AGENDA PAPER
IFRS Advisory Council Meeting

LONDON	18 – 19 June 2012	**Agenda ref**	**6F**
TOPIC	External involvement in the IASB's standard setting process		
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This paper has been prepared for discussion at a public meeting of the IFRS Advisory Council. 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.

External involvement in the IASB's standard setting process
Presentation for June 2012 IFRS Advisory Council meeting

BASEL COMMITTEE ON BANKING SUPERVISION

BANK FOR INTERNATIONAL SETTLEMENTS

IFRS Advisory Council

External involvement in IASB's standard setting process

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19 June 2012

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BASEL COMMITTEE ON BANKING SUPERVISION

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General comments

- The Basel Committee welcomes the dialogue with the IASB both at board member and staff level
- Good experience so far:
  - Early involvement in standard setting development
  - Contact through bilateral meetings, Three-way dialogue, IFRS Advisory Council, Monitoring Board

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Standard setting

- Early involvement of prudential regulators is key, in particular:
  - Shared interests between banking regulators and accounting standard setters
  - Importance of certain standards for the banking industry (eg. IFRS 7, IFRS 9, IFRS 10, IFRS 13)
  - Enhanced coordination is desirable, while preserving independence of each

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Interpretation and implementation issues (for discussion)

- Interpretation issues:
  - Involvement of prudential regulators at an early stage in IFRIC's due process is desirable regarding relevant issues for prudential banking regulation (for coordination purposes)
  - IFRIC's structure and interaction with stakeholders could be streamlined accordingly
- Implementation issues:
  - Involvement in relevant issues for prudential regulators is desirable (enhancing alignment of implementation activities of both parties)

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