



IASB revised work plan

Gilbert Gelard, *former IASB member*

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

Target date for priority projects remains June 2011

- Prioritise major projects to permit sharper focus on those areas in most urgent need for improvement in both IFRS and US GAAP
- Phasing of publication of EDs and related consultations to enable broad-based, effective stakeholder participation
- Publication of separate consultation document seeking stakeholder input about effective dates and transition methods

The major projects

Crisis (MoU)

- Financial instruments
- Fair value measurement
- Consolidation
- Derecognition

Other (MoU)

- Revenue recognition
- Leases
- Post-retirement benefits
- Financial statement presentation
- Liability/Equity

Other (Non MoU)

- Insurance contracts

The major projects

Project	ED issued	Completion
Derecognition - disclosures	✓	■ Q3 2010
Consolidation	✓	■ Q4 2010
Financial statement presentation (OCI)	✓	■ Q4 2010
Liability/Equity		
Fair value measurement	✓	■ Q1 2011
Post-employment benefits (Defined benefit plans)	✓	■ Q1 2011

The major projects

Project	ED issued	Completion
Financial instruments	Q3 & Q4 2010	■ Q2 2011
Revenue recognition	✓	■ Q2 2011
Leases	✓	■ Q2 2011
Insurance (FASB will publish IASB ED as a Discussion Paper with a FASB wrap-around)	✓	■ Q2 2011

Modified strategy and work plan

IASB work plan

- Financial crisis projects (joint with FASB)
- Other prioritised projects
 - some joint with FASB
 - some IASB alone
- Conceptual Framework (joint with FASB)

Financial crisis projects

– Derecognition

Project	Objective	Target dates
Derecognition	<ul style="list-style-type: none">▪ Near-term priority: improving and converging US GAAP and IFRS disclosure requirements▪ Additional research and post-implementation review of FASB amendments to assess future of the project (2012)	Q3 2010: finalised improved disclosure requirements similar to US GAAP

Financial crisis projects

– Consolidation

Project	Objective	Target date
Consolidation	<ul style="list-style-type: none">Boards agreed that standard should include common objectives and principles.IASB project in three parts	Full completion (IASB): Q4 2010

– Consolidation continued

10

Project part	Target dates
Replacement of IAS 27	<ul style="list-style-type: none">▪ Q3 2010: FASB round tables on IASB's proposed standard▪ Q4 2010: finalised IASB standard▪ possible FASB ED on IASB standard?
Disclosures about unconsolidated SPEs/structured entities	<ul style="list-style-type: none">▪ Q4 2010: finalised IASB standard
Investment companies (part of Consolidation project)	<ul style="list-style-type: none">▪ Q4 2010: ED▪ Q1 2011

Financial crisis projects

- Other

Project	Status	Target dates
Fair Value Measurement	develop a converged definition of fair value and common implementation guidance (incl for illiquid markets)	Q1 2011: target for final, converged standard

Prioritised projects

– Financial Instruments

Project	Objective	Target date
Financial instruments	Issuance of comprehensive improvements that foster international comparability of financial instruments	Full completion: Q2 2011

Financial Instruments

- Addressing differences

Differing development timetables and imperatives resulted in differing conclusions in a number of areas.

Strategy to address differences:

- Boards will publish each others proposals
- Joint consideration of feedback received
- FASB round-table meetings on their comprehensive proposals (IASB participation) - Q4 2010
- The *Expert Advisory Panel* is helping the boards to identify and resolve operational aspects of credit impairment models

Prioritised projects

– Financial Instruments

Project part	Target date
Hedge accounting ED (Phase III)	▪ ED: Q3 2010
Impairment (Phase II)	▪ ED comments due 30 Jun 2010
Classification and measurement: financial liabilities	▪ ED comments due 16 July 2010
Asset and liability offsetting In response to stakeholder concerns (Basel Committee on Banking Supervision, Financial Stability Board and others) to address differences between IFRSs and US GAAP	<ul style="list-style-type: none">▪ Q4 2010: ED publication (IASB and FASB)▪ Q1 2011: round tables▪ Q2 2011: publication of standards – timing aligned with other changes to the FI standards

Prioritised projects

– other

15

Project	Objective	Target date
Revenue Recognition	development of a single, common standard for a wide range of industries and transaction types	<ul style="list-style-type: none">■ Q4 2010: round tables■ Q2 2011: joint standard
Leases	development of a joint lease standard that improves lease accounting and ensures that all lease contracts are recognised on the statement of financial position	<ul style="list-style-type: none">■ Q4 2010: round tables■ Q2 2011: joint standard

Prioritised projects

– other

Project	Objective	Target dates
Presentation of OCI	develop presentation standards that improve the reported items of OCI and allow easier comparability between US GAAP and IFRSs	Q4 2010: converged and improved standard

Other joint projects

Project	Status	Target dates
Financial statement presentation	<ul style="list-style-type: none">▪ DP feedback indicated concerns that benefits could be outweighed by expected implementation costs.▪ Boards decided to engage in additional outreach activities and potentially reconsider proposals	<ul style="list-style-type: none">▪ Q4 2010: completion of outreach▪ Q1 2011: ED

Other joint projects

Project	Status	Target dates
Insurance	In 2009 the boards begin discussing the project jointly – agreed on joint approach in most areas	<ul style="list-style-type: none"><li data-bbox="1244 405 1624 522">■ Q2 2011: final standard
Financial Instruments with characteristics of equity	Effects of proposal in draft ED being explored	

Other joint projects

Project	Status	Target dates
Emission trading schemes	While understanding the growing importance of the project, the boards agreed that other MoU projects have a higher priority.	<ul style="list-style-type: none">■ H2 2011: ED■ 2012: Converged standard
Income taxes	Significant negative comments on ED; Board considers limited scope ED	<ul style="list-style-type: none">■ H2 2010: ED expected■ H1 2011: IFRS expected
Joint ventures		<ul style="list-style-type: none">■ Q3 2010: IFRS expected

Other MoU projects

Project	Status	Target dates
Post-employment benefits (Defined benefit plans)	<ul style="list-style-type: none"><li data-bbox="614 404 993 525">▪ ED issued in April 2010<li data-bbox="614 568 1054 689">▪ Comments due 6 Sept 2010	<ul style="list-style-type: none"><li data-bbox="1130 404 1543 525">▪ Q1 2011: IFRS expected

Annual improvements 2009-2011	<ul style="list-style-type: none">▪ Q4 2010: ED planned▪ Q2 2011: IFRS planned
Extractive activities (oil and gas and mining)	<ul style="list-style-type: none">▪ Comments were due 30 July 2010▪ planned agenda decision
Measurement of liabilities under IAS 37	<ul style="list-style-type: none">▪ Q3 2010: deliberations on re-exposure draft (Jan 2010)
Management commentary	<ul style="list-style-type: none">▪ Q4 2010: Final 'guidance' document expected
Rate-regulated activities	<ul style="list-style-type: none">▪ Q3: decision on next steps
Effective date and transition	<ul style="list-style-type: none">▪ Q3: discussion document expected that will guide other final IFRSs

Conceptual Framework (joint with FASB)

- documents currently being developed

22

Phase A Objective and qualitative characteristics	<ul style="list-style-type: none">Final chapter expected 3Q 2010
Phase B Elements and recognition	<ul style="list-style-type: none">To be determined
Phase C Measurement	<ul style="list-style-type: none">Discussion Paper planned 4Q 2010 or 1Q 2011
Phase D Reporting entity	<ul style="list-style-type: none">ED was issued March 2010Comments were due 15 July 2010Final chapter expected 4Q 2010

Conceptual Framework (joint with FASB)

- potential future phases

23

Phase E Presentation and disclosure	Not yet active
Phase F Purpose and status of framework	Not yet active
Phase G Phase G Applicability to not-for-profit entities	Not yet active