

## Emerging Economies Group - Summary of Issues and Discussions

DAY ONE TOPICS			
Meeting	Location	Topic and status	Next Steps
July 2011	Beijing	<p><b>Fair value measurement</b></p> <p>In February 2013, the International Accounting Standards Board (Board) published “Illustrative examples to accompany IFRS 13 <i>Fair Value Measurement-Unquoted equity instruments within the scope of IFRS 9 Financial Instruments</i>.”</p> <p>Minutes forwarded to IASB team developing education materials.</p>	Post-implementation review of IFRS 13 is an active project
		<p><b>October 2017 Update</b></p> <p>The Board is undertaking phase II of the Post-implementation Review (PIR) of IFRS 13.</p> <p>The feedback from phase I of the PIR was that the IFRS 13 is working well. Phase I of the PIR included outreach involving more than 20 meetings or calls with a broad range of stakeholders (including investors) to learn about experience in applying and using IFRS 13.</p> <p>As part of phase II the Board published a Request for Information in May 2017 and the deadline for submissions was 22 September 2017. The Board will consider the feedback in December 2017.</p>	

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December 2011	New Delhi	<p><b>Foreign currency translation issues</b></p> <p>Topic was discussed by the Board in October 2014. From IASB Update:</p> <p><i>“The IASB decided to retain Foreign Currency Translation in its Research Programme, but as a longer-term project. The IASB noted that it would be helpful to have more input from the KASB and other bodies interested in the topic, such as other National Standard-Setters, and that the focus of any work by those bodies should be on the broader issues related to IAS 21, such as performance reporting, rather than on narrow-scope issues.”</i></p>	Not on the Board’s 2017-2021 work plan.
		<p><b>October 2017 Update</b></p> <p>The Board published <i>Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation)</i> in November 2016. In relation to foreign currency the Board noted:</p> <p>Much of the research for this project was performed by the Korea Accounting Standards Board. In October 2014, the Board considered that research and decided no further action was needed. In the 2015 Agenda Consultation, the Board received no new information to prompt it to change that decision.</p>	
May 2012	Buenos Aires	<p><b>Bearer Biological assets</b></p> <p>The Board made amendments to IAS 41 in June 2014.</p>	No further action needed

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December 2012	São Paulo	<b>Business combinations under common control</b> Papers forwarded to IASB staff.	Active project
		<b>October 2017 Update</b> This will be the day-one topic for the December 2017 meeting.	
May 2013	Seoul	<b>Rate regulated activities</b> Papers forwarded to IASB staff. Discussion paper published in September 2014.	Active project
		<b>October 2017 Update</b> This project is on the Board's active agenda and the Board plans to publish a discussion paper or exposure draft in H1 of 2018.	

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December 2013	Kuala Lumpur	<p><b>Inflation accounting</b></p> <p>Discussed at the April 2015 Board meeting. From IASB Update:</p> <p><i>“The IASB tentatively decided that it would not propose lowering the inflation threshold in IAS 29 and nor would it do any work on developing an alternative to IAS 29 or a Standard that addresses inflation more generally. The project will therefore be designated as having a low priority but will remain on the research programme to enable interested parties to comment on these decisions in the Agenda Consultation. The 13 IASB members present supported this decision.</i></p> <p><i>In addition, the IASB plans to ask its Emerging Economies Group to examine whether there could be merit in developing disclosure requirements for entities in jurisdictions suffering from high inflation.”</i></p>	High Inflation: Scope of IAS 29 is included in the research pipeline
		<p><b>October 2017 Update</b></p> <p>The Board published <i>Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation)</i> in November 2016. In relation to high inflation the Board noted:</p> <p>The Board intends to assess whether it would be feasible to extend the scope of IAS 29 <i>Financial Reporting in Hyperinflationary Economies</i> to cover economies subject to high inflation, rather than just hyperinflation, without amending other requirements of IAS 29.</p> <p>The Board plans no further work on any other aspect of IAS 29.</p>	

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May 2014	Moscow	<p><b>Equity method of accounting</b></p> <p>The Board published narrow scope amendments to IAS 27 in August 2014.</p>	The equity method is included in the research pipeline
		<p><b>October 2017 Update</b></p> <p>The Board published <i>Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation)</i> in November 2016. In relation to the equity method the Board noted:</p> <p>A number of queries on equity accounting and its interaction with the accounting for other ways of holding interests in other entities have been raised with the Interpretations Committee. The Board thinks that it will be able to consider this topic most effectively and efficiently after it has assessed feedback from the forthcoming Post-implementation Review of IFRS 11 <i>Joint Arrangements</i>.</p>	
December 2014	Jakarta	<p><b>Extractive industries</b></p> <p>EEG accepted the paper as amended at its May 2015 meeting and it will be forwarded to the IASB staff.</p>	Extractive industries is included in the research pipeline
		<p><b>October 2017 Update</b></p> <p>The Board published <i>Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation)</i> in November 2016. In relation to extractive activities the Board noted:</p> <p>After considering the feedback in the 2015 Agenda Consultation and the growing debate about the financial reporting implications of climate change and other environmental issues, the Board included a project on extractive activities in the research pipeline.</p>	

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May 2015	Mexico City	<b>Present value measurements</b> IASB staff member leading the project was present for the meeting and will incorporate comments in her further work.	No further action needed
		<b>October 2017 Update</b> The Board has concluded its work on discount rates and concluded no standard-setting activity is needed. The Board will publish a research summary.	
December 2015	Saudi Arabia	<b>IASB Agenda Consultation</b>	No further action needed
		<b>October 2017 Update</b> The Board published <i>Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation)</i> in November 2016.	
May 2016	Turkey	<b>Government Grants</b>	Not on the Board's 2017-2021 work plan
		<b>October 2017 Update</b> The Board published <i>Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation)</i> in November 2016. The Board did not include work on government grants in its Work Plan 2017-2021.	

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November 2016	South Africa	<p><b>IAS 37 Provisions Contingent Liabilities and Contingent Assets</b></p> <p>The discussion has been reported to the technical staff responsible for the Conceptual Framework project.</p>	Provisions is included in the research pipeline
		<p><b>October 2017 Update</b></p> <p>The Board has completed the discussion of the staff's initial research. It plans no further work until the revised Conceptual Framework is closer to finalisation.</p>	
May 2017	India	<p><b>IFRS 15 Contracts from contracts with customers</b></p> <p>The discussion focused on implementation of IFRS 15 there were no specific matters to report to the Board.</p>	No further action needed

**DAY TWO TOPICS**

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December 2011	<p><b>Issues in accounting for land interests</b></p> <p>The IFRS Interpretations Committee (Interpretations Committee) published an agenda decision in September 2012.</p>	No further action needed
December 2011	<p><b>Issues in IFRIC 12 on service concession agreements</b> <i>(Payment made by an operator)</i></p> <p>The Interpretations Committee published an agenda decision in July 2016. While the Interpretations Committee was able to reach technical conclusions on several aspects of the accounting for payments by an operator to a grantor, it concluded that addressing how an operator accounts for variable payments made to a grantor when the intangible asset model in IFRIC 12 applies is too broad for it to address. The Board has added a project on the broader issue of variable and contingent consideration to its research pipeline.</p>	Variable and contingent consideration is included in the research pipeline.
December 2011	<p><b>Issues in IFRIC 15 on revenue recognition</b></p> <p>IFRS 15 (issued in May 2014) replaced IFRIC 15.</p>	No further action needed



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May 2012	<p><b>Business combinations under common control</b></p> <p>See day-one topic December 2017.</p>	Active project
May 2012	<p><b>Issues in accounting for telecommunication towers</b></p> <p>The Interpretations Committee referred this matter to the Board. At the Board's December 2014 meeting, the Board decided not to pursue this issue further because there appeared to be limited demand for fair value accounting for these types of structures and limited diversity in practice.</p>	No further action needed
May 2012	<p><b>Translation issues</b></p> <p>The discussion was general. IASB representatives noted EEG members' comments.</p>	No further action needed.
December 2012	<p><b>Issues in hybrid financial instruments</b></p> <p>The Board plans to publish a discussion paper on Financial Instruments with Characteristics of Equity in the first half of 2018.</p>	Active project
December 2012	<p><b>Issues in impairment loss on credit portfolios</b></p> <p>IFRS 9 was issued in July 2014.</p>	No further action needed

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May 2013	<p><b>Issues in goodwill accounting</b></p> <p>The Board is exploring whether the existing impairment test for goodwill can be improved or simplified, whether goodwill should be amortised and which intangible assets should be separated from goodwill.</p>	Active project
May 2013	<p><b>Issues in the discount rate for pension obligations</b></p> <p>IASB representatives discussed the status of proposed amendments to the language of IAS 19. After discussing this issue over a number of meetings the Interpretations Committee decided not to add the issue to its agenda, concluding that developing guidance on this matter, or changing the requirements would be too broad a matter for it to take onto its agenda. The Interpretations Committee published an agenda decision in November 2013.</p> <p>The Board decided not to add a project on IAS 19 to its work plan (see <i>Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation)</i> published in November 2016. In making this decision, the Board considered this issue (see Appendix B of <a href="#">Agenda Paper 15</a> of the Board’s May 2016 meeting).</p>	Not on the Board’s 2017-2021 work plan

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May 2013	<p><b>Issues in elimination of profits with a joint venture</b></p> <p>Amendments to IFRS 10 &amp; IAS 28 were issued in September 2014. However, in December 2015 the Board postponed the effective date of this amendment indefinitely pending the outcome of its research pipeline project on the equity method of accounting.</p>	The equity method is included in the research pipeline
May 2013	<p><b>Issues in IPOs with dual pricing</b></p> <p>The Interpretations Committee published an agenda decision in July 2014.</p>	No further action needed
December 2013 & May 2016	<p><b>Issues in testing activities on fixed assets</b></p> <p>On 20 June 2017 the Board published the Exposure Draft <i>Property, Plant and Equipment-Process before Intended Use</i>.</p>	Active project
December 2013	<p><b>Issues in accounting for interests in joint operations</b></p> <p>The Interpretations Committee published a number of agenda decisions on IFRS 11 in March 2015 addressing particular application issues. The Board plans to undertake a post-implementation review of IFRS 11 in the future.</p>	<p>No further action needed for these particular application issues.</p> <p>Post-implementation review for IFRS 11 is forthcoming.</p>

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December 2013	<p><b>Report on Interpretations Committee discussion of price level accounting</b></p> <p>IASB representatives presented a paper summarising recent Interpretations Committee discussions.</p> <p>The Interpretations Committee published an agenda decision in January 2014 on the applicability of the concept of financial capital maintenance defined in terms of constant purchasing power.</p> <p><b>October 2017 Update</b></p> <p>In addition, the Board published Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation) in November 2016 and intends to assess whether it would be feasible to extend the scope of IAS 29 <i>Financial Reporting in Hyperinflationary Economies</i> to cover economies subject to high inflation, rather than just hyperinflation, without amending other requirements of IAS 29.</p>	High Inflation: Scope of IAS 29 is included in the research pipeline
May 2014	<p><b>Issues in definitions of a related party</b></p> <p>The Interpretations Committee published an agenda decision in May 2015.</p>	No further action needed.
May 2014	<p><b>Recognition issues in the conceptual framework</b></p> <p>The Board expects to publish the revised Conceptual Framework and to update references to the Conceptual Framework in IFRS Standards around the end of the first quarter of 2018..</p>	Active project

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December 2014 and May 2015	<p><b>Issues in accounting for non-financial assets</b></p> <p>The IASB representatives agreed to report back on intersections between the issues raised and various discussions at the Interpretations Committee.</p> <p>This was a general discussion and no further action is needed.</p>	No further action needed.
May 2015	<p><b>Possible work on disclosures about inflation</b></p> <p>The discussion was at a request from the Board about possible disclosures. Some members of the EEG agreed to develop a proposal.</p> <p>The proposal was presented at the ASAF meeting in April 2016. Information from the ASAF meeting was provided to the Board as part of its agenda consultation.</p> <p><b>October 2017 Update</b></p> <p>In November 2016, the Board published Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation) and intends to assess whether it would be feasible to extend the scope of IAS 29 <i>Financial Reporting in Hyperinflationary Economies</i> to cover economies subject to high inflation, rather than just hyperinflation, without amending other requirements of IAS 29.</p>	High Inflation: Scope of IAS 29 is included in the research pipeline

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December 2015	<p><b>IFRIC Uncertainty Over Income Tax Treatments</b></p> <p>The Board issued IFRIC 23 <i>Uncertainty over Income Tax Treatments</i> in July 2017.</p>	No further action needed
May 2016	<p><b>IAS 32: Classification of the liability for a prepaid card in the issuer’s financial statements.</b></p> <p>The Interpretations Committee published an agenda decision in March 2016.</p>	No further action needed
May 2016	<p><b>IAS 16 &amp; IAS 38: Variable payments for asset purchases</b></p> <p>The Interpretations Committee discussed this topic over several meetings and published an agenda decision in March 2016 concluding that the issue was too broad for it to address within the confines of existing IFRS Standards.</p>	Variable and contingent consideration is included in the research pipeline.
November 2016	<p><b>Post-implementation review of IFRS 13 <i>Fair Value Measurement</i></b></p> <p>The discussion notes were reported to the IASB project team.</p>	Post-implementation review of IFRS 13 is an active project

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November 2016	<p><b>Financial Statements of Subsidiaries</b></p> <p>The EEG members agreed to continue this discussion at a future meeting.</p> <p><b>October 2017 Update</b></p> <p>The Board published <i>Work Plan 2017-2021 (Feedback Statement on the 2015 Agenda Consultation)</i> in November 2016. The Board has added a project on SMEs that are subsidiaries to its research pipeline.</p>	SMEs that are subsidiaries is included in the research pipeline
May 2017	<p><b>Accounting for micro-entities</b></p> <p>The EEG members agreed to continue this discussion at a future meeting.</p>	Included in December 2017 EEG meeting agenda