

The Impact of New Financial Instrument Standards on Financial Statements of Financial Enterprises

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Abstract: Affected by the global financial crisis in 2008, China has not only promoted the pace of domestic accounting reform, but also officially promulgated the “New Financial Instruments Accounting Standards”, which includes the improvement of the types, measurement, impairment and other aspects of the new financial instruments, mainly to understand the problem that the original standards did not strictly classify the types and measurement, leading to increased financial risks for enterprises. Secondly, in 2017, China issued the Accounting Standards for Business Enterprises No. 22, No. 23, No. 24 and No. 37 documents to modify and improve the new accounting standards for financial instruments. This paper first analyzes the changes of the new financial standards, then expounds the current situation of financial accounting of financial enterprises at this stage, and then analyzes the ways to strengthen the internal financial accounting management of enterprises at this stage. Finally, it puts forward several strategic suggestions for the reform of the accounting and financial system of enterprises in crisis for reference.

Keywords: New Financial Instrument Standards; Financial Enterprises; Financial Statements; Financial Impact

Introduction

From the reform and opening up to now, for financial enterprises, the financial statements of enterprises directly affect the long-term development of enterprises to a certain extent. At present, one of the biggest problems faced by financial enterprises on the road of development is how to fully apply and give full play to the greatest advantage of the new financial instrument standards and stand out. As the domestic economic structure has entered the stage of adjustment and transformation, the development of domestic financial enterprises is also constantly improving all aspects of the problem. For Chinese financial enterprises, it is extremely urgent to carry out innovative management on financial statements efficiently. In order to achieve the goal of comprehensive development of financial enterprises, financial enterprises need to combine the current social development situation, use new financial instrument standards to constantly avoid the negative impact on financial statements, and comprehensively enhance the competitiveness of the enterprise industry.

1. Changes in new financial instrument standards

Compared with the old financial instrument standards, the new financial instrument standards are more complete and comprehensive, specifically: the classification of financial assets is reduced, the impairment provision of financial assets is strengthened, and the application conditions of hedge accounting are broadened.

1.1 Reduction in classification of financial assets

In the old financial instruments standards, financial assets were classified into four categories based on holdings: receivables and loans, assets measured at fair value and whose changes were also included in current income and expenditure, all investments before the expiry date, and assets available for sale. Among them, the assets available for sale are the most basic. Although the old financial instrument standards were only divided into four categories, in general, the classification standards were highly subjective, and the classification was relatively complex, which greatly increased the systemic risk of the financial market to a certain extent.

The new financial instrument standard is based on its financial business model and the characteristics of contract cash

flow. The original four categories are divided into three categories: property calculated at amortized cost, remaining assets after capital changes measured at fair value and current profit and loss, and assets measured at fair value and changes in comprehensive income. Among them, the purpose of enterprise business is only to collect contract cash flow. At the same time, the judgment standard of the new financial instrument standard is the way of business development and the overall characteristics of contract cash flow, which not only strengthens the constraint of the classification of enterprises and financial assets, but also can significantly reduce the space for enterprise earnings management.

2. Current situation of financial accounting in financial enterprises

2.1 Financial accounting management mode of financial enterprises needs to be improved

The construction of enterprise financial and accounting assessment mechanism is a long-term process, so there will also be some people who are passive and slack in their work, lack of sense of responsibility, negative and incorrect working attitude, and low enthusiasm. At present, with the development of economy and society, the reform and development of financial enterprises are gradually accelerating, which is a "double-edged sword" for enterprises. The challenges and opportunities faced by enterprises are very large. For financial enterprises, it is urgent to build a high-quality, skilled and competent accounting team for the company.

2.2 The traditional financial accounting system is still continuing

Excellent accounting talents are helpful to comprehensively promote the reform of financial enterprises. At present, a key point in the reform of financial accounting system of financial enterprises in China is to accelerate the structural reform of talent supply and provide a group of outstanding talents for regional companies. Due to its passivity, financial management is different from other departments. In the process of talent mining, training and financial statement production management, financial management must ensure that there is no mistake in the whole process, otherwise it will have a great negative impact on the company's capital operation.

3. Ways to strengthen the internal financial accounting management of enterprises at this stage

3.1 Strengthen the construction of salary system

If you want to do a good job in enterprise financial management at this stage, the first step is to comprehensively improve the construction of the salary management system. Whether for small companies or large and medium-sized companies, for the salary management part of the company's employees, you must build a comprehensive and scientific salary management regulations. In the salary management regulations, the setting and explanation of various rules and regulations should be very scientific and detailed. At the same time, after hiring new employees, these salary management systems should be explained one by one, so that the company's employees can fully understand the content of the company's salary management system, so as to enhance their confidence in the company, so as to achieve the establishment of the most perfect salary management system, and lay a solid foundation for the future implementation of salary management.

3.2 Standardize quota management system

First of all, we should continue to make good use of the daily report system for quantitative bookings of basic departments. Daily report of fixed number of subscribers of grassroots units. The purpose of filling in the daily report is to specify the original data for the adjustment and drafting of quota quota standards, and it is also the original voucher for analyzing the major mistakes in quota quota work. Secondly, through the regular check of production units every year and the regular check of auxiliary units every quarter for the enterprise staffing system, we can accurately understand the composition and types of work of employees in each unit of the enterprise, which provides a basic basis for the enterprise's human resources department to do a good job in employee distribution. Finally, a performance appraisal mechanism was implemented for the management of quantitative personnel. According to the management norms of quantitative personnel and the implementation of various rules and regulations, performance appraisal was carried out for quantitative personnel every year, and the appraisal results were linked to their own salary levels, which promoted the quantitative personnel to comply with various management norms more systematically, so as to ensure the standardized operation of the management of quantitative personnel.

4. Strategic Suggestions on the Reform of Enterprise Accounting and Financial System in Crisis

To improve the internal financial accounting management level of financial enterprises in the current era, the following

points should be referred to:

4.1 Comprehensively strengthened financial management system to increase capital utilization efficiency

The internal financial management level of an enterprise, to a certain extent, directly affects the future development of the enterprise. However, at this stage, because the internal financial accounting system of some enterprises still needs to be improved, and there are still some problems in the process of financial management, enterprises should pay attention to the scientific nature of the financial system, and adjust and improve it in combination with their own development direction and actual situation, to ensure that each fund is spent on the "knife edge", and comprehensively avoid the waste of enterprise funds and resources, Enhance the efficiency of capital utilization. Only in this way can we improve the efficiency of financial management and promote the rapid and good development of enterprises.

4.2 Improve accounting management system

Accounting work is an important support for the internal financial management of an enterprise. A comprehensive accounting work can not only improve the efficiency of enterprise capital utilization to a certain extent, but also reduce the economic burden for the enterprise. Therefore, financial enterprises should first pay attention to the accounting work, actively use the job rotation system, and ensure that the division of jobs is clear, implement the tasks and responsibilities of accounting work to each employee, maintain the stable operation of accounting work, and realize that everyone is an auditor and everyone is a supervisor.

4.3 Conduct professional management training for employees and strengthen the service quality of the company's personnel

The financial management of an enterprise cannot be separated from the joint efforts of all employees, and the professional quality of employees is also a factor affecting the quality of financial management. Therefore, it is necessary to fundamentally reform the management system, optimize the internal management process, establish a leadership mechanism of mutual checks and balances, and authorize the approval system and management mechanism. The establishment of a regular audit accounting management mechanism is the fundamental path to promote the healthy and vigorous development of enterprises.

5. Conclusion

In general, with the development of the times, under the new financial instrument standards, the innovation of financial accounting system management within financial enterprises is the inevitable result of market development. Only by taking the actual situation as the starting point, controlling the market trend, and taking a series of measures to avoid the current enterprise development problems in a timely and effective manner, can the financial accounting system of enterprises be comprehensively improved, and on this basis, the new can be introduced, Realize the long-term development goal of the enterprise.

References

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