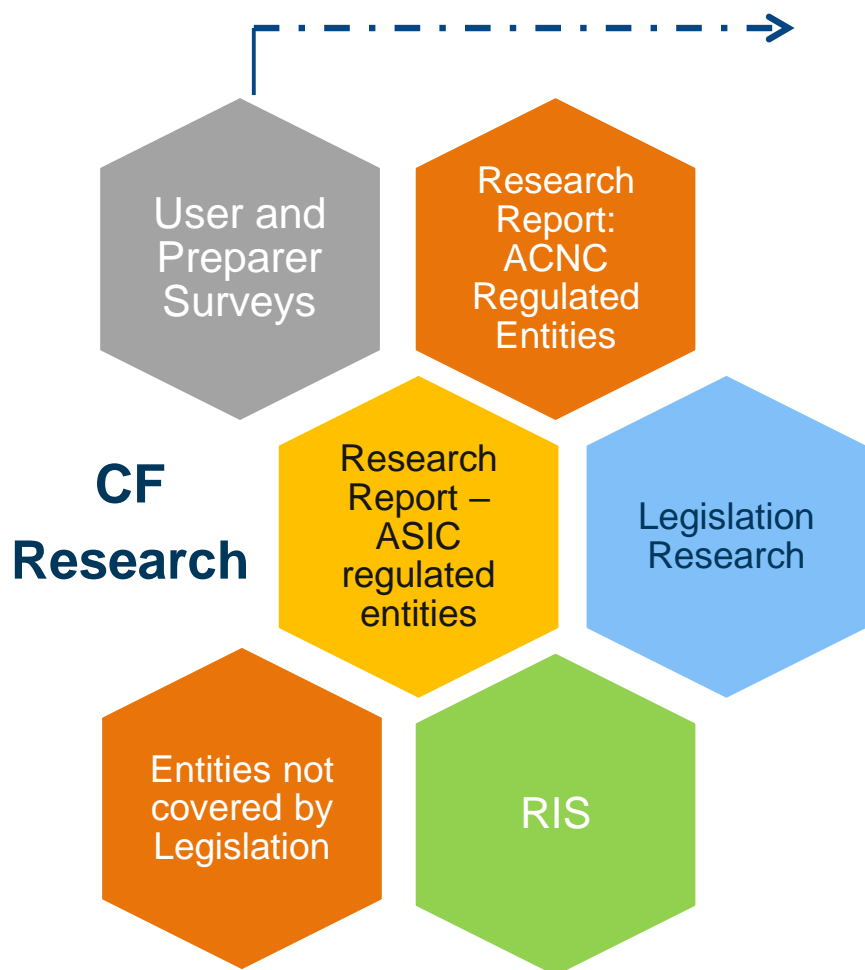


Research activities: Conceptual Framework and Extractive Industries



Conceptual Framework Research (overview of research elements)





User and Preparer Survey

Purpose

User survey (**for-profit entities**):

- Identify users of financial statements
- How best to meet the financial information needs of those users.

Preparer Survey:

- Understand FS currently being prepared
- The impact the proposals may have on preparers
- What transitional relief would be required by the preparers

Status

- Survey launched Early August 2018 – closes 30 September 2018
- Final Report to be shared later this year



Research Report – ACNC regulated entities

Purpose

- Understanding the current state of financial reporting by charities
 - How many prepare GPFS or SPFS
 - If preparing SPFS how many comply with recognition & measurement (R&M) and disclosure requirements in Australian Accounting Standards (AAS)

Status

- Draft report ready
- Preliminary findings shared with ACNC Staff
- Further work planned to finalise the report
- Final Report to be shared later this year



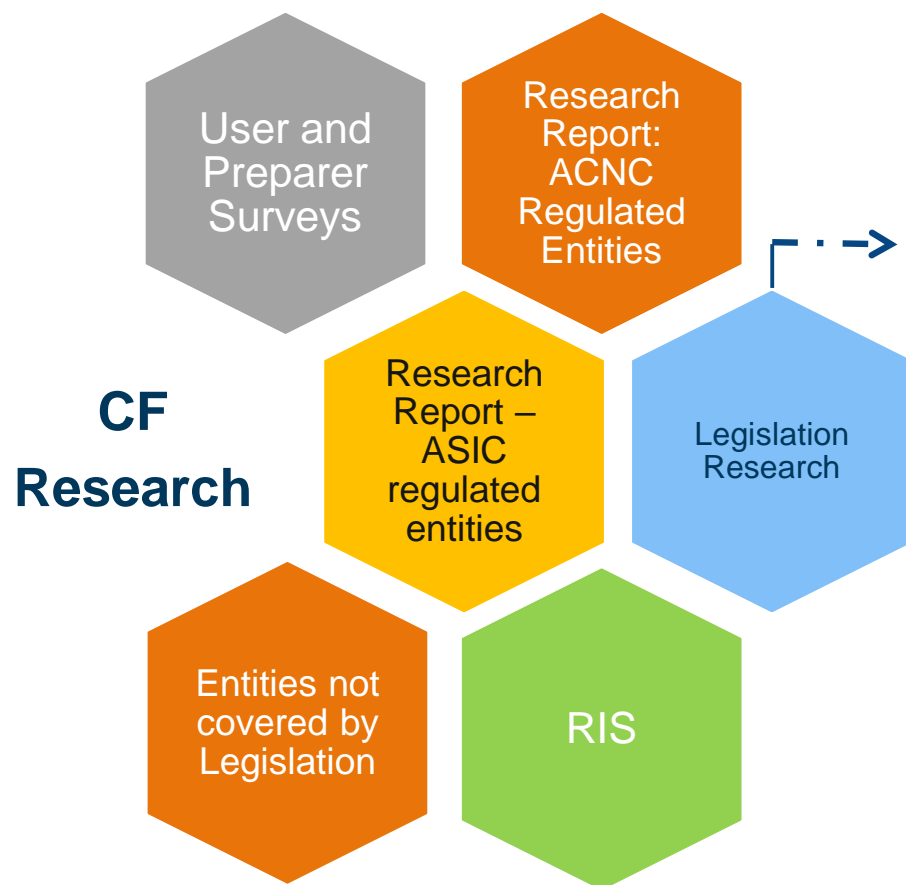
Research Report – ASIC regulated entities

Purpose

- Understanding the current state of financial reporting by ASIC regulated entities
- Focus on:
 - Large Proprietary companies
 - Unlisted public companies
 - Foreign controlled small proprietary companies
- Conduct review of thresholds for small/large test

Status

- Data gathering process is underway using a data aggregator and an academic team from Deakin and Melbourne Universities
- Draft report expected end of October 2018
- Preliminary findings to be shared with the Board in November Board meeting
- Final report to be shared later this year



Legislation Research

Purpose

- To understand different type of legislations which require FS to be prepared in accordance with AAS

Status

- Review underway
- Using an FRC's report on legislative requirements as a base
- To ensure broad coverage, completeness and accuracy:
 - Regulators have been contacted to understand the type of entities that submit FS with them
 - We will share preliminary findings with regulators for review and fact checking
- Preliminary results expected to be shared with the Board – November Board meeting
- Final report to be shared later this year



Entities not covered by legislation (e.g. Trusts)

Purpose

- Understanding commonly used provisions in constitution documents such as trust deeds

Status

- Meetings with legal firms conducted
- Memo expected from legal firms covering items such as:
 - Types of trusts
 - Whether standard templates are used for drafting trust deeds
 - Examples of where FS are required by constitution documents to be in accordance with AAS
- Preliminary findings expected to be shared with Board in the November Board meeting
- Final report to be shared later this year



Regulation Impact Statement (RIS)

Purpose

- RIS is conducted to ensure:
 - that regulation is only implemented when there is a justified need
 - only the most efficient forms of regulation are adopted
 - there is an adequate level of public consultation in the development of regulatory measures

Status

- Broad methodology developed:
 - Understand type of entities required by legislation or constitution to prepare FS in accordance with AAS
 - Determine the number of entities
 - Ascertain expected cost versus benefit – liaise with firms.
- Update Board in the November Board meeting
- Final RIS to be available on website

Proposed Research– Extractive Industries



2004

- Research Phase of a comprehensive project commenced
- A project team comprising representatives from National Standard Setters of Australia, Canada, Norway and South Africa (NSS) commenced work on the research project
- IASB issued IFRS 6 *Exploration for and Evaluation of Mineral Resources* as a limited scope project

2010

- Discussion Paper *Extractive Activities* released
- Includes recommendations of the project team

2018

- The IASB has contacted the NSS to update the IASB of any developments in extractive activities that would update the research in the DP
- Detailed terms of reference are to be sent by the IASB
- Depending on the terms of reference, the research may be outsourced to academics or conducted in-house such as a review of legislative requirements since 2010

