



To:	AASB Members	Date:	20 November 2009
From:	Joanna Spencer	Agenda Item:	11.3
Subject:	Tentative and Final IFRIC Agenda Decisions	File:	

Action

Consider the tentative and final IFRIC agenda decisions published in the November 2009 issue of *IFRIC Updates* (Agenda paper 11.3.1), and decide on a course of action, if any.

Staff Recommendations

The summary of each issue's background and the wording for each of the IFRIC's Tentative and Final Agenda Decisions can be found in the *IFRIC Update* November 2009 (Agenda paper 11.3.1). The following table summarises the AASB staff's recommendations regarding each agenda decision.

If the Board disagrees with any of the IFRIC's tentative decisions, we would need to communicate that to the IFRIC by 14 December 2009.

Tentative Agenda Decisions	
Topic	Recommendation
IFRS 2 <i>Share-based Payment</i> – Transactions in which the manner of settlement is contingent on future events	AASB staff agree with the IFRIC staff recommendation that this issue should not be added to the agenda but should be dealt with as part of a post-implementation review of IFRS 2.
IFRS 4 <i>Insurance Contracts</i> and IAS 32 <i>Financial Instrument: Presentation</i> - Scope issue for investments in REITs	AASB staff agree with the IFRIC staff recommendation that this issue should not be added to the agenda.
IAS 18 <i>Revenue</i> – Receipt of a dividend of equity instruments	AASB staff agree with the IFRIC staff recommendation that this issue should not be added to the agenda.
IAS 27 <i>Consolidated and Separate Financial Statements</i> – Combined financial statements and redefining the reporting entity	AASB staff agree with the IFRIC staff recommendation that this issue should not be added to the agenda.
IAS 27 <i>Consolidated and Separate Financial Statements</i> – Presentation of comparatives when applying the 'pooling of interests' method	AASB staff agree with the IFRIC staff recommendation that this issue should not be added to the agenda.
IAS 32 <i>Financial Instruments: Presentation</i> –	AASB staff agree with the IFRIC staff

Memorandum

Application of the 'fixed-for-fixed' condition	recommendation that this issue should not be added to the agenda.
IAS 38 <i>Intangible Assets</i> – Amortisation method	AASB staff agree with the IFRIC staff recommendation that this issue should not be added to the agenda.
Final Agenda Decisions	
Topic	Recommendation
IFRS 3 <i>Business Combinations</i> - Measurement of NCI	AASB staff agree with the IFRIC staff recommendation not to add this issue to the agenda and further agree with the recommendation that the IASB amend IFRS 3 to address the issues identified as part of the annual improvements process.
IFRS 3 <i>Business Combinations</i> – Unreplaced and voluntarily replaced share-based payment awards	AASB staff agree with the IFRIC staff recommendation not to add this issue to the agenda and further agree with the recommendation that the IASB amend IFRS 3 to address the issues identified as part of the annual improvements process.
IFRS 5 <i>Non-current Assets Held for Sale and Discontinued Operations</i> – Write-down of a disposal group	AASB staff agree with the IFRIC staff recommendation not to add this issue to the agenda but to refer it to the IASB to amend IFRS 5 to address the issue.
IAS 23 <i>Borrowing Costs</i> – Meaning of 'general borrowings'	AASB staff agree with the IFRIC staff recommendation that this issue should not be added to the IFRIC agenda.