

TEXT OF E-MAIL FROM MICHELLE SANSOM TO DUE PROCESS OVERSIGHT COMMITTEE (DPOC)
Date: 10 February 2015

Dear DPOC members

Report to the Due Process Oversight Committee – February 2015

The IASB will hold its next meeting the week commencing 16 February 2015 in London. There are two papers (attached to this email) to be brought to the attention of the DPOC:

- Agenda paper 12A: Narrow-scope amendment to IAS 19 *Employee Benefits* and IFRIC 14: IAS 19 – *The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*; and
- Agenda paper 12B: *Sale or Contribution of Assets between an investor and its Associate or Joint Venture* (Proposed Amendments to IFRS 10 and IAS 28 (2015)).

Agenda paper 12A: Narrow-scope amendment to IAS 19 *Employee Benefits* and IFRIC 14: IAS 19 – *The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction*.

The IASB has tentatively decided, based on a recommendation from the Interpretations Committee, to publish an exposure draft of proposed amendments to IAS 19 and IFRIC 14. The exposure draft will clarify a number of other matters related to IAS 19 and a matter related to IFRIC 14.

Agenda paper 12A asks the IASB to confirm that it is satisfied that it has complied with the due process requirements to date and asks for permission to ballot the Exposure Draft. A summary of the due process steps is set out in Appendix A of the paper.

It is proposed that the exposure draft is issued for comment for a period of 120 days.

Agenda paper 12B: *Sale or Contribution of Assets between an investor and its Associate or Joint Venture* (Proposed Amendments to IFRS 10 and IAS 28 (2015))

The IASB has tentatively decided to issue an exposure draft of an amendment to IAS 28 *Investments in Associates and Joint Ventures* and IFRS 10 *Consolidated Financial Statements*. The objective of the proposed amendment is to remedy unintended consequences arising from the Amendment to IFRS 10 *Consolidated Financial Statements* and IAS 28 *Investments in Associates and Joint Ventures: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture* that was issued in September 2014.

For the purposes of expedience, the proposed amendment to IAS 28 & IFRS 10 will be included in an exposure draft of other amendments that the IASB has already balloted – IAS 28: *Elimination of Gains or Losses arising from Transactions between an Entity and its Associate or Joint Venture*.

The exposure draft incorporating these amendments will also propose postponing the effective date of the Amendment to IFRS 10 and IAS 28 issued in September 2014 until a date to be determined by the IASB after considering the comments on these new proposals. The IASB proposes that the

September 2014 amendment and the amendments arising from these new proposals, if confirmed, should be effective from the same date.

Agenda paper 12B asks the IASB to confirm that it is satisfied that it has complied with the due process requirements to date and asks for permission to ballot the Exposure Draft. A summary of the due process steps is set out in Appendix A of the paper.

It is proposed that the exposure draft is issued for comment for a period of 120 days.

Should you have any questions please do not hesitate to contact me.