

IASB corrections and other changes to IAS 1 *Presentation of Financial Statements* (as revised in 2007)

22 November 2007

The following editorial changes have been made to IAS 1 *Presentation of Financial Statements* as published on 6 September 2007

A—Corrections to IAS 1

In paragraph 73, the last sentence should read as follows:

... However, when refinancing or rolling over the obligation is not at the discretion of the entity (for example, there is no arrangement for refinancing), the entity does not consider the potential to refinance the obligation and classifies the obligation as current.

B—Corrections to IAS 1 Appendix Amendments to other pronouncements

Paragraph A1 is amended to read as follows:

In the *Preface to International Financial Reporting Standards* the rubric above paragraph 1 and paragraphs 11 and 16 are amended as follows:

‘This Preface ... The Preface was amended in January and September 2007.’

11 A complete set [...].

In paragraph A3, after

- ‘equity holders’ is amended to ‘owners’

is added ‘(except in IAS 33 *Earnings per Share*)’

and after

- ‘Standards and Interpretations’ is amended to ‘IFRSs’

is added ‘(except in paragraph 5 of IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors*)’.

IFRS 5 Non-Current Assets Held for Sale and Discontinued Operations

In paragraph A6, the amended definition of current asset in Appendix A should read as follows:

An entity shall classify an asset as current when: ~~that satisfies any of the following criteria:~~

- ~~it is expected to be realised in the asset,~~ or ~~is intended for to sale sell~~ or consumption ~~it, in, the entity's its~~ normal operating cycle;
- ~~it is held~~ holds the asset primarily for the purpose of ~~being~~ trading;
- ~~it is expected to be realised the asset~~ within twelve months after the ~~balance sheet date~~ reporting period; or
- ~~the asset~~ is cash or a cash equivalent (as defined in IAS 7) unless ~~the asset~~ is restricted from being exchanged or used to settle a liability for at least twelve months after the ~~balance sheet date~~ reporting period.

IAS 12 Income Taxes

In paragraph A13,

- the amendment to paragraph 52 should read as follows:

In paragraph 52, in the notes at the end of Example B and Example C, ‘*paragraph 61*’ is amended to [...]

- in the amendment to paragraph 63, the third sentence should read as follows:

In such cases, the current and deferred tax related to items that are recognised [...]

- in the amendment to paragraph 65, the unamended text should read as follows:
‘credited or charged to equity’.

IAS 14 Segment Reporting

In paragraph A14, ‘Paragraphs 2 and 54 [...]’ is amended to ‘Paragraphs 2, 52A and 54 [...]’
and paragraph 52A is inserted as follows:

52A An entity ... all operations that had been classified as discontinued at the ~~balance sheet date~~ end of the latest reporting period presented.

IAS 21 The Effects of Changes in Foreign Exchange Rates

In paragraph A18, after the amendment to paragraph IN14(b) is added:

In paragraph 7, ‘a cash flow statement of cash flows arising’ is amended to ‘a statement of cash flows of the cash flows arising’.

IAS 33 Earnings per Share

In paragraph A24, the sixth paragraph is amended to read as follows:

Paragraphs 67A, 68A, 73A and 74A are added as follows:

paragraph 67A is amended to read as follows:

67A If an entity presents the components of profit or loss in a separate income statement as described in paragraph 81 of IAS 1 (as revised in 2007), it presents basic and diluted earnings per share, as required in paragraphs 66 and 67, in that separate statement.

paragraph 68A is added as follows:

68A If an entity presents the components of profit or loss in a separate income statement as described in paragraph 81 of IAS 1 (as revised in 2007), it presents basic and diluted earnings per share for the discontinued operation, as required in paragraph 68, in that separate statement or in the notes.

and paragraph 74A is amended to read as follows:

74A IAS 1 (as revised in 2007) amended the terminology used throughout IFRSs. In addition it added paragraphs 4A, 67A, 68A and 73A. An entity [...].

IAS 37 Provisions, Contingent Liabilities and Contingent Assets

In paragraph A27, the first amendment should read as follows:

In paragraph 75, ‘of users taken’ is amended to [...]

and should be moved below the amendment to paragraph 25.

IAS 39 Financial Instruments: Recognition and Measurement

In paragraph A29, the amendment to paragraph AG67 should read as follows:

In paragraph AG67, ‘The next financial reporting date’ is amended to ‘The end of the reporting period’.

After paragraph A34, a new heading and paragraph are inserted as follows:

IFRIC 14 IAS 19—The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

A34A IFRIC 14 is amended as described below.

In paragraph 10, ‘net balance sheet asset or liability’ is amended to ‘net asset or liability recognised in the statement of financial position’

In paragraph 26(b) ‘the statement of recognised income and expense’ is amended to ‘other comprehensive income’.

Paragraph 27A is added as follows:

27A IAS 1 (as revised in 2007) amended the terminology used throughout IFRSs. In addition it amended paragraph 26. An entity shall apply those amendments for annual periods beginning on or after 1 January 2009. If an entity applies IAS 1 (revised 2007) for an earlier period, the amendments shall be applied for that earlier period.

C—Corrections to the Basis for Conclusions on IAS 1 *Presentation of Financial Statements* (as revised in 2007)

In paragraph BC36, the last sentence is footnoted as follows:

In 2006 the IASB issued IFRS 8 *Operating Segments*. As explained in paragraphs BC46 and BC47 of the Basis for Conclusions on IFRS 8, that IFRS includes an exemption from some requirements if the necessary information is not available and the cost to develop it would be excessive.

D—Corrections to the Basis for Conclusions on IAS 1 Appendix Amendments to the Basis for Conclusions on other IFRSs

IFRS 1 *First-time Adoption of International Financial Reporting Standards*

In paragraph BCA1, the end of the amended rubric should read ‘(as revised in 2007)’.

IFRS 6 *Exploration for and Evaluation of Mineral Resources*

In paragraph BCA4, in the amendment to paragraph BC65A, ‘*First-time Adoption of International Financial Reporting Standards*’ should be underlined.

IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors*

In paragraph BCA6:

the amendment to paragraph BC22 should read as follows:

BC22 The application of the concept of materiality is set out in two Standards. ~~The revised~~ IAS 1 *Presentation of Financial Statements* (as revised in 2007) continues to specify its application to disclosures. IAS 8 ...

and an amendment to paragraph BC24 is added:

In paragraph BC24, the last sentence is footnoted as follows:

In 2006 the IASB issued IFRS 8 *Operating Segments*. As explained in paragraphs BC46 and BC47 of the Basis for Conclusions on IFRS 8, that IFRS includes an exemption from some requirements if the necessary information is not available and the cost to develop it would be excessive.

IAS 19 *Employee Benefits*

In paragraph BCA8, the rubric preceding the Basis for Conclusions should read as follows:

[The original text has been marked up to reflect the revision of IAS 39 *Financial Instruments: Recognition and Measurement* (~~as revised in 2003~~) and subsequently *the issue of IFRS 2 Share-based Payment in 2004*; new text is underlined and deleted text is struck through. *The terminology has not been amended to reflect the changes made by IAS 1 Presentation of Financial Statements (as revised in 2007).*]

IAS 21 *The Effects of Changes in Foreign Exchange Rates*

In paragraph BCA9, the end of the amended rubric should read ‘(as revised in 2007)’.

IAS 39 *Financial Instruments: Recognition and Measurement*

In paragraph BCA12, the end of the amended rubric should read ‘(as revised in 2007)’.

After paragraph BCA16, a new heading and paragraph are inserted as follows:

IFRIC 14 IAS 19—The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

BCA16A The Basis for Conclusions on IFRIC 14 is amended as described below.

The rubric preceding the Basis for Conclusions is amended as follows:

This Basis for Conclusions accompanies, but is not part of, IFRIC 14.

The original text has been marked up to reflect the revision of IAS 1 Presentation of Financial Statements in 2007: new text is underlined and deleted text is struck through.

References to ‘balance sheet date’ are amended to ‘end of the reporting period’.

In paragraph BC33, ‘the balance sheet asset or increase the liability’ is amended to ‘the asset or increase the liability recognised in the statement of financial position’.

In paragraph BC36, ‘the balance sheet asset’ is amended to ‘the asset recognised in the statement of financial position’.

In paragraph BC37, ‘balance sheet asset or liability’ is amended to ‘asset or liability recognised in the statement of financial position’.

SIC-7 Introduction of the Euro

In paragraph BCA17, the third sentence of paragraph 6 should begin ‘IAS 8.42’.

SIC-25 Income Taxes—Changes in the Tax Status of an Entity or its Shareholders

In paragraph BCA19, the first sentence should read ‘[...] paragraph 5 and paragraphs 5–8 are amended [...]’.

E—Corrections to IAS 1 Appendix to Implementation Guidance Amendments to guidance on other IFRSs

In paragraph IGA1, after

- ‘equity holders’ is amended to ‘owners’

is added ‘(except in IAS 33 *Earnings per Share*)’.

IFRS 1 *First-time Adoption of International Financial Reporting Standards*

In paragraph IGA2, the amendment to IG Example 10 should read as follows [in the table]:

IG Example 10 Interim financial reporting

Background

Entity R’s first IFRS financial statements ~~have~~ are for a reporting date of period that ends on 31 December [...]

and the amendment to paragraph IG52 should read as follows:

IG52 An entity recognises and measures all financial assets and financial liabilities in its opening IFRS ~~balance sheet~~ statement of financial position in accordance with IAS 39, except as specified in paragraphs 27–30 of the IFRS, which address derecognition and hedge accounting, ~~and paragraph 36A, which permits an exemption from restating comparative information.~~

IAS 12 *Income Taxes*

In paragraph IGA8, in the amendment to the last paragraph of Example 3, the first reference to ‘recognised in other comprehensive income’ should be underlined.

After paragraph IGA12 a new heading and paragraph are inserted as follows:

IAS 37 *Provisions, Contingent Liabilities and Contingent Assets*

IGA12A In Appendix C, Example 6:

‘At the balance sheet date of 31 December 1999’ is replaced by
‘At 31 December 1999, the end of the reporting period’

‘At the balance sheet date of 31 December 2000’ is replaced by
‘At 31 December 2000, the end of the reporting period’.

IAS 39 *Financial Instruments: Recognition and Measurement*

In paragraph IGA13:

the amendment to Question E.4.9 should read as follows:

- ‘be recognised in profit or loss’ is amended to ‘be reclassified from equity to profit or loss as a reclassification adjustment’.

the amendment to the answer to Question F.1.6 should read as follows:

- ‘profit or loss or [in] equity’ is amended to ‘profit or loss or [in] other comprehensive income’

the amendment to the answer to Question F.1.7 should read as follows:

In *Case 1*, ‘the income statements’ is amended to ‘profit or loss’.

IAS 41 Agriculture

In paragraph IGA14, the first sentence is replaced as follows:

In the appendix accompanying IAS 41, the rubric above paragraph A1 is amended as follows:

‘This appendix, which was prepared by the IASC staff but was not approved by the IASC Board, accompanies, but is not part of, IAS 41. It has been updated to take account of the changes made by IAS 1 Presentation of Financial Statements (as revised in 2007).’

Example 1 in the appendix is amended as described below.

After paragraph IGA16, a new heading and paragraph are inserted as follows:

IFRIC 14 IAS 19—*The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*

IGA17 The illustrative examples accompanying IFRIC 14 are amended as described below.

In paragraph IE7, ‘balance sheet liability of 180’ is amended to ‘liability of 180 in the statement of financial position’.

In the tables below paragraphs IE7 and IE20, ‘Net balance sheet liability’ is amended to ‘Net liability recognised in the statement of financial position’.

In paragraphs IE8 and IE21, ‘balance sheet asset’ is amended to ‘asset recognised in the statement of financial position’.

In paragraph IE20, ‘balance sheet liability of 244’ is amended to ‘liability of 244 in the statement of financial position’.