



Topic

IFRIC Activities

Interpretations***Final***

1. No interpretations have been finalised since June.

Draft

2. The IFRIC published one draft interpretation, D25 Extinguishing Financial Liabilities with Equity Instruments. The comment deadline is 5 October and the responses will be considered at the IFRIC meeting in November.

Agenda Requests***Matters referred to the Board***

3. IAS 32 – Financial Instruments: Presentation - Rights issues denominated in a foreign currency Classification of rights issues. The IFRIC considered the classification as debt or equity rights issues denominated in a foreign currency. The IFRIC identified the issue as urgent and decided to recommend the Board amend IAS 32 to require such rights issues to be classified as equity in certain limited circumstances. The Board subsequently issued proposals in August 2009.
4. IAS 28 Investments in Associates – Venture capital consolidations and partial use of fair value through profit or loss.

This paper has been prepared for discussion at a public meeting of the Standards Advisory Council of the IASB.

The views expressed in this paper are those of the authors.

Comments made in relation to the application of an IFRS do not purport to be acceptable or unacceptable application of that IFRS—only the IFRIC or the IASB can make such a determination.

The tentative decisions made by the IASB at its public meetings are reported in *IASB Update*. Official pronouncements of the IASB, including Discussion Papers, Exposure Drafts, IFRSs and Interpretations are published only after it has completed its full due process, including appropriate public consultation and formal voting procedures.

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5. IAS 28 Investments in Associates – Impairment of investments in associates (in separate financial statements).

Matters not taken onto the agenda*Final decisions*

6. The IFRIC finalised a decision not to take each of the following matters onto the agenda:
 - (a) IFRS 3 Business combinations – Earlier application of IFRS 3
 - (b) IAS 7 Statement of cash flows – Determination of cash equivalents
 - (c) IAS 27 Consolidated and separate financial statements – Transaction costs for non-controlling interest
 - (d) IAS 28 Investments in associates – Potential effect of IFRS 3 and IAS 27 on equity method accounting
 - (e) IAS 34 Interim Financial Reporting – Interim disclosures about fair value
 - (f) IAS 38 Intangible assets – Compliance costs for REACH
 - (g) IAS 39 Financial Instruments: Recognition and Measurement – hedging using more than one derivative as the hedging instrument
 - (h) IAS 39 Financial Instruments: Recognition and Measurement – Meaning of significant or prolonged
 - (i) IFRIC 12 – Service concession arrangements – Scope of IFRIC 12
 - (j) IFRIC 18 – Transfers of Assets from customers – Applicability to the customer

Tentative decisions

7. The IFRIC finalised a decision not to take each of the following matters onto the agenda:

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- (a) IFRS 3 Business combinations – Measurement of NCI
- (b) IFRS 3 Business combinations – Unreplaced and voluntarily replaced share-based payment awards
- (c) IFRS 5 Non-current assets held for sale and discontinued operations – write-down of a disposal group
- (d) IAS 23 Borrowing costs – Meaning of ‘general borrowings’

Pending

8. There is one issue pending that the IFRIC has started to discuss, but has not yet decided whether to add to its agenda. It relates to IFRS 2 Share-based payment – Classification of vesting conditions. The IFRIC has asked the staff to conduct further research on this issue.