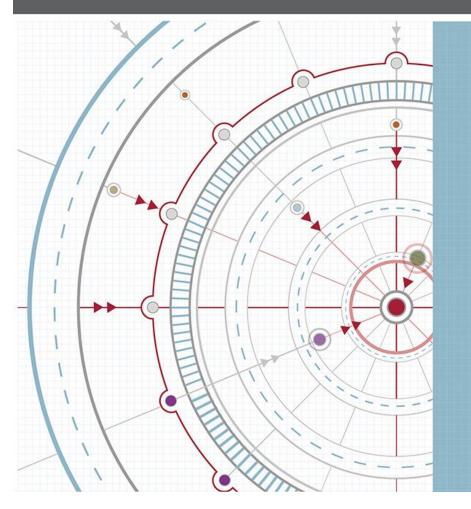
IFRS[®] Foundation



Agenda paper 3A

Micro Entities Way Forward

Emerging Economies Group May 2018

The views expressed in this presentation are those of the presenter, not necessarily those of the International Accounting Standards Board (Board) or IFRS Foundation.



Summary of what we have heard from EEG members

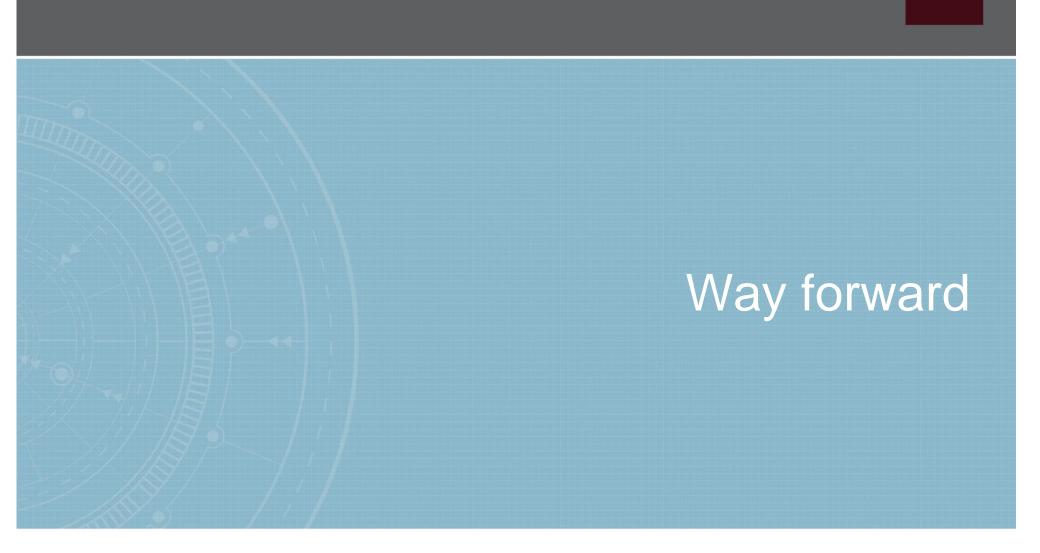


Key Features of Micro's

	India	Indonesia	South Africa	Malaysia	UK	IFRS for SMEs		
Non public interest	\checkmark	\checkmark	\checkmark		\checkmark	\checkmark		
Quantitative size test	\checkmark	\checkmark	\checkmark		\checkmark	×		
- Revenue	\checkmark	\checkmark	X		\checkmark	X		
- Entity value	\checkmark	X	X		X	X		
- Assets	X	\checkmark	X		\checkmark	X		
- Borrowing	\checkmark	X	\checkmark		X	X		
- Employee numbers	√(?)	X	\checkmark		\checkmark	X		
User base test	X	X	\checkmark		X	\checkmark		
Legal structure	\checkmark	\checkmark	X		X	\checkmark		

Key Reliefs provided

	India	Indonesia	South Africa	Malaysia	UK	IFRS for SMEs
Not required:						
- Cash Flow statement	\checkmark	\checkmark	\checkmark		\checkmark	×
- Changes in equity	\checkmark	\checkmark	\checkmark		\checkmark	\checkmark
- Consolidated results	\checkmark	×	\checkmark		\checkmark	X
Simplified:						
- Fair value	\checkmark	\checkmark	\checkmark		\checkmark	√ (?)
- Biological assets	\checkmark	X	\checkmark		\checkmark	√ (?)
- Impairments	\checkmark	\checkmark	\checkmark		X	X
- Leases	\checkmark	\checkmark	\checkmark		×	X (?)





Next Steps

- Continue with jurisdiction specific presentations
 - Better understanding of both criteria and simplifications
 - Opportunity to explore what works and what doesn't
- Prepare summary of key objectives of micro entity accounting
- Develop an EEG strawman proposal
 - Consider EEG wide best practice
 - Provide a template for EEG (and non EEG) jurisdictions considering the same issues





Contact us



