International Financial Reporting Standards

XBRL activities at IASB & IFRS Foundation
Global Preparers Forum
12 November 2012

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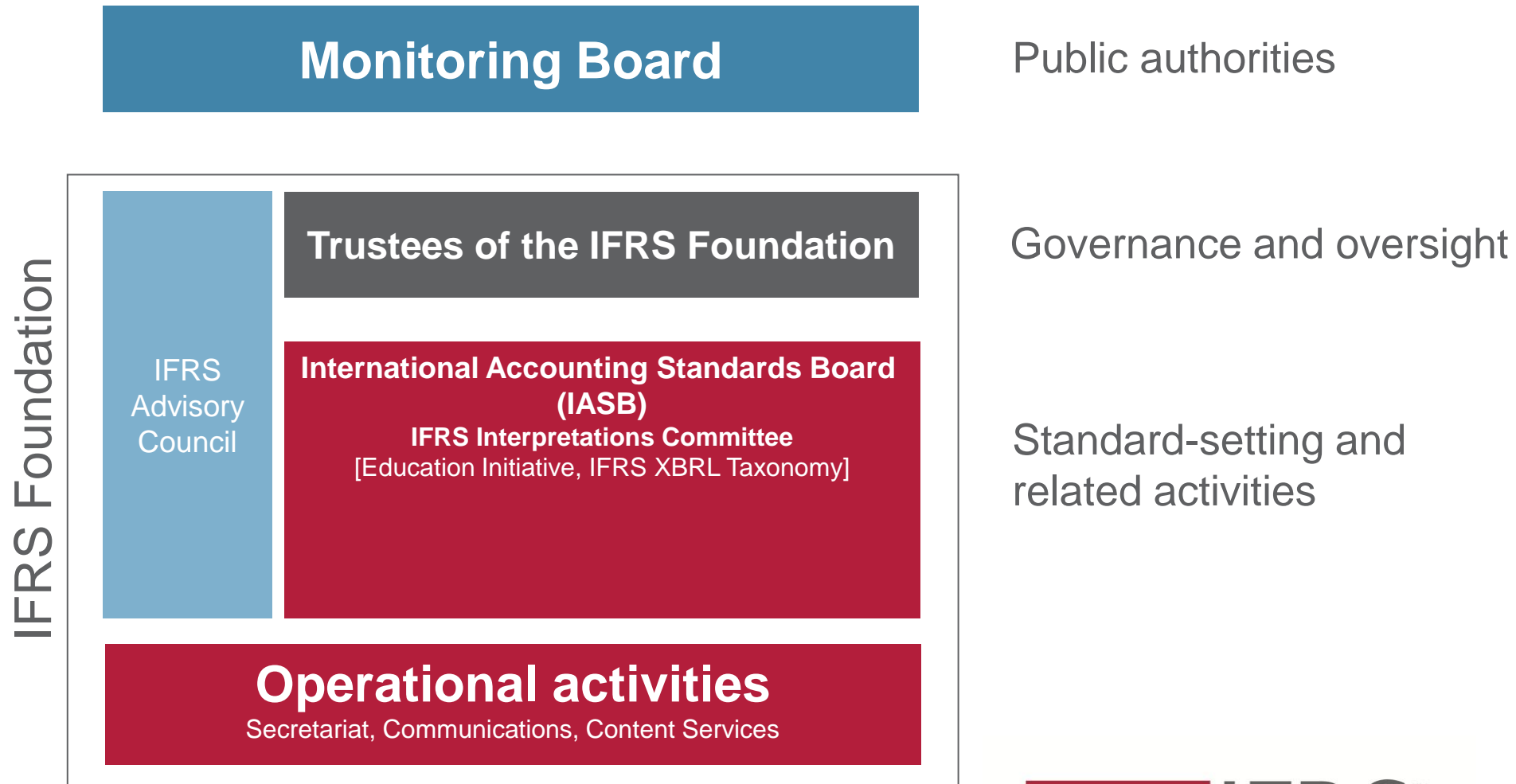# Agenda

- The IFRS taxonomy, the activities for 2012 and beyond

- The adoption of the IFRS taxonomy

- The strategy review of XBRL activities

International Financial Reporting Standards

XBRL activities at the IASB & IFRS Foundation

The views expressed in this presentation are those of the presenter, not necessarily those of the IASB or IFRS Foundation

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A three tier governance structure

Monitoring Board   Public authorities

IFRS Foundation

IFRS Advisory Council

Trustees of the IFRS Foundation   Governance and oversight

International Accounting Standards Board (IASB)
IFRS Interpretations Committee
[Education Initiative, IFRS XBRL Taxonomy]

Standard-setting and related activities

Operational activities
Secretariat, Communications, Content Services

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The IFRS XBRL initiative

- Established by the Trustees in 2001

- Part of the adoption and implementation of IFRSs; recognised that XBRL could:
    - Become the de facto standard for electronic reporting
    - Support the presentation of financial statements
    - Support convergence through the codification of concepts
    - Improve access to financial information
    - Increase the range of users of financial information (i.e. translation)
    - Ease IFRS conversion, understanding and implementation

The mission* of the XBRL team is to create and provide a framework for the consistent adoption and implementation of IFRSs with a high quality IFRS Foundation-developed IFRS Taxonomy in the same languages and at the same time as the IFRSs

The mission of XBRL activities is currently being reviewed and will be amended shortly

XBRL advisory committees

XBRL Board Committee

- 3 IASB members: J. Engstrom (Chair), M. Edelmann & P. Finnegan
- Three directors: Y. Almog, A. Teixeira & O. Servais
- Seek for further integration of XBRL into standard setting
- Provide advice on the long term strategy for XBRL activities
- Facilitate coordination of IFRS and XBRL due processes and work efforts

XBRL Advisory Council (XAC)

- Strategic external advisory committee
- Provide strategic advice on IFRS Taxonomy adoption and implementation across the globe

XBRL Quality Review Team (XQRT)

- Technical external advisory committee
- Review developed taxonomies
- Provide input and practical recommendations on taxonomy usability (XBRL technology and financial reporting)
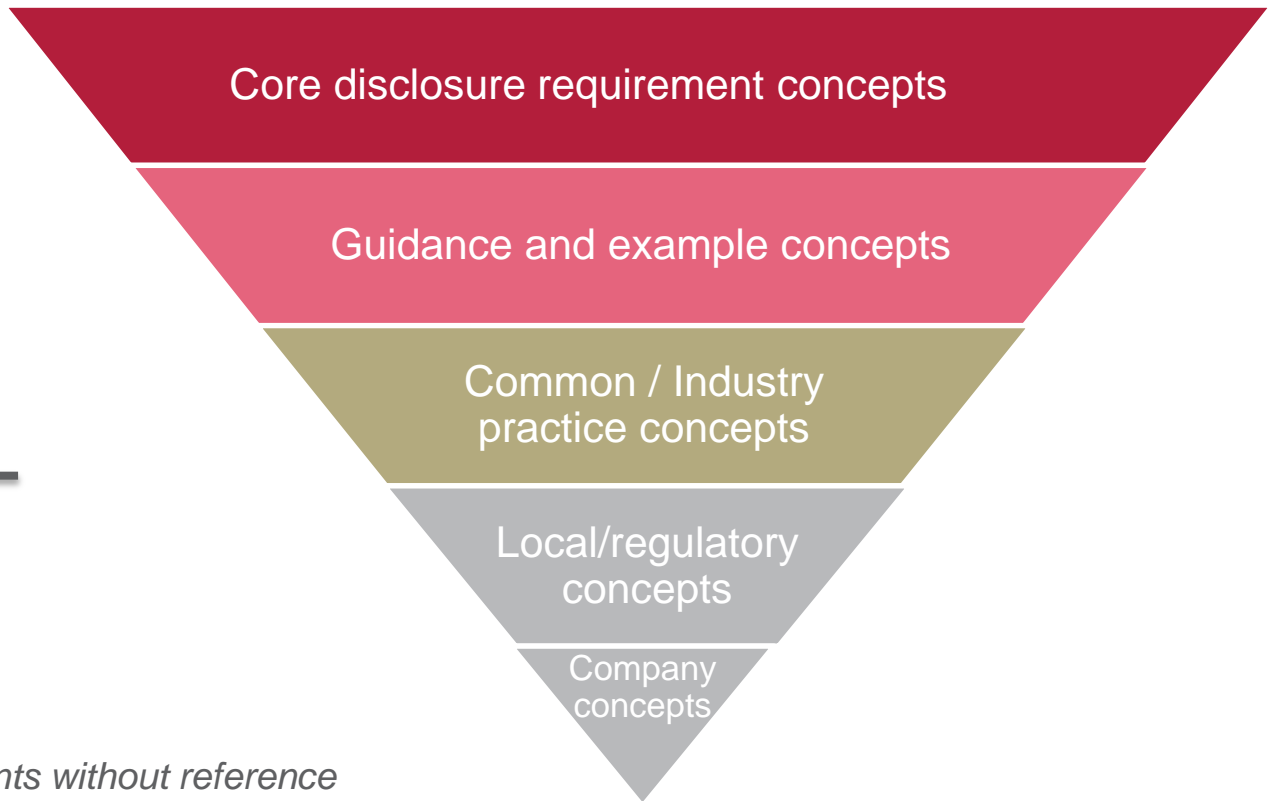
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What we provide

- **A licence-free IFRS Taxonomy** consistent with the IFRSs and the IFRSs for SMEs, with effective standards and standards for early adoption

- **Translations of the IFRS Taxonomy** available in more than 10 languages

- **Support materials**
  - **IFRS Taxonomy Illustrated**, presents a simplified view of the Taxonomy in an easy to read, visual format, with non-technical language
  - *x***IFRS (IFRSs with XBRL)**, presents a view of the electronic IFRSs with embedded XBRL available for both the IFRSs and the IFRS for SMEs
  - **Illustrative examples in XBRL and iXBRL**, presents case studies for statements prepared with IFRS taxonomy available for both the IFRSs and the IFRS for SMEs
  - **IFRS Taxonomy Guide**, a technical guide for issuers and preparers, analysts, accountants, regulators, software vendors and service providers

- **Other activities** including
  - Taxonomy **tests** (TMS),
  - **Outreach** to national jurisdictions, regulators and supervisors, issuers and preparers, software vendors…

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IFRS taxonomy

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The IFRS Taxonomy Building Blocks

	2011 taxonomy	2012 taxonomy	
	1,851	2,259	Core disclosure requirement concepts
	281	399	Guidance and example concepts
	112	694	Common / Industry practice concepts
	2,545*	3,770**	Local/regulatory concepts
			Company concepts

Includes also 301 technical elements without reference

**Includes also 418 technical elements without reference*
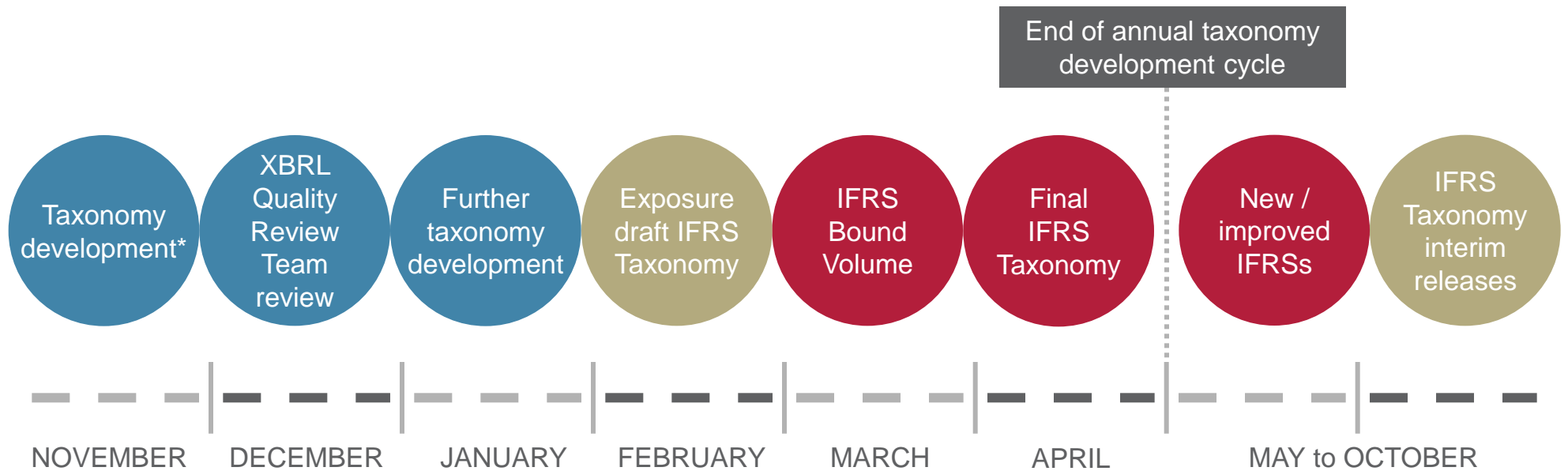
XBRL Due Process stages
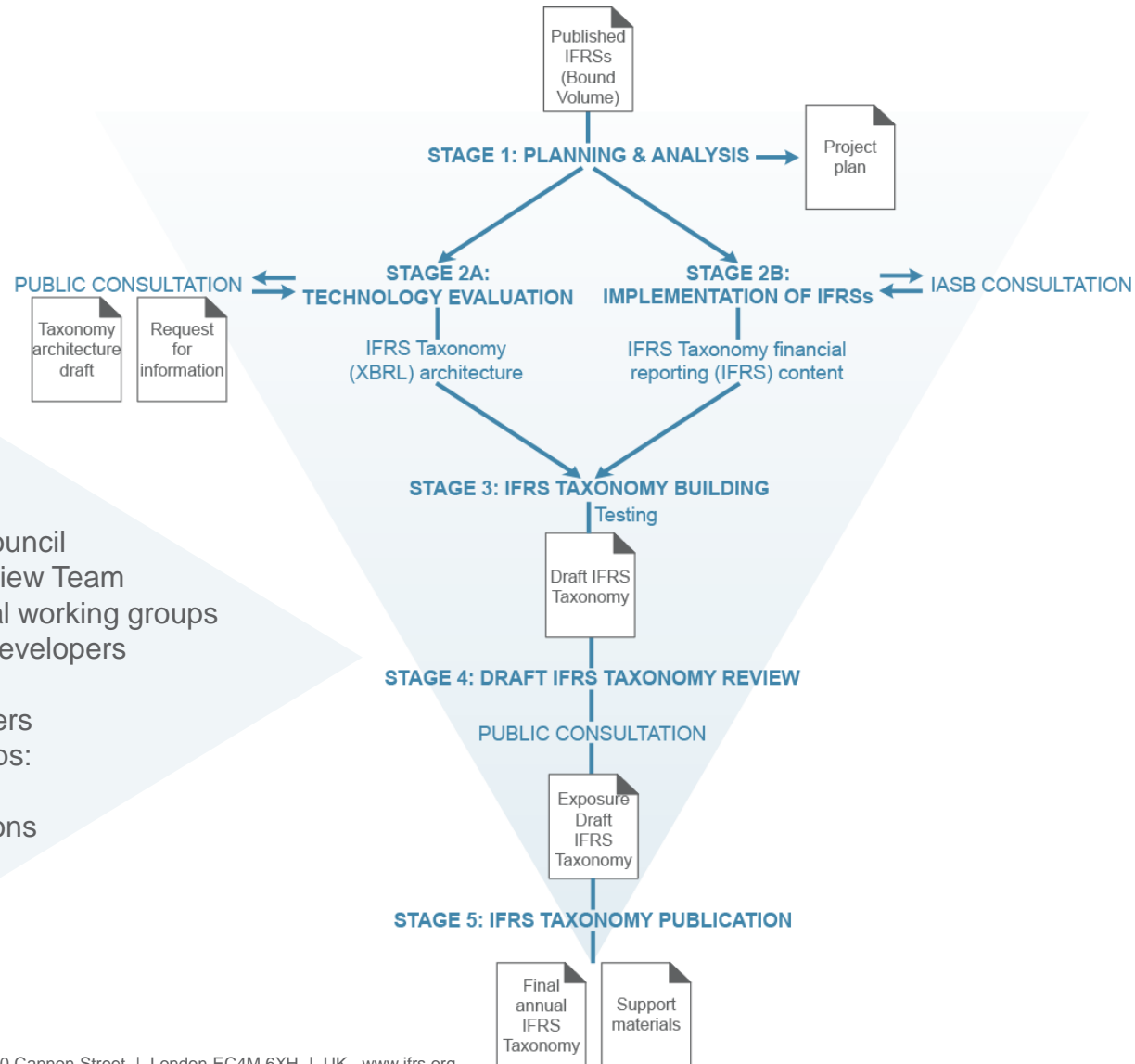
Input from:
- XBRL Advisory Council
- XBRL Quality Review Team
- XBRL International working groups
- Other taxonomy developers
- Regulators
- Software developers
- International groups:
  - Preparers
  - Financial institutions
  - Analysts
  - Users

Some statistics

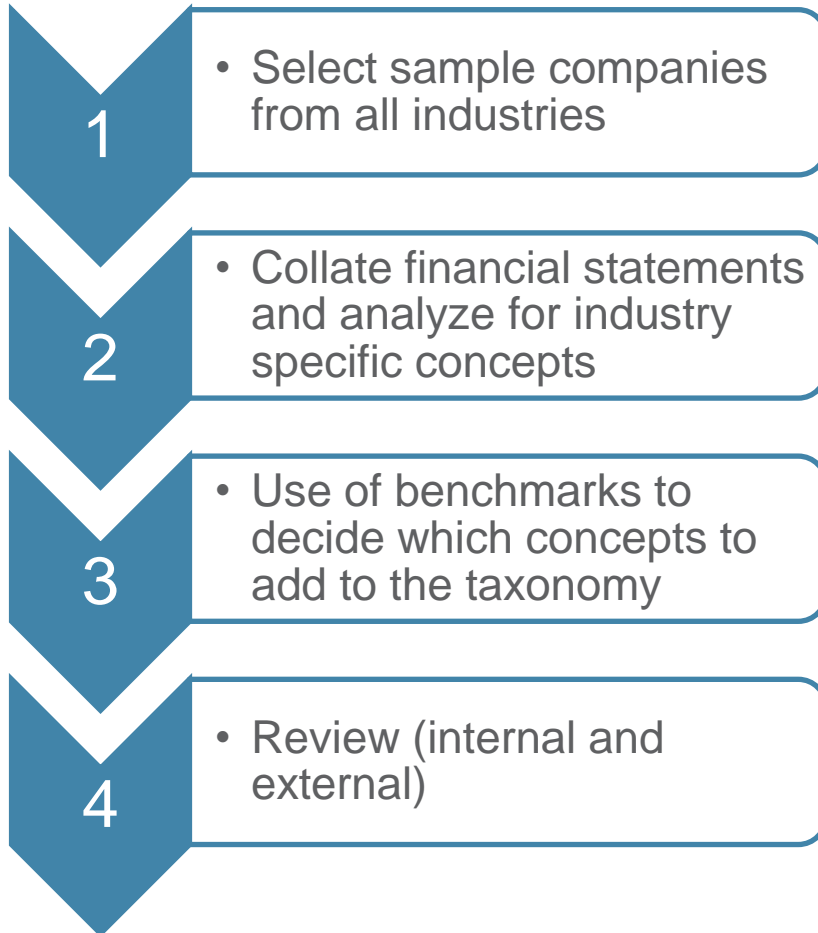| Number of taxonomy items	Final 2012 taxonomy	Final 2011 taxonomy	Final 2010 taxonomy
Total	3,769*	2,545	2,027
Full IFRS (excluding the *IFRS for SMEs*) (1)	3,658	2,426	1,936
***IFRS for SMEs* (2)**	1,135	1,128	1,026
Disclosure requirements (part A of the Bound Volume)	2,259	1,851	1,688
Examples (part B of the Bound Volume)	399	281	2
Common Practices	694	112	114

Also includes 418 technical elements without reference

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IFRS Taxonomy:
annual development time line

End of annual taxonomy development cycle

| Taxonomy development* | XBRL Quality Review Team review | Further taxonomy development | Exposure draft IFRS Taxonomy | IFRS Bound Volume | Final IFRS Taxonomy | New / improved IFRSs | IFRS Taxonomy interim releases |

NOVEMBER   DECEMBER   JANUARY   FEBRUARY   MARCH   APRIL   MAY to OCTOBER

*including consolidation of IFRS Taxonomy interim releases

Tagging analysis

Empirical Analysis

1
- Select sample companies from all industries

2
- Collate financial statements and analyze for industry specific concepts

3
- Use of benchmarks to decide which concepts to add to the taxonomy

4
- Review (internal and external)

Outreach

1
- Assist team in identifying sample data

2
- Tag face financial statements

3
- Tag selected notes

4
- Review concepts selected as industry practice

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Supporting materials & translations

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IFRS Taxonomy Illustrated (ITI)

[832600] Notes - Leases		
Disclosure of leases [text block]	text block	IAS 17 - Leases in the financial statements of lessees Disclosure, IAS 17 - Leases in the financial statements of lessors Disclosure
Disclosure of recognised finance lease as assets by lessee [text block]	text block	IAS 17.31 a Disclosure
Disclosure of recognised finance lease as assets by lessee [abstract]		
Disclosure of recognised finance lease as assets by lessee [table]	table	IAS 17.31 a Disclosure
Classes of assets [axis]	axis	IAS 17.31 a Disclosure, IAS 36.126 Disclosure, IAS 36.130 d (ii) Disclosure, Effective 2013-01-01 IFRS 13.93 Disclosure
Assets [member]	member [default]	IAS 17.31 a Disclosure, IAS 36.126 Disclosure, Effective 2013-01-01 IFRS 13.93 Disclosure
Property, plant and equipment [member]	member	IAS 16.73 Disclosure, IAS 17.31 a Disclosure, IAS 36.127 Example
Intangible assets other than goodwill [member]	member	IAS 17.31 a Disclosure, IAS 36.127 Example, IAS 38.118 Disclosure
Investment property [member]	member	IAS 17.31 a Disclosure, Effective 2013-01-01 IFRS 13.IE60 Example
Biological assets [member]	member	IAS 17.31 a Disclosure
Other assets [member]	member	IAS 17.31 a Disclosure
Carrying amount, accumulated depreciation, amortisation and impairment and gross carrying amount [axis]	axis	IAS 16.73 d Disclosure, IAS 16.73 e Disclosure, IAS 17.32 Disclosure, IAS 38.118 c Disclosure, IAS 38.118 e Disclosure, IAS 40.76 Disclosure, IAS 40.79 c Disclosure, IAS 40.79 d Disclosure, IAS 41.50 Disclosure, IAS 41.54 f Disclosure, IFRS 3.B67 d Disclosure, IFRS 7.IG29 Common practice
Carrying amount [member]	member [default]	IAS 16.73 e Disclosure, IAS 17.32 Disclosure, IAS 38.118 e Disclosure, IAS 40.76 Disclosure, IAS 40.79 d Disclosure, IAS 41.50 Disclosure, IFRS 3.B67 d Disclosure, IFRS 7.IG29 a Example

Versioned IFRS Taxonomy Illustrated

[832600] Notes - Leases		
Disclosure of leases [text block]	text block	IAS 17 - Leases in the financial statements of lessees$_{Disclosure}$, IAS 17 - Leases in the financial statements of lessors$_{Disclosure}$
Disclosure of recognised finance lease as assets by lessee [text block]	text block	IAS 17.31 a$_{Disclosure}$
Disclosure of recognised finance lease as assets by lessee [abstract]		
Disclosure of recognised finance lease as assets by lessee [table]	table	IAS 17.31 a$_{Disclosure}$
Classes of assets [axis]	axis	IAS 36.130 d (ii)$_{Disclosure}$, IAS 17.31 a$_{Disclosure}$, IAS 36.126$_{Disclosure}$, Effective 2013-01-01 IFRS 13.93$_{Disclosure}$
Assets [member]	member [default]	IAS 36.126$_{Disclosure}$, IAS 17.31 a$_{Disclosure}$, Effective 2013-01-01 IFRS 13.93$_{Disclosure}$
Property, plant and equipment [member]	member	IAS 17.31 a$_{Disclosure}$, IAS 36.127$_{Example}$, IAS 16.73$_{Disclosure}$
Intangible assets other than goodwill [member]	member [default]member	IAS 36.127$_{Example}$, IAS 38.118$_{Disclosure}$, IAS 17.31 a$_{Disclosure}$
Investment property [member]	member	IAS 17.31 a$_{Disclosure}$, Effective 2013-01-01 IFRS 13.IE60$_{Example}$
Biological assets [member]	member	IAS 17.31 a$_{Disclosure}$
Other assets [member]	member	IAS 17.31 a$_{Disclosure}$
Intangible assets [member]	member	IAS 17.31 a$_{Disclosure}$
Carrying amount, accumulated depreciation, amortisation and impairment and gross carrying amount [axis]	axis	IAS 41.50$_{Disclosure}$, IFRS 3.B67 d$_{Disclosure}$, IAS 16.73 d$_{Disclosure}$, IAS 38.118 e$_{Disclosure}$, IAS 41.54 f$_{Disclosure}$, IAS 40.79 c$_{Disclosure}$, IAS 40.76$_{Disclosure}$, IAS 38.118 c$_{Disclosure}$, IAS 16.73 e$_{Disclosure}$, IAS 40.79 d$_{Disclosure}$, IFRS 7.IG29$_{Common practice}$, IAS 17.32$_{Disclosure}$
Carrying amount [member]	member [default]	IAS 16.73 e$_{Disclosure}$, IAS 40.79 d$_{Disclosure}$, IAS 38.118 e$_{Disclosure}$, IAS 41.50$_{Disclosure}$, IAS 40.76$_{Disclosure}$, IFRS 3.B67 d$_{Disclosure}$, IFRS 7.IG29 a$_{Example}$, IAS 17.32$_{Disclosure}$
Gross carrying amount [member]	member	IFRS 3.B67 d$_{Disclosure}$, IAS 16.73 d$_{Disclosure}$, IAS 41.54 f$_{Disclosure}$, IAS 40.76 c$_{Disclosure}$, IAS 38.118 c$_{Disclosure}$, IAS 17.32$_{Disclosure}$, IFRS 7.IG29$_{Common practice}$
Accumulated depreciation, amortisation and impairment [member]	member	IAS 16.73 d$_{Disclosure}$, IAS 38.118 c$_{Disclosure}$, IAS 41.54 f$_{Disclosure}$, IAS 40.76 c$_{Disclosure}$, IFRS 3.B67 d$_{Disclosure}$, IAS 16.75 b$_{Disclosure}$, IAS 17.32$_{Disclosure}$, IFRS 7.IG29 b$_{Example}$
Disclosure of recognised finance lease as assets by lessee [line items]	line items	
Recognised finance lease as assets	X$_{Instant, debit}$	IAS 17.31 a$_{Disclosure}$
Recognised finance lease as assets, gross	X$_{Instant, debit}$	IAS 17.32$_{Disclosure}$
Recognised finance lease as assets, accumulated depreciation and impairment	(X)$_{Instant, credit}$	IAS 17.32$_{Disclosure}$

*x*IFRS

Disclosures

31 **Lessees shall, in addition to meeting the requirements of IFRS 7** *Financial Instruments: Disclosures*, **make the following disclosures for finance leases:**

(a) for each class of asset, the net carrying amount at the end of the reporting period.

Investment property [member] Disclosure	member	IFRS 13.IE60 Example	823000, 832600
Biological assets [member] Disclosure	member		832600
Classes of assets [axis] Disclosure	axis	IAS 36.126 Disclosure, IAS 36.130 d (ii) Disclosure, IFRS 13.93 Disclosure	823000, 832410, 832600
Property, plant and equipment [member] Disclosure	member	IAS 16.73 Disclosure, IAS 36.127 Example	822100, 832410, 832600
Disclosure of recognised finance lease as assets by lessee [table] Disclosure	table		832600
Other assets [member] Disclosure	member		832600
Disclosure of recognised finance lease as assets by lessee [text block] Disclosure	text block		832600
Assets [member] Disclosure	member	IAS 36.126 Disclosure, IFRS 13.93 Disclosure	823000, 832410, 832600
Recognised finance lease as assets Disclosure	X instant, debit		832600
Intangible assets other than goodwill [member] Disclosure	member	IAS 36.127 Example, IAS 38.118 Disclosure	823180, 832410, 832600

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- 10+ IFRS Taxonomy translations to date
  Arabic, Chinese (simplified and traditional), Dutch, French, German, Hungarian, Italian, Japanese, Korean, Portuguese, Spanish and Ukrainian

- Translated materials available:
  - IFRS Taxonomy files
  - IFRS Taxonomy Illustrated

			IFRS 2 ⊟
			⊟ [٨٣٤١٢٠] ملاحظات- ترتيبات الدفع على أساس الأسهم
IFRS 2.44 Disclosure	text block		الإفصاح عن ترتيبات الدفع على أساس الأسهم [نص]
IFRS 2.45 Disclosure	text block		الافصاح عن بنود وشروط الاتفاق على دفع الأسهم [نص]

Arabic

⊟ IFRS 2		
⊟ [834120] Notas - Acuerdos con pagos basados en acciones		
Información a revelar sobre acuerdos con pagos basados en acciones [bloque de texto]	text block	IFRS 2.44
Explicación de las opciones sobre acciones en acuerdos con pagos basados en acciones	text	IFRS 2.45 a
Información a revelar del número y media ponderada de los precios de ejercicio de las opciones sobre acciones [bloque de texto]	text block	IFRS 2.45 b

Spanish

IFRS taxonomy
expected Interim releases

Standards impacting Taxonomy - 2012

IASB FINAL STANDARDS

Topic	IASB due process stage	Timing	Impact
Annual improvements 2009-2011	Completed		3 string elements *
Transition Guidance (Amendments to IFRS 10)	Completed		2 string elements *
Consolidation – Investment entities	IFRS to be issued	H2 2012	significant
General hedge accounting **	IFRS to be issued	Q4 2012	significant

* - to be included with Interim Release for Investment Entities
** - most likely to be included in XQRT draft of IFRST 2013

Standards impacting Taxonomy - 2013

IASB FINAL STANDARDS AND EXPOSURE DRAFTS

Topic	IASB due process stage	Timing	Impact
Leases	Re-exposure Draft	Q4 2012	significant
Impairment	Re-exposure Draft	Q4 2012	significant
Insurance contracts	Re-exposure Draft	H2 2012	significant
IFRS 9: Classification and measurement	Exposure Draft	Q4 2012	limited
Macro hedge accounting	Discussion Paper	H2 2012	significant
Annual improvements 2010-2012	IFRS to be issued	Q1 2013	limited
Revenue recognition	IFRS to be issued	H1 2013	significant

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Adoption

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Adoption of the IFRS taxonomy

The following are examples of organisations that have adopted the IFRS taxonomy:

- Corporate/securities filing:
    - Accounting and Corporate Regulatory Authority of **Singapore** *ACRA Taxonomy*;
    - Danish Chamber of Commerce Association, **Denmark**;
    - *DART* System of the Financial Supervisory Service, **Korea**;
    - Financial Services Agency of **Japan** *EDINET*;
    - **Israel** Securities Authority *MAGNA* platform;
    - Ministry of Finance, **PR of China** *Chinese Accounting StandardsTaxonomy*;
    - Standard Business Reporting Program in **Australia** and **The Netherlands**;
    - Superintendencia de Valores y Seguros información del Mercado de Valores of **Chile**;
    - Johannesburg Stock Exchange, **South Africa** *SA Taxonomy*;
    - Comisión Nacional del Mercado de Valores of **Spain**;
    - **UK HRMC** and **Companies House** *UK-IFRS Taxonomy;*
    - Emirates (**UAE**) Securities and Commodities Authority (SCA) *UAE taxonomy;*
    - Financial Supervisory Commission of the Executive Yuan (**Taiwan**) & the Taiwan Stock Exchange

- Banking/Insurance regulation:
    - **EBA** (European Banking Authority) *Financial Reporting framework taxonomy;*
    - **Bermuda Monetary Authority** *Solvency II XBRL Taxonomy* and *IFRS for Insurance XBRL Taxonomy*
    - **EIOPA-Solvency II** *Solvency II XBRL Taxonomy* and *IFRS for Insurance XBRL Taxonomy*
    - **Microfinance** Information eXchange *MIX Microfinance Taxonomy*

Other XBRL (not IFRS and/or non financial) initiatives that are consistent with our development: **Carbon Disclosure, WICI, GRI**…
Most countries that have adopted IFRSs are also considering whether to adopt XBRL and the IFRS taxonomy. These countries include Brazil, Canada, India, Indonesia, Italy, Korea, Luxembourg, Malaysia, Mexico, Panama, Peru, Poland, Switzerland, Ukraine and others.

Focus

Our focus today is to:

- Support the regulators (primary users) who have already implemented

- Facilitate the decision for new adopters

- Foster the consumption by users

- Seek/strive for interoperability with other initiatives

by way of outreach activities: conferences, webinars, education, face-to-face meetings…

Strategy review

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Strategy review

After 10 years

- XBRL activities have been moved to IASB

- A taxonomy reflecting the IFRSs is released every year

- This taxonomy is being adopted by a growing number of regulators

But,

- XBRL is not yet a "non-issue"

- Acceptance by users (investors, data aggregators…) remains limited

Therefore, the IASB is conducting a review of its strategy and input from GPF will be appreciated