

Corporate Accounting Advisory Services: GAMING

2023

kping Contents

Service lines

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Key Credentials

Thought leadership

Our team



Service Lines

Service Lines



Service offerings

CFO Advisory and Finance Function Transformation

Key services provided:

- Support CFOs with initiatives to support financial value creation and operational optimisation
- Assist with managing major transformation projects and strategic initiatives
- Assess core processes to identify potential digitisation solutions and automation of the finance function

Accounting outsourcing Key services provided:

- Assistance with day-to-day book-keeping and preparation of annual and interim management accounts
- Preparation of ad hoc reports tailored to the needs of management
- Group reporting through group reporting packages
- VAT registrations and preparation of VAT returns
- Drafting of technical position papers
- Co-ordination of the annual compliance process through drawing in cross functional expertise

Virtual collaboration and co-sourcing Key services provided:

- Provision of skilled hours over the longer term, working alongside the client's existing finance function team members
- Provide flexibility in skillset provided, which can be utilised as and when required by the client

Payroll Key services provided:

- Staff and Executive payroll outsourcing
- Provision ancillary services such as:
 registration of employees
 - preparation of termination forms,
 - calculation of overtime, leave and sick leave balances
 - fringe benefits

Secondment

Key services provided:

 Provision of accounting staff to work under the direction and supervision of clients for a temporary period of time



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CAAS

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Service offerings

Consolidation assist

Key services provided:

- Prepare consolidated financial statements
- Prepare a tailored consolidation package
- Assist clients in dealing with specific issues

Accounting change services

Key services provided:

- Provide technical advice on the impacts of accounting changes
- Assist in the development of an implementation roadmap
- Conduct technical sessions

Financial statement compilation and audit readiness Key services provided:

CAAS

- End-to-end preparation of financial statements
- Quality review of financial statements for accounting/ regulatory compliance
- Compilation of a management accounting file containing all assessments and supporting documentation that are envisaged to be required by the company auditors Support provided during the sudit
- Support provided during the audit process

Multi-disciplinary teams

Key services provided:

 As accounting for certain events and transactions tends to be complex, requiring specialist involvement, we are often asked to assist tax, audit and other advisory teams

Accounting Topic workpapers Key services provided:

- Draft technical accounting memos
- Perform technical accounting research
- GAAP conversion support
- Accounting standards implementation

IFRS experience with

 Financial instruments, consolidation, revenue recognition, leasing, business combinations, insurance, employee benefits



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Key Credentials

Accounting topic papers

Industry Experience

- o Banks
- Gaming Companies
- **o** Listed Entities
- International Businesses
- Financial Institutions
- Consumer and Retail
- o Privately owned

Opinion papers written on

- Common control transactions
- Financial instruments
- Investment entity exemption
- Share-based payment transactions
- **o** Distributable reserves
- Purchase price allocation exercises
- o Recognition and measurement of intangible assets
- **o Government grants**
- Biological assets
- Transfer of shares



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Consolidation Assist

Industry Experience	CAAS Involvement
 Construction Logistics Security Manufacturing Investment Services 	 Customisation of Group Reporting Packages (GRPs) and consolidation tool for clients' in-house use Preparation of consolidation workings and consolidated financial statements Restatement and reconciliation services Development of C-TRECK consolidation tool: Excel-based model Significant automation Useful for statutory and management reporting Multi-currency Full trail of consolidation adjustments



IFRS 9 - Financial Instruments

Industry Experience

Banking & Finance

Shipping & Maritime

Software

Logistics

Aviation

Energy

Manufacturing

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CAAS Involvement

- Gap analysis from previous guidance
- Technical papers
- Accounting policies manual
- o Additional disclosure requirements assessment
- **o** Classification and Measurement: SPPI Test & Business Model assessment
- ECL calculation methodology, including stage allocation
- PD calculation models for 12-month and lifetime ECLs
- Policies on ECL calculation, stage allocation and benchmark test
- ECL calculation tool, including stage allocation
- Training material

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IFRS 15 - Revenue

Industry Experience

Banking

Oil & Gas

Pharmaceutical

Technology - Al

Gaming & Betting

Financial Institutions

CAAS Involvement

- Gap analysis from previous guidance
- **o** Technical papers on analysis of the 5-step model
- Accounting policy manual
- Quantification of impact on initial application
- Additional disclosure requirements assessment
- o Detailed assessment reports
- Assistance with client queries during implementation
- o Training material



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IFRS 16 - Leases

Industry Experience	CAAS Involvement
 Construction Yachting Financial Institutions Oil & Gas Private Aviation Manufacturing 	 Review of lease contracts and identifying gaps from previous guidance Amendment of accounting policies Analysis on the transition approach to be used Technical whitepapers/ position papers Selection of the appropriate leasing tool Additional disclosure requirements assessment Initial valuation of opening balance sheet and preparation of subsequent measurement

CFO Advisory

Industry Experience

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- o Gaming
- o **Insurance**
- Aviation
- Logistics

- Act as the CFOs right-hand, allowing them more time to focus on decision-making
- Assisting CFOs with their monthly and annual group reporting requirements
- Preparing consolidated financial statements
- Assisting the CFO with day-to-day data analytics
- Training the CFO's team to be proficient in their relevant financial reporting areas

* Malta Financial Services Authority



Finance Transformation

CAAS Involvement



- Assist clients with streamlining their accounting and reporting processes
- Assist in suggesting and designing automated reporting processes
- Benchmarking current processes in the finance function against industry best practices
- Help the management restructure their finance function
- Remove bottlenecks in the reporting processes and reduce time taken for financial statement preparation

* Malta Financial Services Authority



Digital Accounting Manual

CAAS Involvement

- Prepare a practical guide tailored to the client's' daily finance activities
- Provide technical assistance on content development
- Make the content easily available for finding accounting and reporting guidance
- Supported with functionalities such as search engines, linking and feedback workflows
- Documenting of accounting policies
- o Ensuring easy hand-over of all reporting responsibilities





Accounting outsourcing

Industry Experience

Manufacturing

- Gaming
- Aviation
- Shipping
- Healthcare
- o Privately owned
- Construction
- Telecommunications
- o Real estate
- Treasury
- Pharmaceuticals
- Oil and Gas
- Advertising

CAAS involvement

- Assistance with day to day book-keeping
- VAT registrations and preparation of VAT returns
- Preparation of annual and interim management accounts
- Group reporting through group reporting packages
- Preparation of technical position papers
- Preparation of ad hoc reports tailored to the needs of management
- Preparation of statutory financial statements
- Audit readiness and support provided during the audit process



Secondment of accounting staff

Industry Experience

- Manufacturing
- Software development
- Public sector
- Gaming
- Construction
- Logistics
- Financial institutions
- o Medical research
- Pharmaceuticals
- o Oil and Gas
- Telecommunications

CAAS involvement

- Provision of staff on a full-time or part time basis
- Stop-gap measure when there is a temporary shortage of accounting staff arising due to:
 - Long absence due to maternity or illness
 - Resignation
 - Scaling of operations
 - Company listing
 - System changeovers
- Secondment duration typically lasting between 3 to 6 months



Co-sourcing and virtual collaboration

Industry Experience

• Logistics

- Gaming
- Software development
- \circ Aviation
- o Privately owned
- Treasury companies

CAAS involvement

- Provision of skilled hours, with CAAS team members working alongside the client's existing finance function team
- Support is tailored to matching client's changing needs
- Blend of skillset and knowledge to meet requirements in particular periods during their accounts preparation cycle
- Provision of specialised knowledge on an 'as needed' basis





Thought leadership

Thought leadership

kpmg Accounting in the Gaming Industry -An Introduction



Accounting in the Gaming Industry - An Introduction (kpmg.com)

kPing The effects of changes in foreign exchange rates



The Effects of Changes in Foreign Exchange Rates (kpmg.com)

KPMG Capitalisation of internally generated intangible assets



Capitalisation of internally generated intangible assets (kpmg.com)



GAMING

<u>Gaming – KPMG Learning</u> (kpmglearningmalta.com)



VAT and Gambling – An Evolving Landscape

The introduction of the Reduced VAT Rates Directive will impact the place of supply where VAT ought to be charged on gambling offerings.

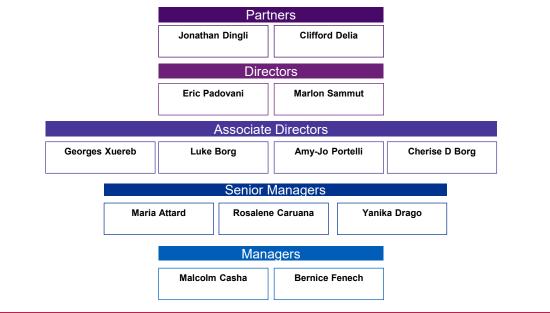


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Our team

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