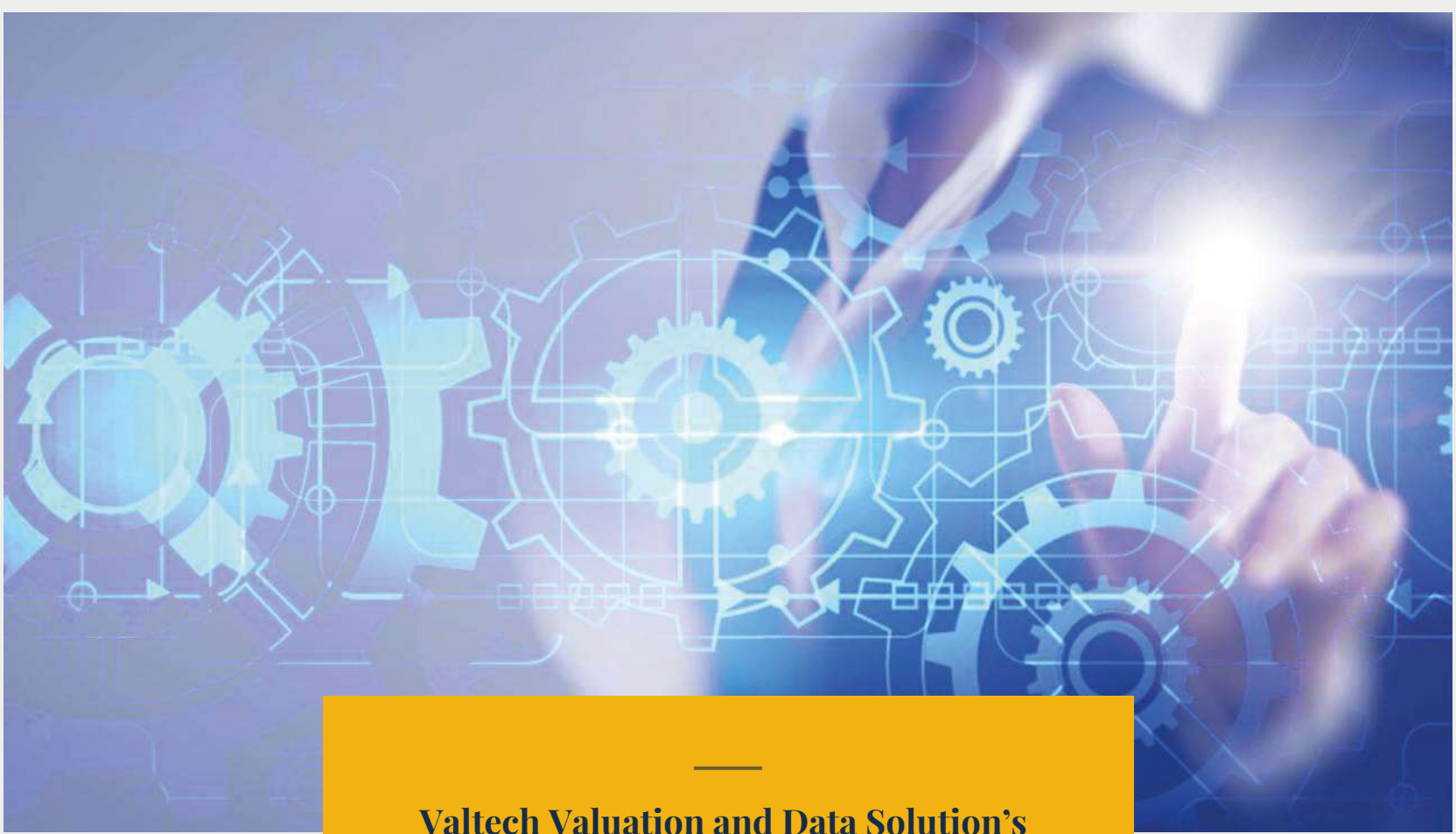




VALTECH is ready

to assist **HKFRS 9**

preparers to measure their expected credit loss rates based on supportable empirical data and prevailing industry insights across various industries.



Valtech Valuation and Data Solution's Client Reference

20+ Hong Kong Listed Companies for ECL Assessment

Contact

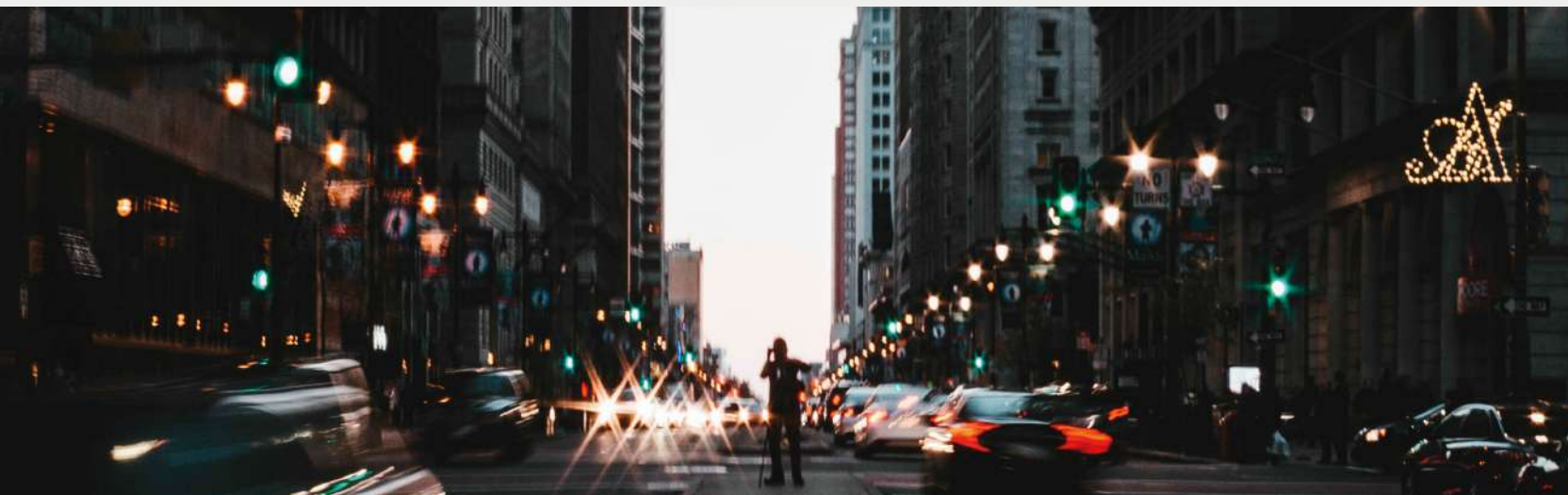
✉ admin@valtech-valuation.com

☎ Tel: 23889262

Requirements under the new HKFRS 9 on Expected Credit Loss:



- ✓ Most Financial Instruments are subject to Expected Credit Loss Assessments under HKFRS 9.
- ✓ ECL typically covers trade receivable, contract assets, loan and other receivables.
- ✓ A Simplified Approach for trade receivable based on a Provision Matrix of Lifetime ECL.
- ✓ A 3-Stage General Approach for loan and other receivables, and as a policy choice for trade and lease receivables with significant financing component.
- ✓ Forward looking economic scenarios and their impacts on a weighted average ECL.



Our **Technical Experiences** on Credit Loss Analytics:

- ✓ Forward-looking adjustments under potential macro-economic scenarios
- ✓ Industry-based, counterparty-based credit ratings and empirical probability of default
- ✓ Regression analyses on economy-wide default rates against macro-economic drivers
- ✓ Company's historical default and credit loss rate analyses across its receivable's aging schedule
- ✓ Risk groupings, staging and transfers, 12-month and lifetime credit losses
- ✓ Benchmarking the concluded loss provision rates against other HKFRS 9 and HKAS 39 preparers

Our **Industry Experiences** on Expected Credit Loss:

- ✓ Consumer Products, Retail and Consumer Finance
- ✓ Financial Leasing and Supply Chain Finance
- ✓ Money Lending, Brokerage and Security Services
- ✓ Pharmaceuticals, and Health and Fitness Products
- ✓ Construction and Engineering Services Building Material and Industrial Equipment
- ✓ Power and Renewable Energy Equipment Property Development and Management
- ✓ Infrastructure, Public Utilities and Transportation
- ✓ Government Concessionaries and municipal

Our **Valuation Services**

- ✓ HKFRS 9 Related Valuation
- ✓ Expected Credit Loss
- ✓ Business & Property Valuation
- ✓ Impairment Assessment
- ✓ Purchase Price Allocation
- ✓ Transaction Advisory
- ✓ Derivative Valuation
- ✓ Financial Modelling

Profile of our Professional Team:

- Equipped with CPA, CFA, FRM, MRICS
- Quantitative finance, Statistics, Investment management, Engineering and Sustainability