

AGENDA [as at 5 June 2017]

Joint Capital Markets Advisory Committee and Global Preparers Forum meeting

DATE Thursday 15 June and Friday 16 June 2017

LOCATION IFRS Foundation (Boardroom), 30 Cannon Street, London, EC4M 6XH

Thursday 15 June 2017

Time	Agenda item	Agenda paper #
10.10 – 10.15	Welcome and introductions	
10.15 – 10.45	IASB update	1 / 1A
10.45 – 11.00	Discussion Paper <i>Principles of Disclosure</i> – Staff Presentation To be discussed at this meeting: Specific sections of the Discussion Paper <i>Principles of Disclosure</i> (DP) published on 30 March with a six-month comment period ending on 2 October 2017. Background: Entities use judgement when deciding what information to disclose, where to disclose it and how to communicate it to users of financial statements. The Board has observed that: <ul style="list-style-type: none">• placing IFRS information outside the financial statements and non-IFRS information inside the financial statements can make financial statements and annual reports more difficult to analyse and understand;• some users and other stakeholders have stated that the accounting policy section of financial statements often provides irrelevant information or presents the information in a confusing way; and• some preparers have stated that the lack of clear disclosure objectives in some IFRS Standards can make the purpose of the disclosure requirements unclear and the application of judgement difficult. The DP addresses these issues and suggests ways to overcome them.	2
11.00 – 11.05	Break (including transfer to breakout rooms)	
11.05 – 11.50	Discussion Paper <i>Principles of Disclosure</i> – Breakout Session 1 The breakout groups will discuss: <ul style="list-style-type: none">• location of IFRS information outside the financial statements and the location of non-IFRS information within the financial statements (section 4 of the DP);• which accounting policies should be disclosed in the financial statements (section 6 of the DP);• centralised disclosure objectives to provide a framework for developing more unified disclosure objectives and requirements in IFRS Standards (section 7 and 8 of the DP).	2

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Joint CMAC / GPF meeting

Time	Agenda item	Agenda paper #
11.50 – 12.00	Break (including transfer from breakout rooms)	
12.00 – 12.30	<i>Principles of Disclosure</i> Discussion Paper – Report Back	2
12.30 – 13.30	Lunch	
13.30 – 13.50	Primary Financial Statements – Staff Presentation	3
	To be discussed at this meeting: <ul style="list-style-type: none">tension between comparability and flexibility in performance reporting; andpossible introduction of the subtotals of earnings before interest and tax (EBIT) and management operating performance measure in the statement(s) of financial performance, in order to enhance comparability and flexibility.	
	Background: <p>The Board is conducting a research project on the Primary Financial Statements. This project is examining potential targeted improvements to the structure and content of the primary financial statements with a particular focus on the statement(s) of financial performance and the statement of cash flows.</p> <p>One area the Board needs to consider is the tension between the needs for comparability and flexibility in performance reporting that users and preparers may have. We would like to seek the views of CMAC and GPF members on the approaches for EBIT and management operating performance measures that the staff are currently exploring and planning to present to the Board at the June Board meeting.</p>	
13.50 – 13.55	Break (including transfer to breakout rooms)	
13.55 – 14.50	Primary Financial Statements – Breakout Session 2	3
	The breakout groups will discuss whether: <ul style="list-style-type: none">requiring an EBIT subtotal in the statement(s) of financial performance will provide an appropriate comparable starting point for users' analysis;requiring or allowing presentation of a management operating performance measure will allow sufficient flexibility for preparers in use of a performance measure in the statement(s) of financial performance; andthe introduction of these two subtotals in the statement(s) of financial performance would meet the needs both for comparability and for flexibility expressed by users and preparers. If not, whether there are any other suggestions.	
14.50 – 15:00	Break (including transfer from breakout rooms)	
15.00 – 15.30	Primary Financial Statements – Report Back	3

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Joint CMAC / GPF meeting

Time	Agenda item	Agenda paper #
15.30 – 15.45	IFRS 13 <i>Fair Value Measurement</i> – Staff Presentation To be discussed at this meeting: The purpose of this session is to gain a deeper understanding of both users' and preparers' perspectives on the effectiveness of fair value measurement disclosures. Background: The Request for Information on IFRS 13 Post-implementation review, which was published in May, focuses on fair value measurement disclosures.	4
15.45 – 15.50	Break (including transfer to breakout rooms)	
15.50 – 16.35	IFRS 13 <i>Fair Value Measurement</i> – Breakout Session 3 The breakout groups will discuss: <ul style="list-style-type: none">• What specific information about fair value measurements is useful to users of financial statements, and why. In addition:<ul style="list-style-type: none">• how do aggregation and generic disclosures affect the usefulness of the information; and• are there other factors affecting the usefulness of the information.• Which fair value measurement disclosures are the most costly to prepare, and why.	4
16.35 – 16.45	Break (including transfer from breakout rooms)	
16.45 – 17.15	IFRS 13 <i>Fair Value Measurement</i> – Report Back	4

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Joint CMAC / GPF meeting

JOINT CMAC / GPF MEETING

Friday 16 June 2017

Time	Agenda item	Agenda paper #
09.00 – 09.20	Impairment testing of goodwill – Staff Presentation To be discussed at this meeting: <ul style="list-style-type: none">information about subsequent performance of an acquisition by way of disclosing (a) key performance targets set at the time of acquisition; and (b) actual performance achieved vis-à-vis the targets; andtesting goodwill for impairment only when there are indicators that goodwill is impaired rather than annually, which is the current requirement. Background: <p>In response to the feedback from the Board's Post-Implementation Review of IFRS 3 <i>Business Combinations</i>, the Board initiated a research project on goodwill and impairment testing. One of the areas of focus of the research project is whether the impairment test can be made less burdensome for preparers without loss of information for investors, and whether better, more timely information can be provided to investors whilst still achieving an appropriate cost-benefit balance.</p>	5A / 5B
09.20 – 09.25	Break (including transfer to breakout rooms)	
09.25 – 10.10	Impairment testing of goodwill – Breakout Session 4 The breakout groups will discuss: <ul style="list-style-type: none">what useful information can a company provide to its investors about subsequent performance of an acquisition;would an indicators-based impairment test be a robust model to monitor recoverability of goodwill; andif yes, what indicators should a company watch out for.	5A / 5B
10.10 – 10.15	Break (including transfer from breakout rooms)	
10.15 – 10.45	Impairment of goodwill – Report Back	5A / 5B
10.45 – 11:00	Break	

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Joint CMAC / GPF meeting

GLOBAL PREPARERS FORUM ONLY SESSION

Friday 16 June 2017

Time	Agenda item	Agenda paper #
11.00 – 12.00	<p>Exposure Draft <i>Improvements to IFRS 8 Operating Segments</i> – Staff Presentation</p> <p>To be discussed at this meeting:</p> <ul style="list-style-type: none">preparers' views on the proposals in the Exposure Draft <i>Improvements to IFRS 8 Operating Segments</i> (ED). <p>Background:</p> <p>We would like the views of GPF members on some of the proposals set out in the ED, including:</p> <ul style="list-style-type: none">the added emphasis that the chief operating decision maker makes operating decisions affecting operating segments;the new requirement to explain the difference in segments described within the annual reporting package;adding further examples of similar economic characteristics to the aggregation criteria for segments; andproviding earlier comparative information for changes in reportable segments in interim reports. <p>The Board published the ED on 29 March 2017 with comments due by 31 July 2017. The ED results from the post-implementation review of IFRS 8 completed July 2013.</p>	6
