

M6 – CORPORATE FRAMEWORK & REPORTING (Managerial Level-2)

INTRODUCTION

The paper explores the corporate regulatory landscape of Pakistan, focusing on the frameworks that govern corporate entities, their reporting obligations, and the standards and principles that ensure transparency, accountability, and ethical conduct. This includes laws such as the Companies Act, 2017, directives by the Securities and Exchange Commission of Pakistan (SECP), PSX Listing Regulations, and globally recognized standards like IFRS and Integrated Reporting.

OBJECTIVE

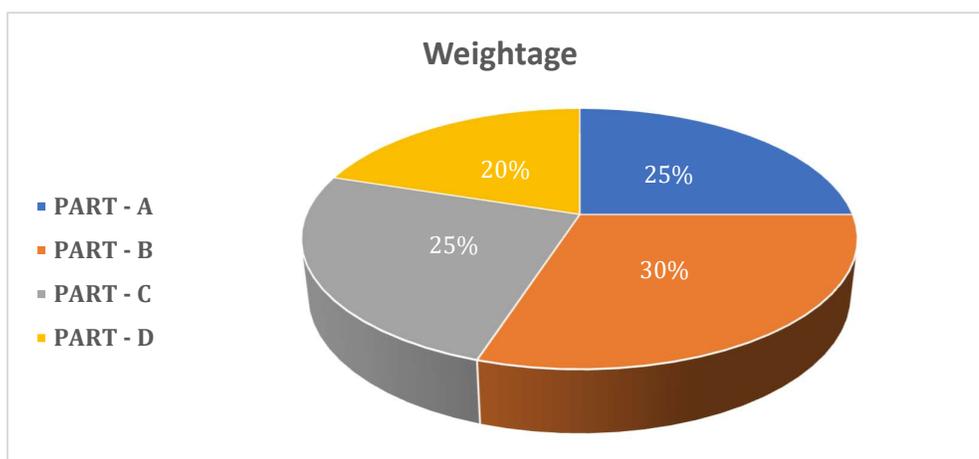
This course aims to develop a comprehensive understanding of corporate governance structures,

regulatory frameworks, and financial reporting standards applicable in Pakistan. It focuses on key laws, SECP regulations, IFRS applications, and PSX disclosure requirements. Learners will explore integrated and sustainability reporting practices, along with ethical and risk management principles. The course prepares

LEARNING OUTCOMES

- Interpreting and preparing financial statements in line with IFRS.
- Understanding legal and governance structures.
- Ensuring ethical and transparent reporting.
- Analyzing sustainability and risk disclosures.

SYLLABUS CONTENTS



PART - A CORPORATE GOVERNANCE & REGULATORY FRAMEWORK IN PAKISTAN

1. Legal structure and institutional bodies overseeing corporate behavior.

- Companies Act, 2017 – structure, types of companies, statutory requirements.
- SECP: Role, powers, and regulatory functions.
- Code of Corporate Governance 2019 (SECP and PSX)
- Board of Directors: Composition, independence, committees (audit, risk, nomination)
- Corporate compliance and penalties

PART - B FINANCIAL REPORTING FRAMEWORK (IFRS & LOCAL ADAPTATIONS)

2. Structure, presentation, and content of financial statements.

- IAS 1: Presentation of Financial Statements
- IAS 7: Statement of Cash Flows

- IFRS 15: Revenue from Contracts with Customers
- IFRS 16: Leases
- IFRS 9: Financial Instruments
- Adoption status in Pakistan (ICAP/SECP-endorsed standards)
- Notes to the accounts and key disclosures

PART - C CORPORATE REPORTING AND DISCLOSURE REQUIREMENTS

3. Statutory and voluntary reporting mechanisms.

- Annual report components: Director's report, CSR report, Governance report
- Interim Financial Reporting (IAS 34)
- PSX Listing Requirements for disclosures
- SECP Forms and filings
- Events after reporting period (IAS 10)
- Related party transactions (IAS 24)
- Earnings management and transparency

PART - D
INTERNAL CONTROLS, RISK MANAGEMENT & ETHICS
IN REPORTING

- 4. Ensuring ethical, accurate, and risk-aware reporting culture.**
- COSO Framework: Components of internal control

- Internal audit vs. external audit roles
- SECP Whistleblower Protection Act & ethics codes
- Common financial frauds and manipulations
- Role of audit committees and risk oversight
- Ethical dilemmas in financial reporting
- ICMA Pakistan Code of Ethics & IFAC principles