

# New statutory and compliance requirements in Luxembourg: Are you ready for the change?

Product and Services  
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## Implementation of the Standard Chart of Accounts

The RGD of June 10, 2009 foresees the implementation of a standard chart of accounts ("SCA") for non supervised Luxembourg entities.

Applicable from the financial year beginning after December 31, 2010, companies need to understand its scope, legal obligations, and impact on their bookkeeping.

### Main impacts

- Obligation to file the trial balance under the SCA format of the first accounting year starting after December 31, 2010
- Upgrade of accounting systems
- Review and update of current accounting rules and accounting manual



## The law dated December 10, 2010

The law dated December 10, 2010 aims to implement among others the so-called "Modernisation" and "Fair Value" European directives in our national law. The main consequences are summarised here below:

### Modification of the law dated December 19, 2002

- Possibility to value financial instruments and other assets (for instance real estate assets) at fair value
- Possibility to establish statutory annual accounts under IFRS
- New principle of Substance over Form
- Modification of the format of the annual accounts (balance sheet and profit and loss account)
- Improvement of financial information (management report, additional information on related parties transactions, corporate governance policies,...)
- New size criteria for SME

### Modification of the law dated August 10, 1915

- Upgrade of thresholds regarding the obligations of consolidation
- Modification of certain consolidation conditions (dissimilar activities, non material subsidiaries)

## Your challenges

- What are the legal obligations, the scope and advantages of the SCA?
- What kind of reporting needs to be put in place?
- How can you efficiently implement the SCA into your reporting process?
- What are the potential tax impacts of the new possible valuation rules?
- What are the key elements changed in the commercial law?
- How can you ensure that the changes are known and understood by all the appropriate persons?
- Whom to contact in case of questions?
- Where can you find specialised experts to tackle your specific questions?
- How to ensure your people are trained on the evolution of the law?

## PwC Solutions

- **Workshops and meetings.** We can provide a detailed introduction of the new SCA covering the following aspects: legal obligations, scope, timing of implementation,... Depending on your needs, we can assist you in holding workshops to ensure the understanding of the new chart of accounts;
- **Assistance in the implementation of the Standard Chart of Accounts.** We provide advice on the set up of your implementation of the new SCA. We can analyse your chart of accounts as well as your accounting rules currently in force to help you to prepare the mapping between your chart of accounts and the new SCA and to adapt your accounting rules as needed;
- **Assistance for the automation of preparation of financial statements.** With the adoption of the SCA and according to the functionality of your accounting software, we can help you to automate the preparation of the financial statements;
- **Preparation of accounting manual.** We can help you to prepare or update your accounting manual to ensure the adequate documentation of your accounting policies;
- **Analysis of the tax impact based on new options adopted.** We can provide you with the analysis of the tax impact on your company of the changes of accounting valuation rules followed;
- **Filing of the trial balance and financial statements.** We can file your trial balance following the new SCA and your financial annual accounts with the trade register;
- **Hotline services.** We propose you access to experts in various dedicated fields (accounting questions, SCA, accounting law, corporate secretarial services,..) to provide quick and efficient answers to your queries;
- **Training and coaching.** We provide training to your staff on the SCA and the Law of December 19, 2002 and its evolution, as well as individual training to tackle particular issues.

### To get started, call

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