

# IFRS 10, 11 and 12

## *Post-implementation Review*

### *Phase 1*

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- Purpose of the session
- Post-implementation Review (PIR) Process
- Background on
  - IFRS 10: *Consolidated Financial Statements*
  - IFRS 11: *Joint Arrangements*
  - IFRS 12: *Disclosure of Interests in Other Entities*
- Questions for GPF members, and next steps

# Purpose of the session

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- The purpose of this session is:
  - a) For staff to provide information about the PIR of IFRS 10,11 and 12.
  - b) For GPF members to provide input on the issues that preparers encounter when applying these standards.
- This session forms part of phase 1 of the PIR of IFRS 10,11 and 12 and aims to help the Board identify any issues that entities encountered when implementing and applying IFRS 10,11 and 12.

# Post-implementation Review Process (1/2)

- The Board's due process requires it to conduct a PIR of each new Standard or major amendment.



- Identification and assessment of matters to be examined in the PIR

- Publish a Request for Information (RFI)
- Consider the evidence gathered from the RFI
- Present findings to the Board

- Publish a Feedback Statement presenting the Board's findings and setting out the steps it plans to take, if any, as a result of the PIR

# Post-implementation Review Process (2/2)

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- The Due Process Handbook requires that the PIR considers
  - a. the issues that were important or contentious during the development of the Standard; and
  - b. any issues that have come to the attention of the Board after the Standard was issued.

## IFRS 10

- A single consolidation (control) model
- Exemption for consolidation—investment entities

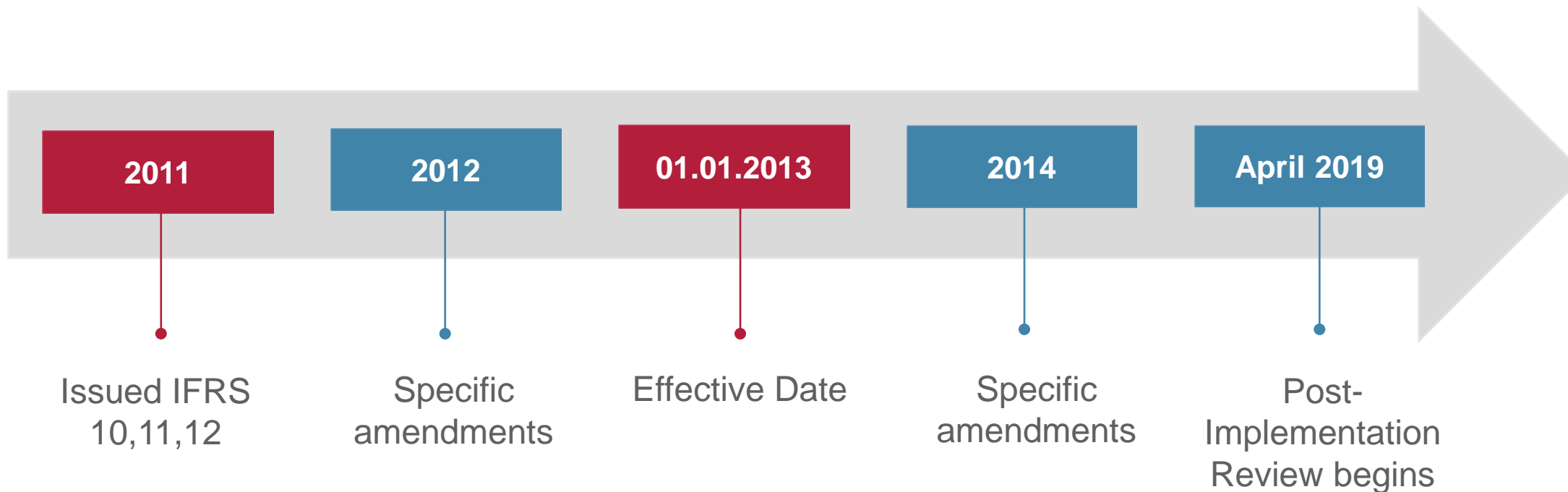
## IFRS 11

- Classification of joint arrangements based on rights and obligations
- Elimination of accounting options

## IFRS 12

- Combined and enhanced disclosure requirements

# Timeline



## 2012 amendments

- June: Transition Guidance
- October: **Investment Entities**

## 2014 amendments

- May: Accounting for Acquisitions of Interests in Joint Operations
- September: Sale or Contribution of Assets between an investor and its Associate or Joint Venture\*
- December: Investment Entities: Applying the Consolidation Exception

\*Effective Date of Amendments to IFRS 10 and IAS 28 deferred indefinitely

# Questions and Next Steps



# Questions for GPF members

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- Are you aware of any challenges in:
  - implementation of IFRS 10, 11 and 12;
  - application of IFRS 10, 11 and 12 to the initial recognition of interests in investees; and
  - annual application of IFRS 10, 11 and 12 in preparing the financial statements?
- If yes, please describe any issue you have identified
- Do you provide any non-GAAP metrics regarding subsidiaries or joint arrangements?

When responding to questions please clarify if any issues are specific (eg to a type of item measured or an industry or a jurisdiction)

## Phase I of PIR

- **Rest of 2019:** Outreach with IFRS Foundation Stakeholders
- 2020: present findings to the Board
- 2020 H1: issue Request for Information

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