

AGENDA [as at 23 January 2018]

Capital Markets Advisory Committee meeting

DATE Friday 02 March 2018

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

Time	Agenda item	Agenda paper #
09:00-09:30	IASB Update	AP1A AP1B
09:30-11:00	Primary Financial Statements To be discussed at this meeting: Seeking CMAC members' views on: <ul style="list-style-type: none">Introducing management performance measures (MPMs) into the financial statements and the requirement to reconcile those MPMs with measures that are defined or specified in IFRS Standards.The presentation of the share of profit or loss of associates and joint ventures accounted for using the equity method in the statement(s) of performance. Background: The Board is developing requirements for how management should present and disclose its key performance measures as MPMs in the financial statements. The Board is also developing different possible approaches to presenting the share of profit or loss of associates and joint ventures accounted for using the equity method. More specifically, it is considering whether there should be a distinction between 'integral' and 'non-integral' associates and joint ventures; and whether this distinction should affect the presentation of the share of profit or loss in the statement(s) of financial performance.	AP2A AP2B
11:00-11:15	Break	
11:15-12:15	Principles of Disclosure To be discussed at this meeting: The staff would like to seek advice from CMAC members about potential next steps on the project in the light of feedback received on the <i>Principles of Disclosure</i> Discussion Paper (the DP). Background: The DP was published in March 2017 and the comment period closed on 2 October 2017. The Board received 108 comment letters and held outreach meetings with a broad range of stakeholders. The Board received a feedback summary in the February 2018 Board Meeting and will be discussing next steps on the project in March 2018.	AP3
12:15-13:15	Lunch	

AGENDA

Joint CMAC / GPF meeting

Time	Agenda item	Agenda paper #
13:15-14:15	<p data-bbox="304 383 600 412">Goodwill & Impairment</p> <p data-bbox="304 432 721 461">To be discussed at this meeting:</p> <ul data-bbox="304 481 1203 680" style="list-style-type: none"><li data-bbox="304 481 1203 546">• Whether there are ways to simplify identification of intangible assets acquired in a business combination separately from goodwill; and<li data-bbox="304 562 1203 680">• Improving effectiveness of impairment testing of goodwill by using the unrecognised headroom (the excess of the recoverable amount over the carrying amount) of a cash-generating unit (or groups of units) as an additional input in the impairment testing of goodwill. <p data-bbox="304 701 472 730">Background:</p> <p data-bbox="304 750 1203 987">In response to the feedback from the Board's Post-Implementation Review of IFRS 3 Business Combinations, the Board initiated a research project on goodwill and impairment testing. One area of focus of the research project is whether some identifiable intangible assets could be allowed to become subsumed within goodwill acquired in a business combination. Another area of focus of the research project is whether the impairment test can be made effective to capture impairment losses at the right time and in the right amounts.</p>	AP4
14:15-15:15	<p data-bbox="304 1059 619 1088">Rate-regulated Activities</p> <p data-bbox="304 1108 721 1137">To be discussed at this meeting:</p> <p data-bbox="304 1158 1171 1245">Seeking CMAC members' views on the usefulness of possible disclosure requirements for an accounting model being developed for rate-regulated activities</p> <p data-bbox="304 1265 472 1294">Background:</p> <p data-bbox="304 1314 1203 1451">Some companies are bound by a regulatory agreement that establishes a rate formula that determines both the amount of compensation the company can charge customers in exchange for fulfilling specified service requirements, and when that compensation can be included in the price charged.</p> <p data-bbox="304 1471 1203 1581">The Board is developing an accounting model to recognise separately the effects of timing differences that arise when compensation is included in the price charged to customers in a different period than the period in which the company fulfils the related service requirements.</p>	AP5