

The International Accounting Standards Board (the Board) will hold its next meeting the week commencing 20 February 2017. There are three matters to be brought to the attention of the Due Process Oversight Committee (DPOC).

- a. Symmetric Prepayment Options: *Due process steps* (agenda paper 3)
- b. Post-implementation Review of IFRS 13 *Fair Value Measurement: Due Process Steps followed during Phase 1 of the PIR* (agenda paper 7)
- c. Conceptual Framework *Due process summary for the Conceptual Framework for Financial Reporting* (agenda paper 10F)

Agenda paper 3: Symmetric Prepayment Options: Due process steps

As discussed at the DPOC meeting in February 2017, the Board has tentatively decided to propose a narrow scope amendment to IFRS 9 *Financial Instruments* so that a financial asset with a symmetric prepayment option would be eligible to be measured at amortised cost, or at fair value through other comprehensive income, subject to certain conditions.

The Board is being asked to approve a comment period of no less than 30 days for this forthcoming Exposure Draft. The DPOC gave its approval for this shortened comment period at its February meeting, noting the need to address this matter before entities are required to apply IFRS 9.

The Board is also being asked if it is satisfied the due process steps have been complied with and if so, to give permission for the balloting process to commence.

Board members are also being asked if any member intends to dissent.

A summary of the due process steps is set out in appendix A of agenda paper 3.

Agenda paper 7: Post-implementation Review of IFRS 13 *Fair Value Measurement: Due Process Steps followed during Phase 1 of the PIR*

At its meeting in January 2017, the Board tentatively decided to publish a request for information (RFI) as part of Phase 2 of its PIR of IFRS 13. The RFI will focus on specific areas that have been highlighted from the outreach in Phase 1 of the PIR.

The Board is being asked if it is satisfied the due process steps have been complied with and if so, the staff will start to draft the RFI.

In accordance with the DPOC Handbook, the staff are recommending a 120 day comment period for the RFI.

A summary of the due process steps is set out in appendix to agenda paper 7.

Agenda paper 10F: Conceptual Framework *Due process summary for the Conceptual Framework for Financial Reporting*

Agenda paper 10F provides a high-level overview of the *Conceptual Framework* project and sets out the due process steps undertaken in developing the revised *Conceptual Framework for Financial Reporting*.

At its February 2017 meeting the Board will be asked if it agrees:

- a. all mandatory due process steps have been undertaken, and if sufficient non-mandatory steps have been undertaken, to finalise the revised *Conceptual Framework*.
- b. not to re-expose the revised *Conceptual Framework*, as no new substantive issues have been identified by the staff during the redeliberations of the Exposure Draft and it is unlikely that re-exposure would reveal any new concerns or new information.
- c. that the revised *Conceptual Framework* is used by the Board and the IFRS Interpretations Committee as soon as it is issued.
- d. that the staff may commence the balloting process.

The DPOC will be asked to consider the life-cycle review of the project at its meeting in May 2017.

This report is primarily for information and to provide the DPOC with assurance that the IASB is reviewing the due process steps and fulfilling the requirements of the *Due Process Handbook* as these projects progress.

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