The COVID-19 outbreak has developed rapidly in 2020. Measures taken to contain the virus have affected economic activity, which in turn have implications for financial reporting. The implications include not only the measurement of assets and liabilities but also disclosure and possibly an entity’s ability to continue as a going concern.

Click on each box to find out where to find guidance.

For all guidance visit PwC Inform here. Some of the guidance is internal only so you will need to be logged into inform for the links to work.
The biggest risk within non-current assets on the balance sheet is that the carrying amounts are not recoverable - i.e. they could be impaired. An impairment test involves cash flow forecasts prepared by management which can involve many estimates. It is even harder to make estimates in a time of economic uncertainty. The accounting principles for impairment are included in IAS 36.

**What questions should I ask my client?**

Use this list for the top questions to ask your clients about **impairments** and **fair value**.

**Podcasts to cover the basics**

For the basics on the impact of COVID-19 on impairment or fair value ECL for loans listen to our podcasts


**Answers to common questions**

We have compiled a list of frequently asked questions on **non-current assets**. There are questions on **impairment**, **depreciation**, **interim reporting**, **fair value**, **inventory** and **post balance sheet events** which are important for non-current assets.

**Training**

Here you can access to the specific training section on Impairment of **non-current assets and property, plant and equipment** and **fair value**

**Other guidance**

An impairment test involves calculating a fair value or value in use. Use this **guidance** to find out how to value in uncertain times.

Also you can find guidance on valuation on investment properties in our **Real Estate - Spotlight**
The biggest risk for trade and other receivables is that the amounts recorded on the balance sheet will not be recovered. IFRS 9 requires an expected credit loss (ECL) model for the impairment of trade and other receivables. The ECL uses estimates that incorporate forward-looking information. The expected credit loss might increase if the debtor’s business is adversely impacted by COVID-19. In times of economic uncertainty making the required estimates can be hard and require the use of judgement.

What questions should I ask my client?
Use this list for the top questions to ask your clients about impairments in trade and other receivables.

Podcasts to cover the basics
For the basics on the impact of COVID-19 on ECL for loans listen to our podcasts.
Episode 83: COVID-19 Impact on ECL for corporates

Answers to common questions
We have compiled a list of frequently asked question on Trade and other receivables
FAQ 45.63.1 – Differentiating forward-looking information
FAQ 3.2.3 – In the context of COVID-19 and ECL, what information is 'reasonable and supportable'?
FAQ 3.2.4 – Example of a provision matrix for corporates in a COVID-19 environment
FAQ 3.2.5 – Impact of price concessions on expected credit losses of trade receivables
FAQ 3.2.6 – Cash collateral held for trade receivables or lease receivables: recognition and impact on measurement of ECL
FAQ 3.1.1 – How will factoring or other sales of trade receivables be impacted by COVID-19?

Training
Here you can access to the specific training section on ECL.

Other guidance
You will find a spotlight and a video with details of the ECL calculation for corporates
Spotlight - ECL for corporates during the COVID-19 pandemic
Provision Matrix video
As a result of the COVID-19 pandemic a lessor and a lessee might renegotiate the terms of a lease, or a lessor might grant a lessee a concession. Both lessors and lessees should consider the requirements of IFRS 16 to account for lease concessions, force majeure clauses, impairment of lease receivables and reassessment of lease term among others.

On 28 May 2020, the IASB published an amendment to IFRS 16 that provides an optional practical expedient, for lessees only, from assessing whether a rent concession related to COVID-19 is a lease modification. Lessees can elect to account for such rent concessions in the same way as they would if they were not lease modifications.

The IASB amended IFRS 16 that provides an optional practical expedient for lessees related to COVID-19 (see our In brief and in depth for the details)

We have compiled our guidance and a list of frequently asked question on leases. Note that there are separate FAQ for entities that apply the practical expedient (see them in the in depth)

For the basics on the impact of COVID-19 on leases listen to our podcasts
EP 76 Leases
EP 87: COVID-19 and IFRS 16 rent concessions

Also you can find more industry guidance on leases in our Real Estate - Spotlight
**Government Grants**
Governments around the world have reacted to the impact of COVID-19 with a variety of measures to support businesses. It can be challenging to determine if the government assistance is in the scope of IAS 20 and how it should be accounted for and presented in the income statement.

**Revenue**
There might be an impact on the assumptions made by management in measuring the revenue from goods or services already delivered and, in particular, on the measurement of variable consideration (e.g., increase in the expected returns or price concessions) or in the determination of the period that a performance obligation is satisfied during using the output method.

**What questions should I ask my client?**
Use this list for the top questions to ask your clients about revenue. This flowchart will help you work through the requirements of IAS 20, the government grant standard.

**Answers to common questions**
We have compiled our guidance and a list of frequently asked question on revenue and government grants.

**Training**
Here you can access to the specific training section on Government grants.

**Podcasts to cover the basics**
For the basics on the impact of COVID-19 on government grants listen to our podcasts
EP 72 Government grants
EP 71 Implications of Coronavirus

**Other guidance**
Also you can find more industry guidance on revenue in our Spotlight - Consumer markets.
The measures taken to control the spread of COVID-19 will create operational and, in some cases, liquidity challenges for some entities. In some cases an entity might conclude in accordance with the guidance in IAS 1, that it is no longer a going concern. In other cases an entity might have a material uncertainty regarding the entity's ability to continue as a going concern, relevant disclosures should be included about the impact of COVID-19 in the financial statements. The detail of such disclosure and the impact in the audit report may depend on how the entity is affected.

### Answers to common questions

We have compiled our guidance and a list of frequently asked question on going concern and subsequent events.

### Other guidance

Also you can find more guidance on going concern & disclosures in our Spotlight.

### Podcasts to cover the basics


### Training

Here you can access to the specific training section on Going concern & subsequent events.
IAS 1 requires disclosure of significant accounting policies, the most significant judgements made in applying those accounting policies, and the estimates that are most likely to result in an adjustment to profits in future periods. All of these disclosures might be different as a result of the impact of COVID-19. In addition, some entities would like to reflect the implication of COVID-19 in management performance measures, exceptional items and change the presentation in the income statements or include new subtotals.

<table>
<thead>
<tr>
<th>What questions should I ask my client?</th>
<th>Answers to common questions</th>
<th>Other guidance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Use this Aid memo - Presentation and APM for the top questions to ask your clients about presentation</td>
<td>We have compiled our guidance and frequently asked question on Disclosures - including financial risk</td>
<td>The European Securities and Markets Authority published guidance on APMs and presentation and IOSCO issued an statement for application of accounting standards during the Covid-19 outbreak. Be sure to check if your specific regulator has issued similar guidance.</td>
</tr>
<tr>
<td>Podcasts to cover the basics</td>
<td>Training</td>
<td></td>
</tr>
<tr>
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<td></td>
</tr>
</tbody>
</table>

Podcasts to cover the basics
For the basics on the impact of COVID-19 on presentation and disclosures listen to our podcasts EP 82 Presentation of the impacts of COVID-19

Training
Here you can access to the specific training section on Presentation and disclosure
Other COVID 19 guidance

In addition to the items described below, entities should be aware of any other potential implications of the following aspects:

- Cash & cash equivalents
- Provision & onerous contracts
- Contingent assets
- Employee benefits and share-based payments
- Income taxes
- Breach of covenants
- Interim financial statements
- Hedge accounting

Answers to common questions

We have compiled our guidance on Cash and cash Equivalents, Interim financial statements and Non-financial obligations (including provisions, onerous contracts, contingent assets, employee benefits and share based payments and income taxes) and hedge accounting.

Podcasts & Videos to cover the basics

For the basics on the impact of COVID-19 on the following topics listen to our podcasts:
- EP 71 Implications of Coronavirus
- EP 78 Classification and measurement
- EP 79 Hedging & Corporate Treasury
- EP 84 COVID-19 and taxes
- EP 85 COVID-19 and interim reporting
- IFRS technical update video: April 2020
- IFRS technical update video: May 2020
- IFRS technical update video: June 2020

Find a spotlight on your industry here

- A Corporate Treasury Focus on COVID-19 Accounting Considerations
- COVID-19 Key accounting considerations for shipping entities
- A Real Estate Focus on COVID-19 Accounting Considerations
- A Pharmaceutical & Life Science Industry Focus on COVID-19 Accounting Considerations
- A Consumer Markets Industry Focus on COVID-19 Accounting Considerations
- A Mining Industry Focus on COVID-19 accounting considerations
- A Utility Industry Focus on COVID-19 accounting considerations
- An Oil and Gas Industry Focus on COVID-19 accounting considerations
Thank you