



MALAYSIAN INSTITUTE
OF ACCOUNTANTS



MALAYSIAN INSTITUTE OF ACCOUNTANTS
FINANCIAL REPORTING STANDARDS IMPLEMENTATION COMMITTEE
("FRSIC")

FRSIC Issue No. 54 [2015]

Application of MFRS 15 "Revenue from Contracts with Customers" on Sale of Residential Properties in Sabah and Sarawak

The issue:

Application of MFRS 15 "Revenue from Contracts with Customers" on sale of residential properties in Sabah and Sarawak.

Current accounting practice as observed by the Submitter:

FRSIC Consensus 23 *Application of MFRS "Revenue from Contracts with Customers" on Sale of Residential Properties* only applies to entities that enter into Schedule G or Schedule H sale and purchase agreement ("SPA") with purchasers in accordance with Regulation 11 of the Housing Development (Control and Licensing) Regulations 1989 ("HDR"). The submitter enquired whether the consensus can be applied to the sale of residential properties in Sabah and Sarawak.

Reasons for the FRSIC to address the issue:

As FRSIC Consensus 23 only applies to sale of residential properties in Peninsular Malaysia, the consensus should be extended to Sabah and Sarawak to ensure consistent application of MFRS 15 on sale of residential properties throughout Malaysia.

Submitter's proposal or recommendation to address the issue:

None.

Submitted on:

12 January 2015

Corresponding Guidance:

FRSIC Consensus 24 – Application of MFRS 15 "Revenue from Contracts with Customers" on Sale of Residential Properties in Sabah; and

FRSIC Consensus 25 – Application of MFRS 15 "Revenue from Contracts with Customers" on Sale of Residential Properties in Sarawak

[To view, click on the Consensus title]