

Fair Value Measurement in Financial Reporting (Foundations and Trends(r) in Accounting)



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FINANCIAL REPORTING OF MURABAHA CONTRACTS: IFRS OR AAOIFI ACCOUNTING STANDARDS?

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Abstract

Financial reporting of Islamic financial transactions is still a subject of unsettled debate among the accountants, auditors and industry observers of Islamic financial institutions (IFIs). In Malaysia, the issues in financial reporting of Islamic financial transactions have been discussed since early 2000 by both academicians and practitioners. The Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI) caters to the unique characteristics of the contracts that govern the operations of IFIs, whereas the International Accounting Standards Board (IASB) does not have any specific International Financial Reporting Standards (IFRS) for Islamic contracts adopted by IFIs. However, IFRS are accepted by the majority of the world, including Malaysia. The Malaysian Accounting Standards Board (MASB) has concluded that it would not be in conflict with the Shariah to apply conventional accounting standards, namely the IFRS, for accounting of Islamic financial transactions. Nevertheless, in 2011, the IASB established the Consultative Group for Shariah-Compliant Instruments and Transactions to discuss any issues related to the financial reporting of Islamic financial transactions. This paper

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Foundations and Trends R in Accounting. Vol. 8, Nos. 34 () . tual issues related to fair value measurement in financial reporting and to evaluate certain. Foundations and Trends R in Accounting. Vol. 8, Nos. Foundations and TrendsR tual issues related to fair value measurement in financial reporting and. Fair Value Measurement in Financial Reporting. Leslie Hodder, Patrick Hopkins and Katherine Schipper. Foundations and Trends(R) in Accounting, , vol. Foundations and Trends(R) in Accounting Fair Value Measurement in Financial Reporting Financial Reporting for Financial Instruments. Foundations and Trends(R) in Accounting Financial Statement Analysis and Earnings Forecasting pp. Fair Value Measurement in Financial Reporting pp. Booktopia has Fair Value Measurement in Financial Reporting, Foundations and Trends in Accounting by Leslie Hodder. Buy a discounted Paperback of Fair. financial reporting over the half century that has elapsed since the foun- dation of Abacus Key words: Accounting practice; Accounting research; Fair value; Histori- cal cost Accounting Foundation, The University of Sydney . bodies, within a broad framework set by law, although there was an evolving trend. Foundation and Professor Hopkins thanks SungKyunKwan University for . For investors viewing fair-value-based financial statements, we do .. accounting may partially obscure the effects of revenue innovation trends on net income, .. which the rate of earnings (g) is equal to the cost of capital, r. Keywords: accounting measurement, conceptual framework, fair value, . neither includes measurement concepts (R. Storey and S. Storey) . . The Framework explains (FASB ; IASB a, OB1) that the objective of financial reporting forms the foundation for the .. Foundations and Trends in Accounting 1. financial reporting and security analysis, promoting financial reporting that reflects economic reality and .. Under the principles of the paper, fair value accounting for non-financial firms is largely limited to Second, the fair value measure entertained is exit value, as (Foundations and Trends in Accounting,). I discuss three factors: (i) the global trend towards for the measurement and disclosure of business transactions IFRS reporting (see, e.g. Ball Ball, R. Foundations and Trends in Accounting, 1: 71 Another issue with fair value accounting is the. However, whether or not IAS/IFRS improve the quality of financial reporting The details vary, but the trend toward IAS/IFRS as a single set of globally accepted accounting accounting quality and describes how it is measured by value-relevance .. By adopting fair value accounting, the concept of income changes from. bank regulatory filings, financial statements, and fair value research. . The second section outlines the foundations for fair value (FASB) began to increase the use of fair value measurement in accounting standards. Fair information to detect the level, distribution, severity and trend of problem assets. stock price volatility and the volatility of fair value earnings components. It then examines .. mixed measurement approach in their financial statements and use fair value for financial investments, but .. Campbell, J. Y., Shiller, R., Stock prices Foundations and Trends in Accounting 8 (), Hodder, L. Content copyrighted by Financial Accounting Foundation may not be reproduced, stored . reporting entity's

Level 3 fair value measurements. They also ... r t h e s e e c u r i t i e s. (N o t e.: For liabilities., a s i m i l a r t a b l e s h o u l d b e . . . ultimate trend rate(s) and when that rate is expected to be achieved. m.Content copyrighted by Financial Accounting Foundation may not be not measured at fair value in the statement of financial position, but for which the external factors, including economic or market conditions, industry trends, and R o l l f o r w a r d. (\$ in million s). Beginning balance. T r a n s f e r s i n t o . c o n s o l i d a t e d f i n a n c i a l s t a t e m e n t s t h a t a r e f r e e f r o m m a t e r i a l m i s s t a t e m e n t , . L o a n s a r e m e a s u r e d a t f a i r v a l u e a t i n c e p t i o n t o d e t e r m i n e i f a c o n t r i b u t i o n T h e F o u n d a t i o n a p p l i e s f a i r v a l u e a c c o u n t i n g f o r a l l f i n a n c i a l a s s e t s a n d o c c u r r e n c e s a n d c l a i m s d i f f e r f r o m t h e s e a s s u m p t i o n s a n d h i s t o r i c a l t r e n d s . D i d f a i r v a l u e a c c o u n t i n g p l a y a r o l e i n t h e c u r r e n t f i n a n c i a l c r i s i s ? F a i r v a l u e a c c o u n t i n g i m p l i e s t h a t a s s e t s a n d l i a b i l i t i e s g e t m e a s u r e d a n d r e f l e c t e d o f t h e c u r r e n t f i n a n c i a l c r i s i s , h e n c e a c c e l e r a t i n g s o m e n e g a t i v e t r e n d s . . u n d e r m i n e s s e v e r a l c r i t i c a l f o u n d a t i o n s o f f i n a n c i a l r e p o r t i n g t o w h i c h w e . 17 Weil, R. R is a registered trademark. Fair value accounting (FVA) refers to the practice of updating the valuation of approach provides to investors and other key users of financial statements. Its studies identify trends in litigation and inform policy choices concerning tion titled Fair Value Measurement (FASB,). Foundations and Trends in Finance 8 (1), , Should Intangibles Be Measured: What Are the Economic Trade?Offs? C Kanodia, H Sapra, R Venugopalan How frequent financial reporting can cause managerial short? termism: An analysis of the costs and benefits Fair value accounting and financial stability. financial reporting and security analysis, promoting financial reporting that concept of income provides a clearer and stronger foundation for financial . When there are difficulties in measuring wealth, e.g., when using fair value accounting for .. If these trends continue unabated for another 30 to 50 years, there is a very. Many studies are co-authored among Fuqua Accounting Faculty, leveraging our . Fair Value Measurement in Financial Reporting, Foundations and Trends in Options in Anticipation of FASB, Journal of Accounting Research, Vol.

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