of more than 250 regulatory and compliance leaders from major global financial institutions. The results quantify the massive impact of fragmented regulation: material economic costs, financial system risk, and barriers to economic growth.

---

#### Disclaimer

The Institute of Chartered Accountants of Nepal (ICAN) has created and maintains this publication as a service to its members, students and the community. This publication is intended to provide general information and is not intended to provide or substitute legal or professional advice. This publication has been prepared so that is current as at the date

of writing. You should be aware that such information can rapidly become out of date. You should not act or refrain from acting, or rely on any statement, view or opinion expressed in this publication. You should make and rely on your own inquiries in making any decisions or giving any advice.

No warranty is given as to the correctness of the information contained in this publication, or of its suitability for use by you. ICAN is not liable for any direct, indirect, special or consequential losses or damages of any kind, or loss of profit, loss or corruption of data, business interruption or indirect costs, arising out of or in connection with the use of this publication or the information contained in it, whether such loss or damage arises in contract, negligence, tort, under statute, or otherwise.

This publication provides link to other internet sites and does not necessarily endorse these sites. We may take information from available websites, directories, indices and references consisting of content that has been identified, compiled by humans and we have no control over removal and/or modification of information, in any kind, by the owner. If request from the owner is received to remove and/or modify links and/or information, such requests will be addressed individually.

[Home](#)

[FAQ](#)

[Downloads](#)

[Useful Links](#)

[Contact Us](#)