

STAFF PAPER

March 2019

IASB® Meeting

Project	Business Combinations under Common Control		
Paper topic	Cover note		
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Purpose of this paper

1. This paper introduces the Agenda Papers to be discussed at this month's Board meeting:
 - (a) Agenda Paper 23A *Overview of the staff's approach* (paragraph 4); and
 - (b) Agenda Paper 23B *Lenders and other creditors in BCUCC* (paragraph 5).
2. The staff will discuss these topics at the March 2019 Capital Markets Advisory Committee (CMAC) meeting and the April 2019 Accounting Standards Advisory Forum (ASAF) meeting. The staff will summarise the inputs received from ASAF members and CMAC members in a future paper for the International Accounting Standards Board (Board).
3. This paper is for information only and there are no questions for the Board. The staff plan to ask the Board to make decisions on a package of topics at a future meeting.

Papers for this meeting

Agenda Paper 23A Overview of the staff's approach

4. Agenda Paper 23A provides an overview of the staff's approach to developing measurement alternatives for transactions within the scope of the BCUCC project. In

particular, it explains how information needs of different types of primary users of receiving entity's financial statements are being considered in the project. It summarises the discussions to date, provides the context for Agenda Paper 23B *Lenders and other creditors in BCUCC* and sets out next steps.

Agenda Paper 23B Lenders and other creditors in BCUCC

5. Agenda Paper 23B explores the information needs of existing and potential lenders and other creditors and discusses the implications of that analysis for accounting for business combinations under common control. In particular, it sets out the staff's observations about whether the Board could pursue.
 - (a) a current value approach for all or some transactions that affect NCI in the receiving entity; but
 - (b) a different approach, such as a predecessor approach, for transactions that affect lenders and other creditors in the receiving entity, but do not affect NCI.