

# Drafting of Disclosure Requirements

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

# Drafting of Disclosure Requirements

## Why

- The way some IFRS disclosure requirements are written contributes to disclosure ineffectiveness

## Work

- NZASB staff working with IASB staff to develop a new approach to drafting disclosure requirements

## Output

- Proposed new approach to drafting disclosure requirements for inclusion in POD discussion paper

# Summary of work undertaken

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- Considered work already undertaken in the Conceptual Framework project and the IASB's discussions to date in the Disclosure project
- Reviewed two existing standards:
  - IAS 16 *Property, Plant and Equipment*, and
  - IFRS 3 *Business Combinations*
- Redrafted disclosure sections for the above standards

## Main features of proposed approach

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- Inclusion of an overall disclosure objective for each standard and more specific objectives for groups of disclosures
- Greater emphasis on the need to exercise judgement to determining appropriate extent and mix of disclosures
- Two tiers of disclosure requirements:
  - Summary information: entities are *required to disclose* this information (subject to materiality)
  - Additional information: entities are *required to consider* if more information is necessary to meet the disclosure objectives

# Your Input

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- Please provide your feedback on the proposed approach