



FM043:

International Financial Reporting Standards (IFRS) for the Oil & Gas and Petrochemical Sectors

(Upstream, Midstream & Downstream): Essential Guide to IFRS Relevant to the Oil & Gas Sector



Training Description:

This intensive training course develops an essential understanding of Oil & Gas accounting, reporting and performance measurement issues and practices.

The course develops your ability to prepare, use and critically evaluate information on Upstream, Midstream & Downstream Oil & Gas activities, applying specialist industry knowledge and relevant analytical skills.

The course will highlight:

- Analysis and evaluation using practical case studies
- Facilitated group discussions on current issues, policies, procedures
- Real Life issues within delegates' organizations and other oil and gas companies

Training Objectives:

By the end of the training, participants will be able to:

- ✓ Develop an understanding of the accounting standards, policies and practices used by companies in the Oil & Gas industry
- ✓ Appreciate the nature and financial implications of Production Sharing Contracts and other agreements between host governments and international companies
- ✓ Examine issues and guidelines in accounting for Joint Ventures
- ✓ Identify and know how to apply international and national accounting standards most relevant to the industry
- ✓ Improve relevance and reliability of financial reports to better meet the needs of users
- ✓ Review and use publicly available information for bench-marking the business performance of companies in the industry

Personal Impact:

- ✓ Skills and knowledge to further your professional career
- ✓ The latest tools and techniques to assist you in your role
- ✓ An ability to make more informed decisions aimed at reducing risk
- ✓ Increased skills and improved decision making to increase your importance to your organization
- ✓ An ability to liaise effectively with other departments and colleagues regarding current practices and issues affecting oil & gas industry
- ✓ A greater understanding of your role and the major issues affecting it

Organisational Impact:

- ✓ Gain knowledge and skills for the benefit of the entire organization
- ✓ Ensure legal compliance in line with the latest requirements
- ✓ Understand the major accounting issues facing the sector
- ✓ Be able to apply IFRS specific to their organisational needs
- ✓ Aid Corporate Governance thereby reducing risk
- ✓ Be able to contribute to financial decision making more effectively



Training Designed for:

This course is intended for those who have a basic understanding of accounting and want to learn more about accounting and financial reporting policies and practices in the Oil and Gas industry. In particular, the course will be suitable for Corporate Accountants, Financial Controllers, Treasury Officers, Management Accountants, Finance Staff in General Accounting, Payables, Receivables, Inventory, Fixed Assets, etc., Joint Venture Accountants and Auditors, External, Financial and Internal Auditors, Government Regulators and Auditors, Financial and Investment Analysts.

Training Program:

DAY ONE:

- ❖ PRE-TEST
- ❖ Introduction
- ❖ Major Accounting Issues facing the Oil & Gas and Petrochemical Industry (*Upstream, Midstream & Downstream*) and the Role of IFRS
 - The Latest Accounting Issues facing the Oil & Gas and Petrochemical Industry (upstream, midstream & downstream)
 - The Impact of Commodity Prices, Currency & Interest Rate Fluctuations and Political and Environmental Developments
 - The Impact on Strategic Development and Growth within the Industry
 - Establishing the Case for IFRS
 - An Overview of IFRS in relation to the Oil & Gas Industry
 - The Annual Reports & Financial Statements of Leading International Petroleum Companies

DAY TWO:

- ❖ Accounting for Assets in the Oil & Gas and Petrochemical Industry (*Upstream, Midstream & Downstream*)
 - IAS 16: Property, Plant and Equipment and Depletion, Depreciation & Amortisation ("DD&A")
 - IAS 36: Impairment of Assets
 - IFRS 6: Exploration for and Evaluation of Mineral Assets and the Accounting Approaches
 - IFRS 13: Fair Value Measurement
 - IAS 2 Inventories
 - Reserve Reporting

DAY THREE:

- ❖ Accounting for Business Combinations, Joint Ventures & Production Sharing Agreements ("PSA"s)
 - IFRS 3: Business Combinations
 - IFRS 10: Consolidated Financial Statements
 - IAS 38: Intangible Assets
 - IFRS 12: Disclosure of Interests on Other Entities
 - IFRS 11: Joint Arrangements
 - Break Even Oil, Cost Oil & Profit Oil





DAY FOUR:

- ❖ **Accounting for Cash Flow & Financial Instruments in the Oil & Gas and Petrochemical Industry (Upstream, Midstream & Downstream)**
 - IAS 7 Statement of Cash Flows
 - The Use of Derivatives in the Oil & Gas & Petrochemical Sector to Manage the Commodity, Currency and Interest-rate Risks, etc.
 - Treasury Management Issues for Multi-nationals
 - IFRS 7 Financial Instruments: Disclosures
 - IFRS 9 Financial Instruments
 - Evaluating the Cash Flow & Use of Financial Instruments by Leading International Oil & Gas and Petrochemical Companies

DAY FIVE:

- ❖ **Creative Accounting and Corporate Governance**
 - Creative Accounting
 - Enron and Investor Protection
 - Corporate Governance
 - The Role of the Board & Audit Committee
 - External Auditing - reporting to investors
 - Internal Auditing - Defining and Developing the Internal Audit Process
- ❖ **Course Conclusion**
- ❖ **POST-TEST and EVALUATION**

Training Requirement:

“Hands-on practical sessions, equipment and software will be applied during the course if required and as per the client’s request.”

Please note that the above topics can be amended as per client’s learning needs and objectives. Further, it should be forwarded to us a month prior to the course dates.

Training Methodology:

This interactive training course includes the following training methodologies as a percentage of the total tuition hours:

- 30% Lectures, Concepts, Role Play
- 70% Workshops & Work Presentations, Techniques, Based on Case Studies & Practical Exercises, Software & General Discussions
- Pre and Post Test

Training Certificate(s):

Internationally recognized certificate(s) will be issued to each participant who completed the course.

Training Fees:

As per the course location - This rate includes participant’s manual, hand-outs, buffet lunch, coffee/tea on arrival, morning & afternoon of each day.



Note: The 5% VAT (Value Added Tax), will be effective starting 01st of January 2018 as per the new regulation from the UAE Government. The VAT applies for all quotation both for local and abroad.

Training Timings:

Daily Timings:

07:45 - 08:00	Morning Coffee / Tea
08:00 - 10:00	First Session
10:00 - 10:20	Recess (Coffee/Tea/Snacks)
10:20 - 12:20	Second Session
12:20 - 13:30	Recess (Prayer Break & Lunch)
13:30 - 15:00	Last Session

For training registrations or in-house enquiries, please contact:

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Training & Career Development Department

