

## STAFF PAPER

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## IASB Meeting

Project	Disclosure Initiative
Paper topic	Guidance issued after 2005: high level summary of application and transitional provisions
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This Agenda Paper represents background information for Agenda Paper 11D.

It summarises—*at a very high level*—application and transitional provisions of IFRS guidance issued after 2005 (including Standards, amendments, interpretations and annual improvements).

**IFRSs issued after 2005: summary of application and transitional provisions**

<b>Standard</b>	<b>IAS 8 or transitional provisions</b>
<b>IFRS 7</b> <i>Financial Instruments: Disclosures</i>	IAS 8 retrospective application
<b>IFRS 8</b> <i>Operating Segments</i>	IAS 8 retrospective application
<b>IFRS 9</b> <i>Financial Instruments</i>	Transitional provisions: <ul style="list-style-type: none"> <li>• the Standard does not apply to financial assets that have already been derecognised at the date of initial application;</li> <li>• IAS 8 retrospective application with restatement for those assets, if it is possible without the use of hindsight;</li> <li>• there are exemptions for retrospective application;</li> <li>• if restatements require the use of hindsight, no restatement of comparatives with an adjustment to the opening equity; and</li> <li>• hedge accounting is applied prospectively.</li> </ul>
<b>IFRS 10</b> <i>Consolidated Financial Statements</i>	Transitional provisions and IAS 8 retrospective application: <ul style="list-style-type: none"> <li>• assess control over existing investees at the date of initial application;</li> <li>• allowed to restate comparative amounts for the immediately preceding year only;</li> <li>• relief by limiting quantitative disclosures required by IAS 8 paragraph 28(f) only for the immediately preceding year;<sup>1</sup></li> <li>• specific impracticability guidance; and</li> <li>• choice of which version of IFRS 3 and IAS 27 to use.</li> </ul>

<sup>1</sup> In other words, an entity does not need to disclose quantitative information required by IAS 8.28(f) for the current period. IAS 8.28(f) requires to disclose:

for the current period and each prior period presented, to the extent practicable, the amount of the adjustment:

- (i) for each financial statement line item affected; and
- (ii) if IAS 33 *Earnings per Share* applies to the entity, for basic and diluted earnings per share.

<b>IFRS 10</b> <i>Consolidated Financial Statements—Investment Entities</i>	<p>Transitional provisions and IAS 8 retrospective application:</p> <ul style="list-style-type: none"> <li>• assess whether an entity is an investment entity at the date of initial application;</li> <li>• allowed to restate comparative amounts for the immediately preceding year only; and</li> <li>• relief by limiting quantitative disclosures required by IAS 8 paragraph 28(f) only for the immediately preceding year.</li> </ul>
<b>IFRS 11</b> <i>Joint Arrangements</i>	<p>Transitional provisions and IAS 8 retrospective application:</p> <ul style="list-style-type: none"> <li>• allowed to restate comparative amounts for the immediately preceding year only; and</li> <li>• relief by limiting quantitative disclosures required by IAS 8 paragraph 28(f) only for the immediately preceding year.</li> </ul>
<b>IFRS 12</b> <i>Disclosure of Interests in Other Entities</i>	<p>Transitional provisions:</p> <ul style="list-style-type: none"> <li>• restate comparative amounts for the immediately preceding year only.</li> </ul>
<b>IFRS 13</b> <i>Fair Value Measurement</i>	<p>Prospective application because changes in fair value measurement are considered to be changes in accounting estimates.</p>
<b>IFRS 14</b> <i>Regulatory Deferral Accounts</i>	<p>IAS 8 retrospective application.</p>
<b>IFRS 15</b> <i>Revenue from Contracts with Customers</i>	<p>Transitional provisions and IAS 8 retrospective application:</p> <ul style="list-style-type: none"> <li>• there are practical expedients for retrospective application;</li> <li>• a ‘modified’ approach (ie not restate comparatives, with a catch-up adjustment to the opening balance of retained earnings) is allowed;</li> <li>• under the modified approach, the Standard applies to contracts that are not yet completed as of the application date;</li> <li>• relief by limiting quantitative disclosures required by IAS 8 paragraph 28(f) for the immediately preceding year if retrospective application is applied.</li> </ul>

<b>IAS 27 <i>Separate Financial Statements</i> (2011)</b>	IAS 8 retrospective application <ul style="list-style-type: none"><li>the requirements are generally consistent with the previous Standard; consequently, restatements are unlikely.</li></ul>
<b>IAS 28 <i>Investments in Associates and Joint Ventures</i> (2011)</b>	Transitional provisions: <ul style="list-style-type: none"><li>IFRS 11 includes specific provisions for joint ventures that were previously accounted for using proportionate consolidation.</li></ul>

**IFRICs and amendments to IFRSs: summary of transitional provisions**

<b>IFRIC</b>	<b>Date</b>	<b>What does it <i>mainly</i> address?</b>  eg presentation, disclosure, recognition or measurement	<b>Application</b>  Retrospective <sup>2</sup> / prospective <sup>3</sup>
<b>IFRIC 21</b> <i>Levies</i>	May 2013	Recognition	Retrospective
<b>IFRIC 20</b> <i>Stripping Costs in the Production Phase of a Surface Mine</i>	October 2011	Recognition and measurement	Prospective from the beginning of the earliest comparative period
<b>IFRIC 19</b> <i>Extinguishing Financial Liabilities with Equity Instruments</i>	November 2009	Recognition and measurement	Retrospective from the beginning of the earliest comparative period
<b>IFRIC 18</b> <i>Transfers of Assets from Customers</i>	January 2009	Measurement	Prospective
<b>IFRIC 17</b> <i>Distributions of Non-cash Assets to Owners</i>	November 2008	Recognition and measurement	Prospective
<b>IFRIC 16</b> <i>Hedges of a Net Investment in a Foreign Operation</i>	July 2008	Measurement	Prospective
<b>IFRIC 15</b> <i>Agreements for the Construction of Real Estate</i>	July 2008	Recognition	Retrospective
<b>IFRIC 14</b> <i>IAS 19—The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction</i>	July 2007	Measurement	Prospective from the beginning of the earliest comparative period

<sup>2</sup> As defined in paragraph 22 of IAS 8, ie with restatement of all presented comparative information.

<sup>3</sup> As defined in paragraph 5 of IAS 8, ie applying the new accounting policy to transactions, other events and conditions occurring after the date as at which the policy is changed.

<b>IFRIC 13</b> <i>Customer Loyalty Programmes</i>	June 2007	Recognition and measurement	Retrospective
<b>IFRIC 12</b> <i>Service Concession Arrangements</i>	November 2006	Recognition and measurement	Retrospective unless impracticable
<b>IFRIC 11</b> <i>IFRS 2—Group and Treasury Share Transactions</i>	November 2006	Measurement	Retrospective
<b>IFRIC 10</b> <i>Interim Financial Reporting and Impairment</i>	July 2006	Measurement	Prospective
<b>IFRIC 9</b> <i>Reassessment of Embedded Derivatives</i>	March 2006	Recognition	Retrospective
<b>IFRIC 8</b> <i>Scope of IFRS 2</i> when the entity cannot specifically identify some or all of the goods or services received	January 2006	Recognition	Retrospective
<b>Amendment</b>			
Amendments to <b>IAS 28</b> <i>Investments in Associates and Joint Ventures</i> and <b>IFRS 10</b> <i>Consolidated Financial Statements</i> that clarify that in a transaction involving an associate or joint venture the extent of gain or loss recognition depends on whether the assets sold or contributed constitute a business.	September 2014	Measurement	Prospective
Amendments to <b>IAS 27</b> <i>Separate Financial Statements</i> that reinstate the equity method as an accounting option for investments in subsidiaries, joint ventures and associates in an entity's separate financial statements.	August 2014	Presentation	Retrospective

Amendments to <b>IAS 16</b> <i>Property, Plant and Equipment</i> and <b>IAS 41</b> <i>Agriculture</i> that bring bearer plants into the scope of IAS 16	June 2014	Classification and measurement	Retrospective with measurement expedient <sup>4</sup>
Amendments to the accounting under <b>IAS 16</b> <i>Property, Plant and Equipment</i> and <b>IAS 38</b> <i>Intangible Assets</i> that provide additional guidance on how the depreciation or amortisation of property, plant and equipment and intangible assets should be calculated.	May 2014	Measurement	Prospectively
Amendments to <b>IFRS 11</b> <i>Joint Arrangements</i> regarding the clarification of the accounting for acquisitions of an interest in a joint operation when the operation constitutes a business.	May 2014	Measurement	Prospectively
Amendments to the accounting under <b>IAS 19</b> (2011) <i>Employee Benefits</i> for contributions from employees or third parties that are linked to service.	November 2013	Measurement	Retrospectively
Amendments to <b>IAS 39</b> <i>Financial Instruments: Recognition and Measurement</i> clarifying that there is no need to discontinue hedge accounting if a hedging derivative is novated, provided certain criteria are met.	July 2013	Recognition	Retrospective
Amendments to the recoverable amount disclosures required by <b>IAS 36</b> <i>Impairment of Assets</i>	May 2013	Disclosure	Retrospective
Amendments to <b>IAS 32</b> <i>Financial Instruments: Presentation</i> and <b>IFRS 7</b> <i>Financial Instruments: Disclosures</i> clarifying the accounting requirements and disclosures related to the offsetting of financial assets	December 2011	Presentation and disclosure	Retrospective

<sup>4</sup> An entity is allowed to use fair value at the date of initial application as deemed cost at the beginning of the earliest period presented. In addition, there is relief by limiting quantitative disclosures required by IAS 8 paragraph 28(f) for the immediately preceding year.

and financial liabilities.			
Amendments to <b>IAS 19</b> <i>Employee Benefits</i> that change the accounting for defined benefits plans and termination benefits.	June 2011	Measurement	Retrospective with two exceptions (for disclosures)
Amendments to <b>IAS 1</b> to provide guidance on the presentation of the items contained in OCI and their classification within OCI.	June 2011	Presentation	Retrospective
Amendments provide an exception to the general principle in <b>IAS 12</b> that the measurement of deferred tax assets and deferred tax liabilities should reflect the tax consequences that would follow from the manner in which the entity expects to recover the carrying amount of an asset.	January 2011	Measurement	Retrospective
Amendments to <b>IFRS 7</b> <i>Financial Instruments: Disclosures</i> increase the disclosure requirements for transactions involving transfers of financial assets.	October 2010	Disclosure	Prospective
Amendments to <b>IAS 24</b> <i>Related Party Disclosures</i> . The revised Standard simplifies the disclosure requirements for entities that are controlled, jointly controlled or significantly influenced by a government (referred to as government related entities) and clarifies the definition of a related party.	November 2009	Disclosure	Retrospective
Amendments to <b>IAS 32</b> <i>Financial Instruments: Presentation</i> , entitled 'Classification of Rights Issues'.	October 2009	Classification	Retrospective
Amendments to <b>IFRS 2</b> <i>Share-based Payment</i> to clarify the scope of IFRS 2, as well as the accounting for group cash-settled share-based payment transactions in the separate (or individual) financial statements of an entity receiving the goods or services when another group entity or shareholder has the obligation to settle	June 2009	Measurement and recognition	Retrospective if sufficient information is available



the award.			
Amendments to <b>IFRS 7</b> to enhance disclosures about fair value measurements and liquidity risk in the wake of the recent financial crisis.	March 2009	Disclosure	Prospective
Amendments to <b>IFRIC 9</b> and <b>IAS 39</b> to clarify the accounting for embedded derivatives when a financial asset is reclassified out of the ‘fair value through profit or loss’ (FTVPL) category as permitted by the October 2008 amendments to IAS 39.	March 2009	Recognition	Retrospective
Amendments to <b>IAS 39</b> and <b>IFRS 7</b> about reclassification of financial assets.	October 2008	Classification	Prospective
Amendments to <b>IAS 39</b> <i>Financial Instruments: Recognition and Measurement</i> that provide clarification on two issues in relation to hedge accounting.	July 2008	Measurement	Retrospective
Amendments to <b>IAS 32</b> <i>Financial Instruments: Presentation</i> and <b>IAS 1</b> <i>Presentation of Financial Statements</i> about puttable financial instruments and obligations arising on liquidation.	February 2008	Presentation	Retrospective
Amendments to <b>IFRS 2</b> <i>Share-based Payment</i> to clarify the definition of vesting conditions and the accounting treatment of cancellations by the counterparty to a share-based arrangement.	January 2008	Recognition and measurement	Retrospective
Revised <b>IAS 1</b> <i>Presentation of Financial Statements</i>	October 2007	Presentation	Retrospective
Amendments to <b>IAS 23</b> <i>Borrowing Costs</i> to eliminate the option available under the previous version of the Standard to recognise all borrowing costs immediately as an expense.	April 2007	Recognition and measurement	Prospectively

## Annual improvements to IFRSs: summary of application and transitional provisions

<b>Improvement</b>	<b>What does it mainly address? eg. presentation, disclosure, recognition or measurement</b>	<b>Application: retrospective or prospective</b>
<b>2012-2014 Cycle</b>		
<b>IFRS 5</b> Changes in methods of disposal	Measurement	Prospective
<b>IFRS 7</b> Servicing contracts	Disclosure	Prospective
<b>IFRS 7</b> Applicability of the amendments to IFRS 7 to condensed interim financial statements	Disclosure	Prospective
<b>IAS 19</b> Discount rate: regional market issue	Measurement	From the beginning of the earliest comparative period
<b>IAS 34</b> Disclosure of information ‘elsewhere in the interim financial report’	Disclosure	Retrospective
<b>2011-2013 Cycle</b>		
<b>IFRS 1</b> Clarification of the meaning of ‘effective IFRSs’	n/a	
<b>IFRS 3</b> Clarification of the scope exclusion for joint ventures	Measurement and presentation	Prospective
<b>IFRS 13</b> Clarification of the scope of the portfolio exception	Measurement	Prospective
<b>IAS 40</b> Clarification of interrelationship between IFRS 3 and IAS 40 (re acquisition of investment property)	Measurement and presentation	Prospective, with retrospective permitted
<b>2010-2012 Cycle</b>		
<b>IFRS 2</b> Definition of vesting condition	Measurement	Prospective

<b>IFRS 3</b> Accounting for contingent consideration in a business combination	Measurement	Prospective
<b>IFRS 8</b> (i) Aggregation of operating segments and (ii) Reconciliation of the total of the reportable segments' assets to the entity's assets	Disclosure	Retrospective
<b>IFRS 13</b> Short-term receivables and payables	Measurement	Prospective
<b>IAS 16</b> Revaluation method: proportionate restatement of accumulated depreciation	Measurement	From the beginning of the earliest comparative period
<b>IAS 24</b> Key management personnel	Disclosure	Retrospective
<b>IAS 38</b> Revaluation method: proportionate restatement of accumulated depreciation	Measurement	From the beginning of the earliest comparative period
<b>2009-2011 Cycle</b>		
<b>IFRS 1</b> Repeated application of IFRS 1	n/a	
<b>IFRS 1</b> Borrowing costs	Measurement	Prospective
<b>IAS 1</b> Clarification of requirements for comparative information	Presentation	Retrospective
<b>IAS 16</b> Classification of servicing equipment	Presentation	Retrospective
<b>IAS 32</b> Tax effect of distribution to holders of equity instruments	Presentation	Retrospective
<b>IAS 34</b> Interim financial reporting and segment information for total assets and liabilities	Disclosure	Retrospective
<b>2010</b>		
<b>IFRS 1</b> Clarification about accounting policy changes in the year of adoption	n/a	
<b>IFRS 1</b> Clarification about revaluation basis as deemed cost.	Measurement	

<b>IFRS 1</b> Use of deemed cost for operations subject to rate regulations.	Measurement	
<b>IFRS 3</b> Measurement of non-controlling interests.	Measurement	Prospective
<b>IFRS 3</b> Un-replaced and voluntary replaced share-based payment awards.	Measurement	Prospective
<b>IFRS 3</b> Clarification of transitional requirements for contingent consideration from a business combination that occurred before the effective date of IFRS 3(2008).	Measurement and disclosure	Retrospective
<b>IFRS 7</b> Clarifications of disclosures.	Disclosure	Retrospective
<b>IAS 1</b> Clarification of statement of changes in equity.	Presentation	Retrospective
<b>IAS 27</b> Clarification of transitional requirements for consequential amendments as a result of IAS 27(2008).	Measurement and disclosure	Prospective and retrospective
<b>IAS 34</b> Significant events and transactions.	Disclosure	Retrospective
<b>IFRIC 13</b> Clarification about fair value of award credit.	Measurement	Retrospective
<b>2009</b>		
<b>IFRS 2</b> Scope of IFRS 2 and revised IFRS 3.	Measurement	Prospective
<b>IFRS 5</b> Disclosures required in respect of non-current assets (or disposal groups) classified as held for sale or discontinued operations.	Disclosure	Prospective
<b>IFRS 8</b> Disclosure of information about segment assets (only if reported to COD <sup>5</sup> ).	Disclosure	Retrospective
<b>IAS 1</b> Current/non-current classification of convertible instruments.	Presentation	Retrospective
<b>IAS 7</b> Classification of expenditures on unrecognised assets.	Presentation	Retrospective

<sup>5</sup> Chief operating decision-maker.

<b>IAS 17</b> Classification of leases of land and buildings.	Measurement and presentation	Prospective, with retrospective permitted
<b>IAS 18</b> Determining whether an entity is acting as a principal or as an agent.	Presentation	n/a
<b>IAS 36</b> Unit of accounting for goodwill impairment test.	Measurement	Prospective
<b>IAS 38</b> Consequential amendments arising from IFRS 3(2008) re accounting for intangible assets.	Measurement	Prospective
<b>IAS 38</b> Measuring the fair value of an intangible asset acquired in a business combination.	Measurement	Prospective
<b>IAS 39</b> Clarification about treating loan prepayment penalties as closely related derivatives.	Measurement	Retrospective
<b>IAS 39</b> Scope exemption for business combination contracts.	Measurement	Prospective
<b>IAS 39</b> Cash flow hedge accounting.	Measurement	Prospective
<b>IAS 39</b> Clarification about hedging using internal contracts.	Measurement	Retrospective
<b>IFRIC 9</b> Scope of IFRIC 9 and revised IFRS 3.	Measurement	Prospective
<b>IFRIC 16</b> Clarification of restriction on the entity that can hold hedging instruments.	Measurement	Retrospective
<b>2008 Part I<sup>6</sup></b>		
<b>IFRS 5</b> Plan to sell the controlling interest in a subsidiary.	Measurement	Prospective
<b>IAS 1</b> Classification of derivatives as current/non-current.	Presentation	Retrospective
<b>IAS 16</b> Replacement of the term ‘net selling price’ with ‘fair value less costs to sell’ in the definition of recoverable amount.	Measurement	Retrospective

<sup>6</sup> Part II included amendments which were expected to have no or minimal effect on accounting.

<b>IAS 16/IAS 17</b> Sale of assets held for rental.	Presentation	Retrospective
<b>IAS 19</b> Curtailments and negative past service cost.	Measurement	Prospective
<b>IAS 19</b> Plan administration costs.	Measurement	Retrospective
<b>IAS 19</b> Replacement of term ‘fall due’ in the definition of short-term employee benefits.	Measurement	Retrospective
<b>IAS 19</b> Removal of the reference to ‘recognition’ in relation to contingent liabilities.	n/a	n/a
<b>IAS 20</b> Government loans with a below-market rate of interest.	Measurement	Prospective
<b>IAS 23</b> Components of borrowing costs—description replaced with reference to IAS 39.	n/a	n/a
<b>IAS 27</b> Measurement in separate financial statements of investments in subsidiaries, jointly controlled entities and associates held for sale.	Measurement	Prospective
<b>IAS 28/IAS 32/IFRS 7</b> Required disclosures when investments in associates are accounted for at FVPL. <sup>7</sup>	Disclosures	Retrospective, with prospective permitted
<b>IAS 28</b> Impairment of investments in associates.	Measurement	Retrospective, with prospective permitted
<b>IAS 29</b> Description of historical cost financial statements.	n/a	n/a
<b>IAS 31/IAS 32/IFRS 7</b> Required disclosures when investments in jointly controlled entities are accounted for at FVPL.	Disclosures	Retrospective, with permitted prospective

<sup>7</sup> Fair Value through Profit or Loss.