



## PUBLIC NOTICE

### Guideline on Credit Impairment Measurement and Income Recognition

6 June 2019

The Bank of Mauritius (“Bank”) has revised its Guideline on Credit Impairment Measurement and Income Recognition (“Guideline”) which outlines the minimum prudential requirements with regard to asset classification, provisioning requirements and income recognition, which financial institutions are required to follow.

#### Rationale and purpose

This Guideline brings the prudential requirements in line with international standards and best practices. The Guideline also attempts to provide references, wherever relevant, with the provisions of the accounting standard IFRS 9.

#### Effective date

The Guideline shall come into effect as from 1 January 2020. This Guideline supersedes the Guideline on Credit Impairment Measurement and Income Recognition issued in November 2004 and amended in June 2005 and April 2016.

#### Transitional arrangements

Additional burden, if any, due to the prudential requirements within the Guideline will be allowed to phase-in for 1 year from the date of implementation of this Guideline, at the discretion of financial institutions.

A copy of the Guideline can be accessed on the Bank’s website at the following link:

<https://www.bom.mu/financial-stability/supervision/guideline>