

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="304 430 722 459">To be discussed at this meeting:</p> <ul data-bbox="304 477 1203 678" style="list-style-type: none"><li data-bbox="304 477 1203 539">• Whether there are ways to simplify identification of intangible assets acquired in a business combination separately from goodwill; and<li data-bbox="304 557 1203 678">• 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="304 696 472 725">Background:</p> <p data-bbox="304 743 1203 981">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 1057 624 1086">Rate-regulated Activities</p> <p data-bbox="304 1104 722 1133">To be discussed at this meeting:</p> <p data-bbox="304 1151 1171 1240">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 1258 472 1288">Background:</p> <p data-bbox="304 1305 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 1469 1203 1570">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