



Role of staff in implementing NAC's strategies



Elira Hoxha, Executive Director

May 16th, 2013



Content

NAC staff role in...

1 Translation and Reviewing Process of IFRS

2 Consolidation and Publication of IFRS on annual basis

3 Developing NAS

4 Improving the level of compliance with accounting standards throughout Albania



 **Strategic Objectives of NAC**

Strategic Objective No 1

Updating IFRS

Strategic Objective No 3

Improving NAS

Strategic Objective No 5

Improving level of compliance of NAS

Updating IFRS

■ *Strategic objective No 1.....*

To achieve up to date translations of International Financial Reporting Standards (IFRS), including the International Financial Reporting Standard for Small and Medium Entities, produced in accordance with the IFRS Foundation's translation process.

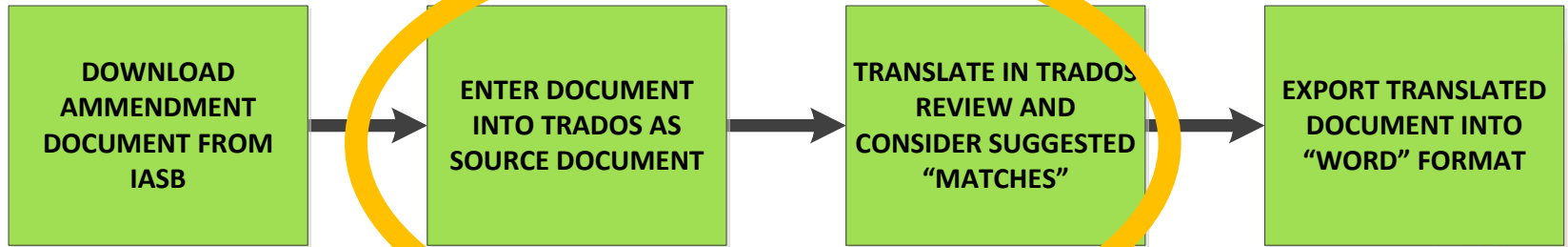
➔ Redesigned translation process

Innovations.....

- Translation using software TRADOS
- Reviewing Committee
- On Line Forums
- Consolidation



Redesigned translation process



➔ Redesigned translation process

Innovations.....

- Translation using software TRADOS
- Reviewing Committee
- On Line Forums
- Consolidation



Reviewing Committee

- Committee members are drawn from major accounting firms, government, academia and other sectors such as banking and insurance;
- The IASB's goal is to form review committees that have a range of expertise sufficient to cover all subject areas governed by IFRSs;
- If a language is used in more than one country, then the committees should be representative of all the countries that use that language;

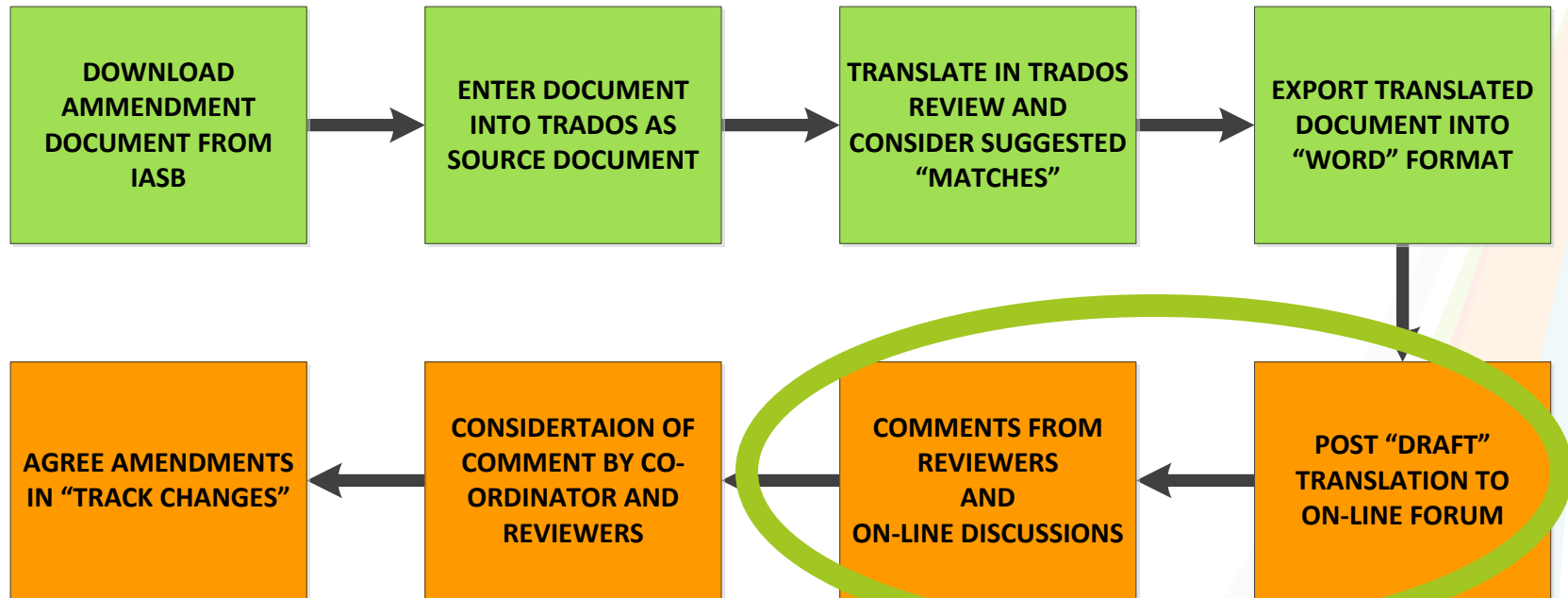
➔ Redesigned translation process

Innovations.....

- Translation using software TRADOS
- Reviewing Committee
- On Line Forums
- Consolidation



Redesigned translation process



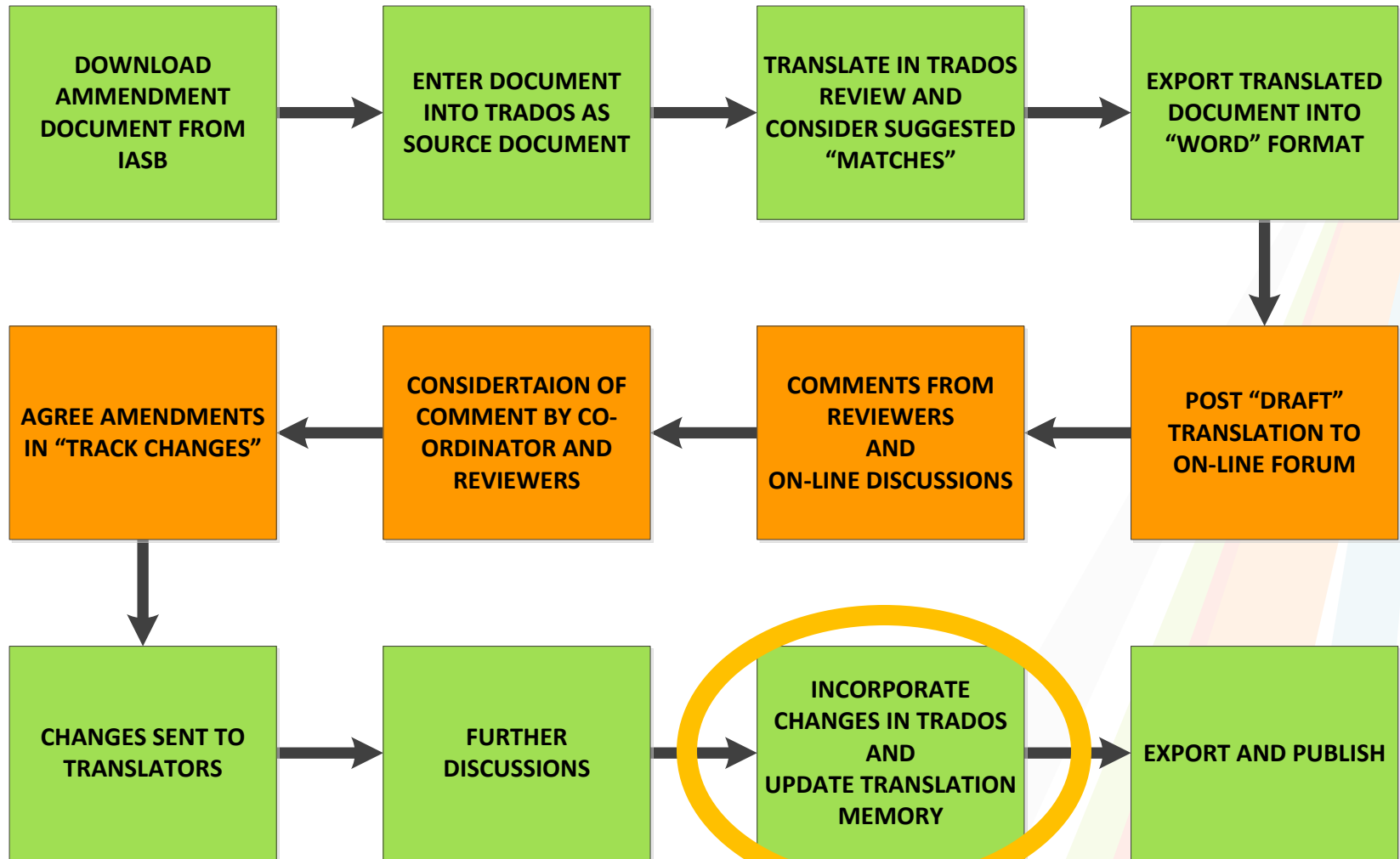
➔ Redesigned translation process

Innovations.....

- Translation using software TRADOS
- Reviewing Committee
- On Line Forums
- Consolidation



Redesigned translation process





IFRS – Staff’ tasks

IFRS

Undertake on going translation of Red Book
(from 2013)

IFRS for SME’s

Undertake on going translation of IFRS for SME
(from date of next amendment by IASB)

Consolidation

Consolidate the translation of the existing
Red Book (Published March 2012).



IFRS – Staff’s capacities

Acting as a coordinator of translation, reviewing and consolidation project, staff, with project terms of reference, has followed:

- **Three months training on translation software TRADOS;**
- **Two weeks training for establishing and using on line forums;**
- **Study Tour in London, IASB Headquarter, to make practice of IFRS consolidation.**

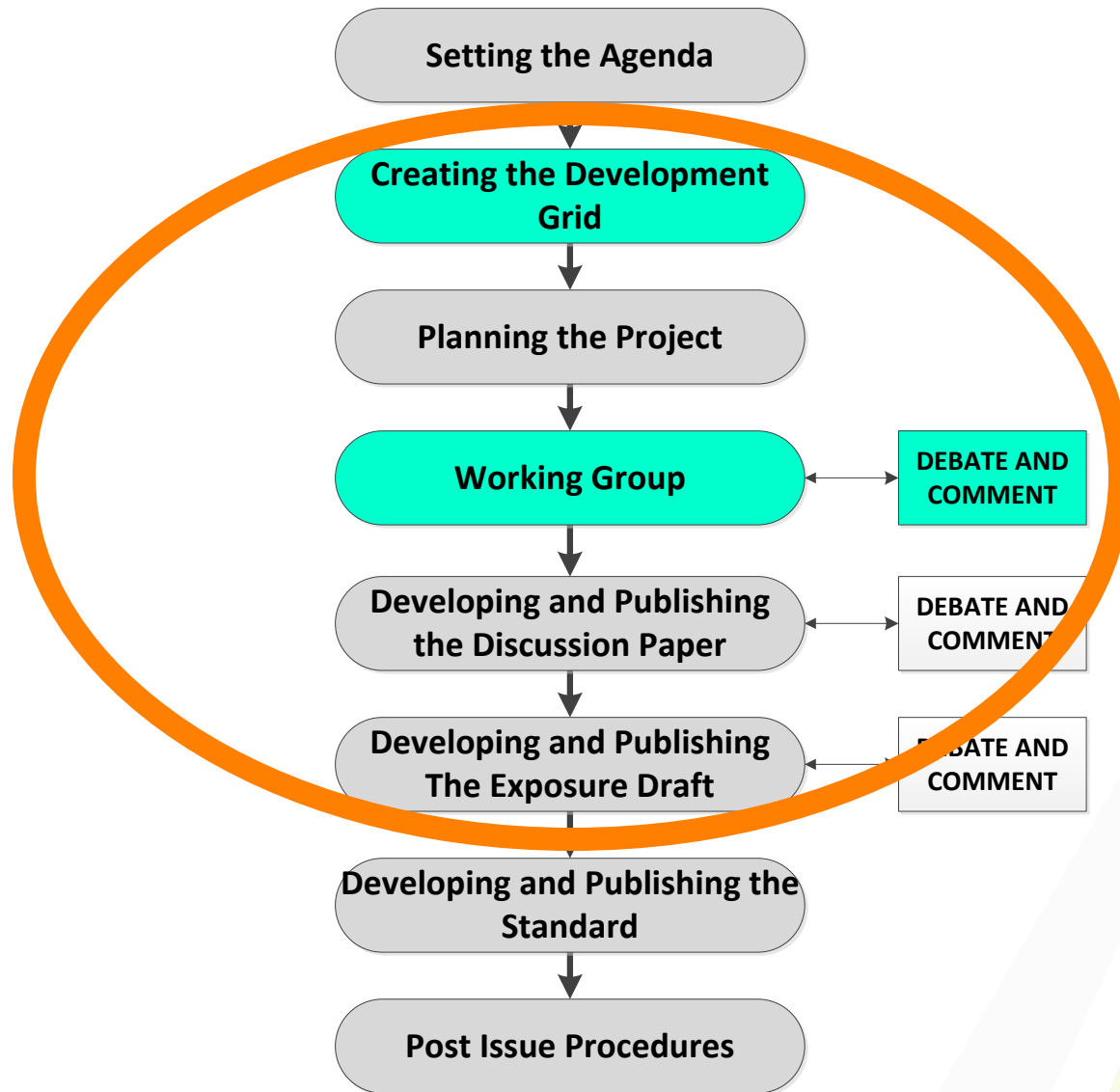


Developing NAS

- ***Strategic objective No 3.....***

To amend and enhance National Accounting Standards (NAS) so as to converge on international financial reporting benchmarks and the European Union's Company Law Directives;

Staff's work flow





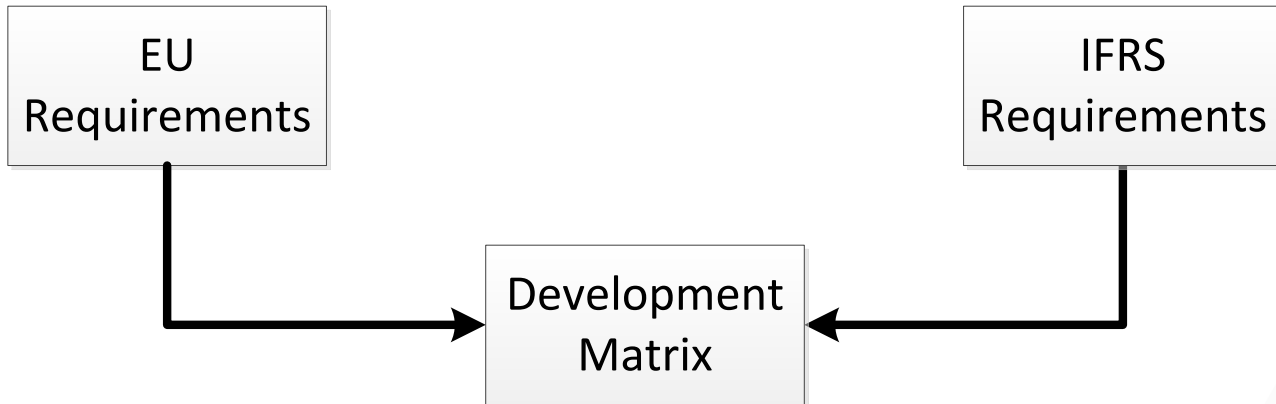
➔ Redesigned NAS's developing process

Innovations.....

- Developing Matrix
- Working Groups

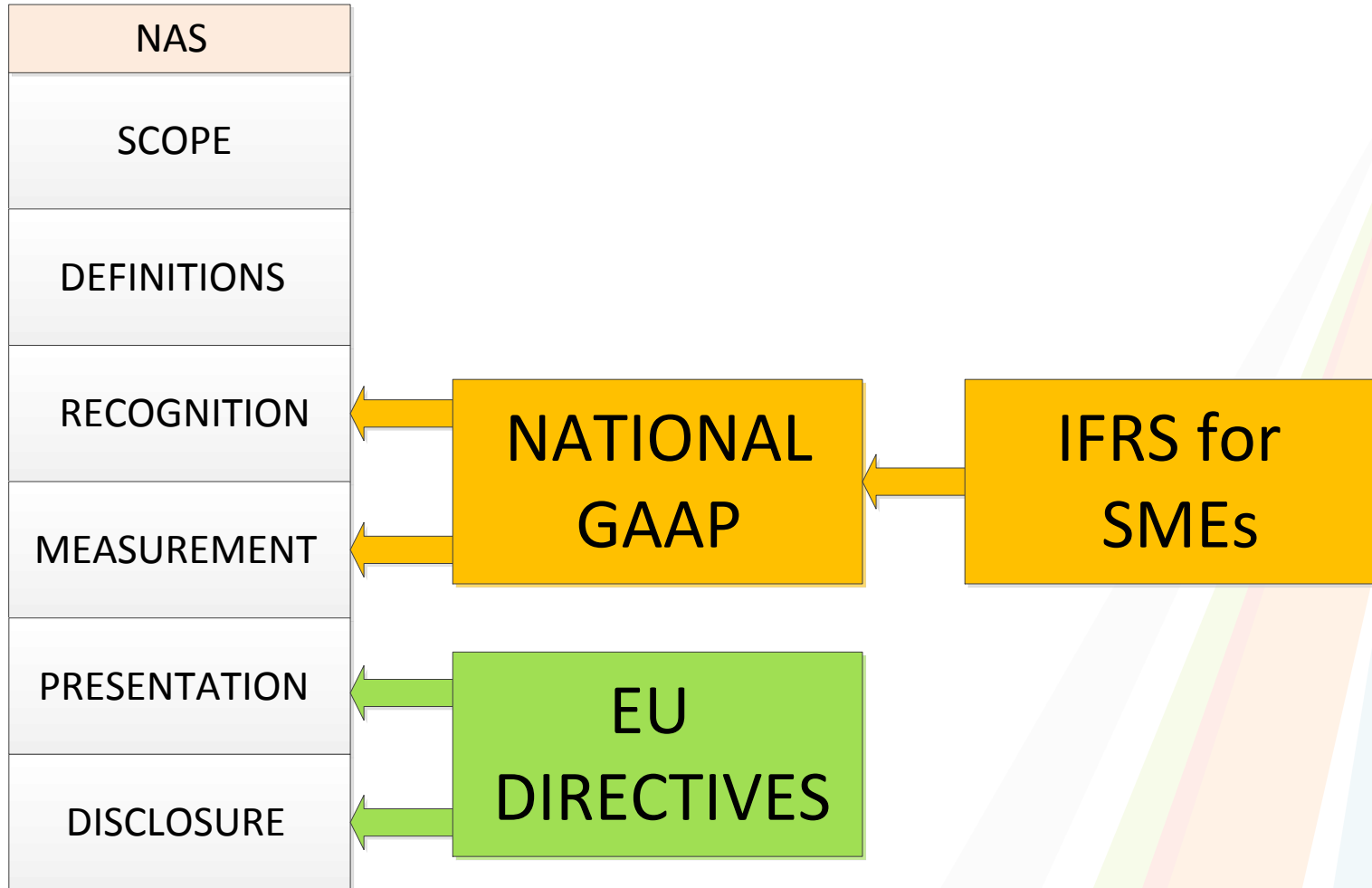


Developing Matrix

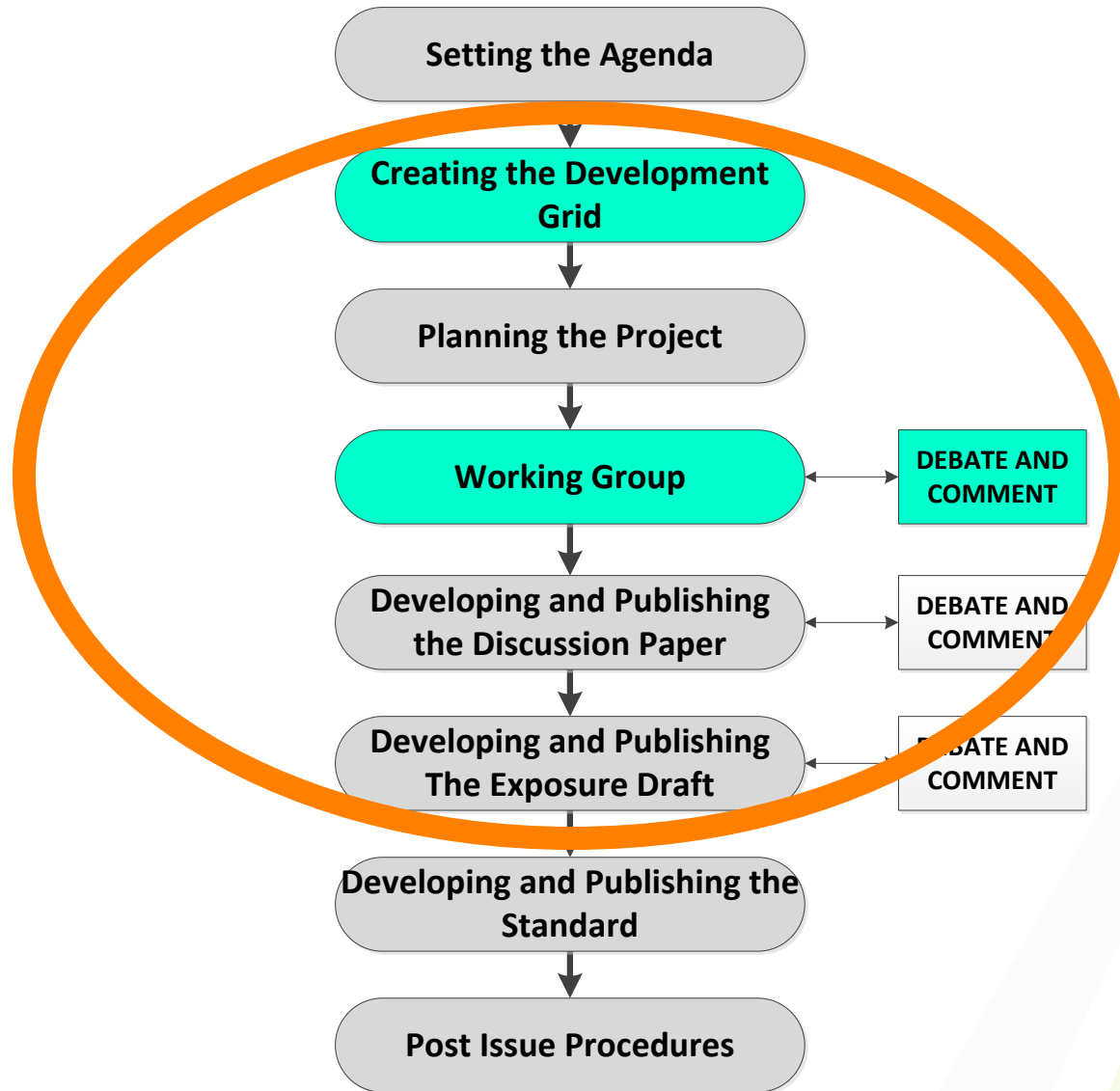




Because...



Staff's work flow

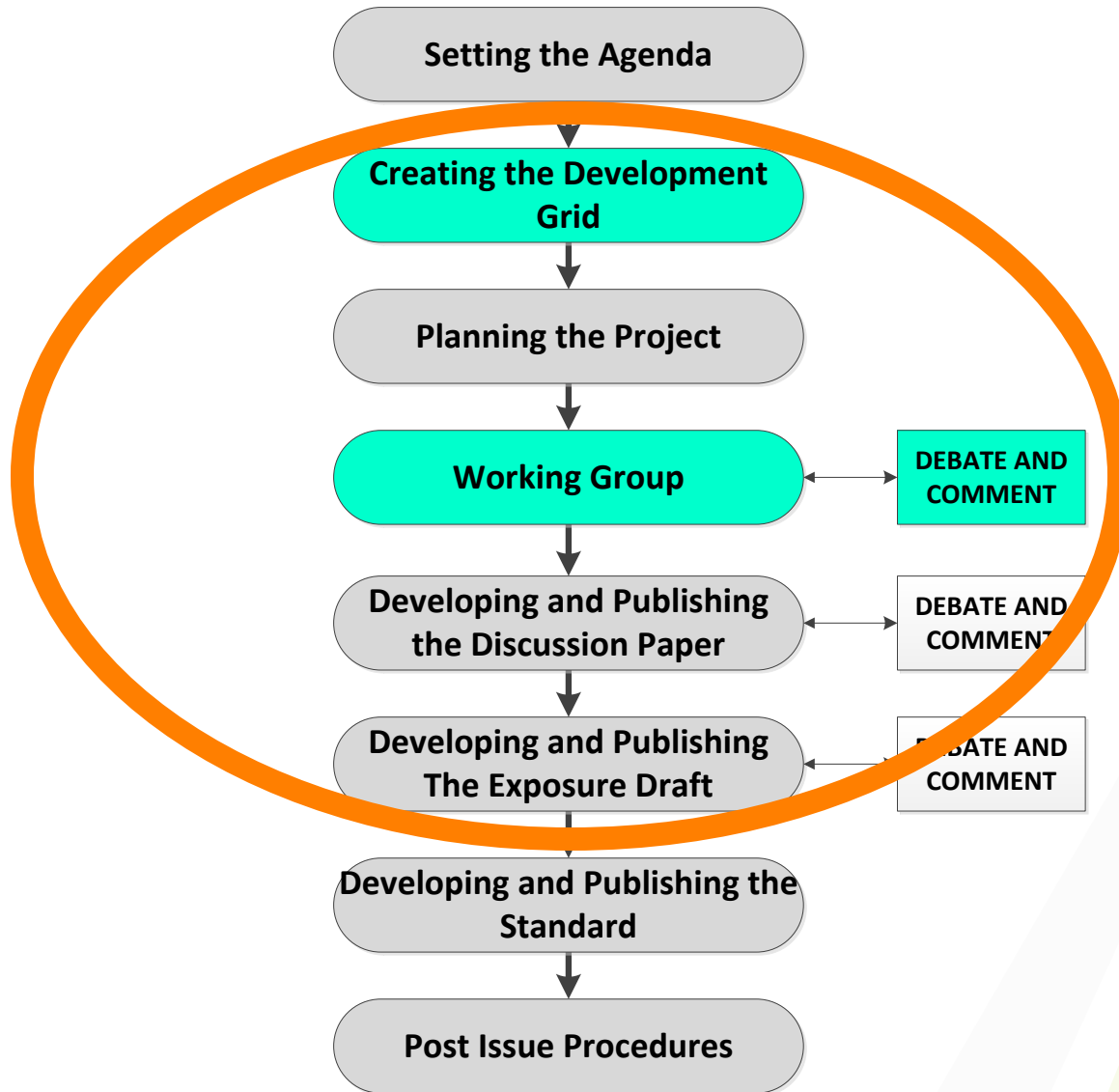




Planning NAS Development

- What are the nature of the issues?
- What techniques are likely to be required?
 - On-line Surveys?
 - Roundtables?
 - Interviews with industry representatives?
 - Discussion Paper?
- Time scale
- Planning Document for NAC Board approval

Staff's work flow





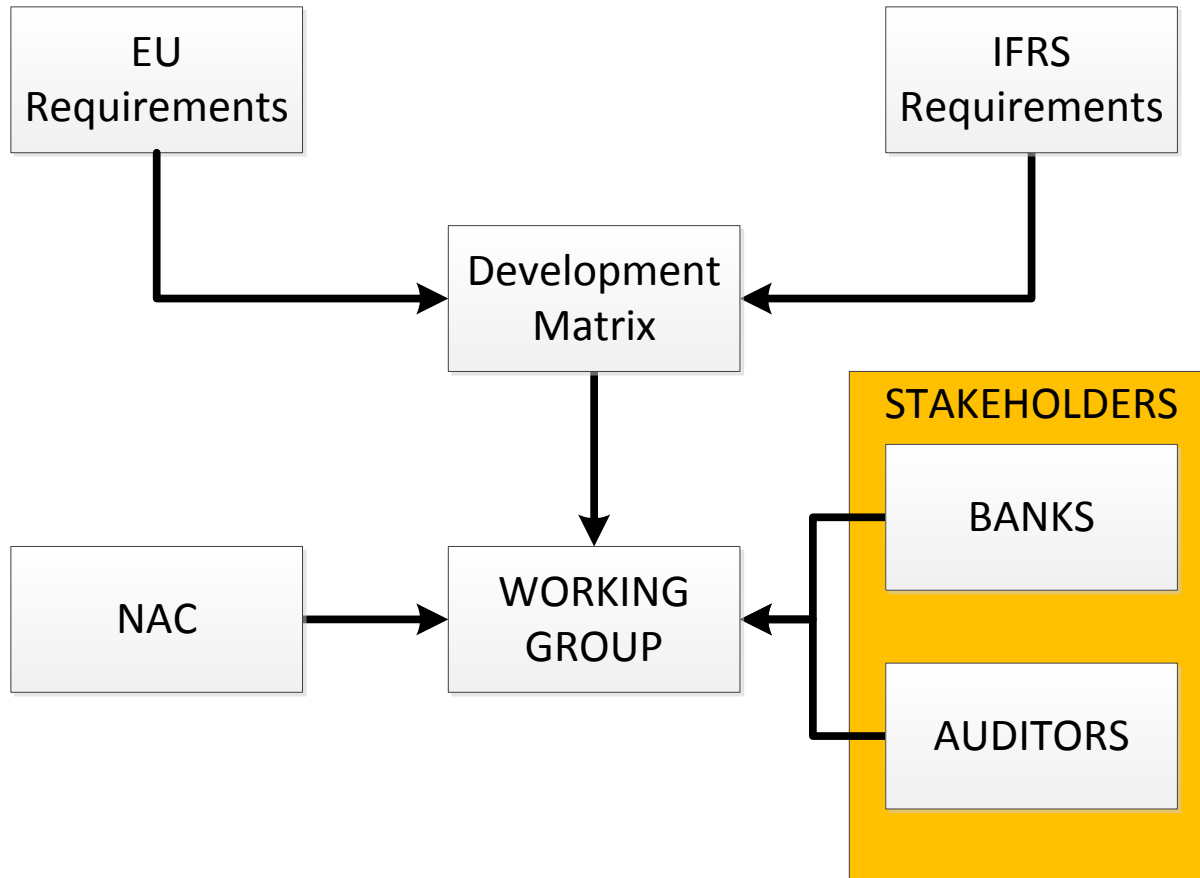
➔ Redesigned NAS's developing process

Innovations.....

- Developing Matrix
- Working Groups

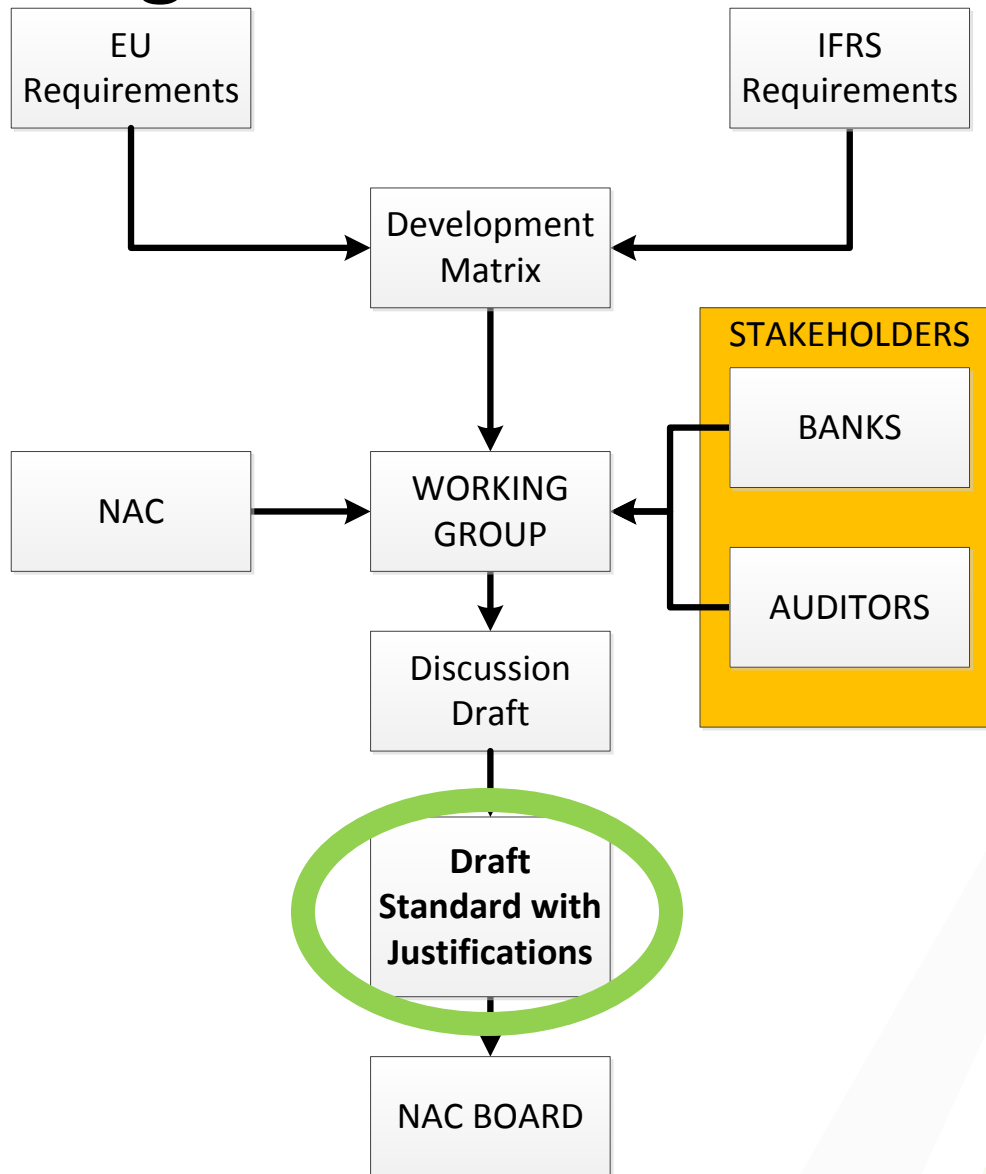


Working Groups





Drafting NAS





NAS's three parts

Standard Requirements



Basis for Conclusions



Application Guidance

➔ Improving level of compliance of NAS

■ *Strategic objective No 5.....*

To improve the level of compliance with accounting standards throughout Albania



Application Guidance

Improved level of compliance

Non Mandatory

Based on International Literature and Albanian Business Environment

Illustrative Examples

THANK YOU

