



IFRS Update

Li Li Lian
Technical Manager

March 2012

The views expressed in this presentation are those of the presenter, not necessarily those of the IASB or IFRS Foundation.

Work Plan 1 February 2012

The views expressed in this presentation are those of the presenter,
not necessarily those of the IASB or IFRS Foundation

New IFRSs published (2011)

- IFRS 10 *Consolidated Financial Statements*
- IFRS 11 *Joint Arrangements*
- IFRS 12 *Disclosure of Interests in Other Entities*
- IFRS 13 *Fair Value Measurement*

Four major projects

Financial Crisis related projects	2012 Q1	2012 Q2	2012 Q3	2012 Q4	MoU	Joint
IFRS 9: Financial instruments (replacement of IAS 39)						
Classification and measurement			Target ED			
Impairment			Re-exposure		✓	✓
Hedge accounting						
General hedge accounting	Review draft		Target IFRS		✓	
Macro hedge accounting			Target DP or ED		✓	
Memorandum of Understanding projects	2012 Q1	2012 Q2	2012 Q3	2012 Q4	MoU	Joint
Leases			Re-exposure		✓	✓
Revenue recognition [ED, comments due 13 March 2012]	Comment period				✓	✓
Other Projects	2012 Q1	2012 Q2	2012 Q3	2012 Q4	MoU	Joint
Insurance contracts			Review draft or revised ED			✓

- Boards decided in July 2011 to re-expose the proposals
- Right-of-use model for lessees and lessors
 - Lessees: capitalise assets and liabilities recognised
 - Lessors: receivables and residual assets
- New ED is expected to be published in 2013

Other topics

	2012 Q1	2012 Q2	2012 Q3	2012 Q4	MoU	Joint
Other Projects						
Annual improvements 2009-2011		Target completion				
Annual improvements 2010-2012	Target ED					
Annual improvements 2011-2013			Target ED			
Amendment to IFRS 1 (Government Loans)	Target IFRS					
Consolidation– Investment entities	RT					✓
Transition Guidance (Proposed amendments to IFRS 10) [ED, comments due 21 March 2012]	Comment Period	Target IFRS				
Post-implementation reviews						
IFRS 8 Operating Segments	Target completion					
IFRS 3 Business Combinations	Initiate review					

Investment Entities ED

- Joint project with the US FASB
- Introduction of an exception to consolidation for investment entities
 - Investment entities would measure controlled investments at fair value through profit or loss
 - New under IFRSs; US GAAP already has similar exception
 - Arose from responses from users and preparers to ED 10
- Six criteria to define investment entities (see next slide)
- Comment period ended 5 January 2012, project finalised end 2012

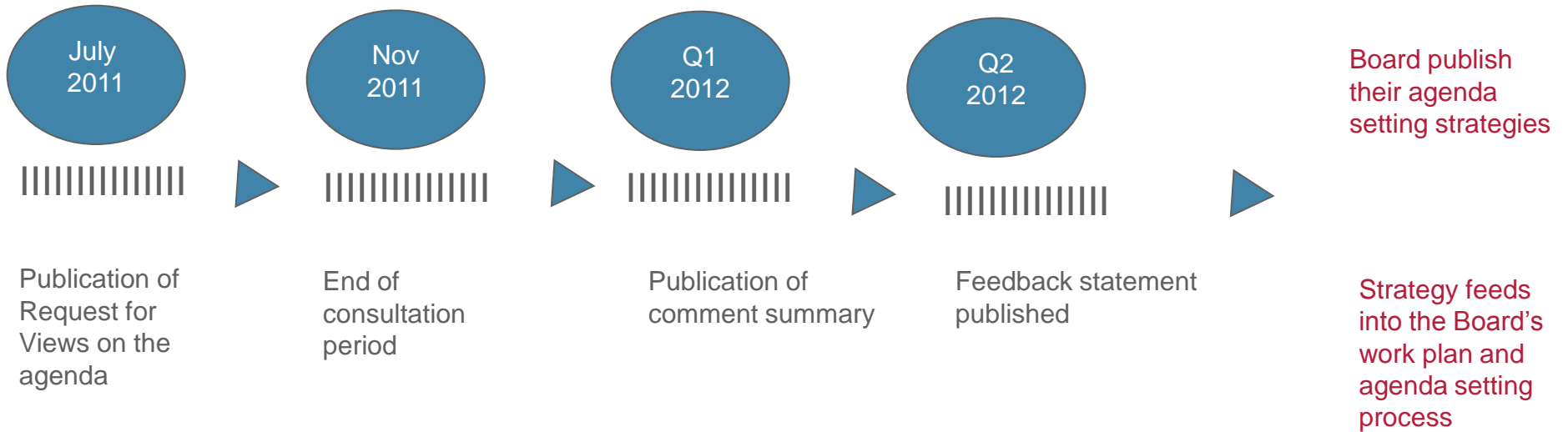
Proposals: Investment entities

- Proposals limited to “investment entities”
- *Investment entity* must meet all six criteria:
 - Nature of investment activity
 - Business purpose
 - Unit ownership
 - Pooling of funds
 - Fair value management
 - Disclosures to investors
- Need not be a legal entity

Agenda Consultation

The views expressed in this presentation are those of the presenter,
not necessarily those of the IASB or IFRS Foundation

Time-line



Outreach activities

Respondents - by geography

Region	Number	Percentage
Europe	111	45.3
Asia and Oceania	56	22.9
North America	48	19.6
International	17	6.9
South America	9	3.7
Africa	4	1.6
Total	245	100

We value responses from a wider range of jurisdictions

- *Conceptual Framework*
- Implementation
- Maintenance
- Post-implementation reviews
- A period of calm
- Some standards level projects – filling in the gaps

The new work plan

13

- A broad base of projects
 - Each potential project deserves to be assessed
- A tricky trade-off
 - Period of calm
 - Back-log
 - ‘local’ issues
 - Demands of first-time adopters

A key ingredient to a refocused IASB

Standards-level projects



Discussion Papers

Research, problem
identification, thought
leadership,

The broader IFRS community

15

- Enhanced international engagement
 - National standard-setters
 - Academics
 - Practitioners
 - Securities regulators
 - Other regulators

Questions or comments?

Expressions of individual views by members of the IASB and its staff are encouraged. The views expressed in this presentation are those of the presenter. Official positions of the IASB on accounting matters are determined only after extensive due process and deliberation.

