



MEMBERS' HANDBOOK

Update No. 302

(Issued 13 November 2023)

This Update relates to the publication of *International Tax Reform — Pillar Two Model Rules* (Amendments to the HKFRS for Private Entities). The amendments provide a temporary relief from accounting for deferred taxes arising from the implementation of the Organisation for Economic Co-operation and Development's Pillar Two Model Rules, and clarify that the Standard requires companies that apply the HKFRS for Private Entities to disclose information that enables users of their financial statements to evaluate the nature and financial effect of income tax consequences of the Pillar Two legislation.

Entities are required to apply the temporary exception immediately upon the issuance of the amendments and to provide the disclosures as set out in the amendments for annual reporting periods beginning on or after 1 January 2023.

Document Reference and Title

Instructions

VOLUME II

[Contents of Volume II](#)

Discard existing pages i to v and replace with the revised pages i to v.

Section 1: Effective for accounting periods beginning on or after 1 January 2023

HONG KONG FINANCIAL REPORTING STANDARD FOR PRIVATE ENTITIES (HKFRS-PE)

[Hong Kong Financial Reporting Standard for Private Entities](#)

Replace the cover page and page 2 with revised cover page and revised page 2.

AMENDMENTS TO HKFRS/HKAS/HKFRS-PE

[Amendments to HKFRS-PE International Tax Reform — Pillar Two Model Rules](#)

Insert Amendments to HKFRS-PE after Amendments to HKAS 12.