

New Zealand Accounting Standards Board

**Minutes of the Meeting held on Thursday 13 February 2020
James Cook Grand Chancellor Hotel, 147 The Terrace, Wellington
and Friday 14 February 2020 at XRB Offices, Level 7, 50 Manners St, Wellington
commencing at 1.30 pm**

- Members present:** Kimberley Crook
Nives Botica-Redmayne
Francis Caetano
Charles Hett
Karl Hickey
Denise Hodgkins
Kris Peach (via teleconference)
Angela Ryan (Thursday afternoon and Friday 8.30 am–11.30 am)
Richard Smyth
Jason Stinchcombe
- Apologies:** Lyn Hunt (on a leave of absence)
- Guests:** Moana Overton – Principal, National Accounting Technical–Deloitte
Australia (agenda item 1A)
Ian Carruthers – Chair of IPSASB (agenda items 7 and 8)
Todd Beardsworth – Assistant Auditor-General, Audit Quality and
New Zealand IPSASB member (agenda items 7 and 8)
Fridrich Housa – Senior Project Manager (Joint Acting Technical
Director), AASB
Justin Williams – Managing Director, AASB
(Thursday 1.30 pm – 4.47 pm)
- Observers:** AASB staff observed the following agenda items:
Kimberley Carney (agenda item 1A)
James Barden (agenda item 3)
Kathy Xu (agenda item 8 and 9)
- In attendance:** Anthony Heffernan – Director, Accounting Standards
David Bassett – Deputy Director, Accounting Standards
Tracey Crookston – Project Manager, Accounting Standards
Lisa Kelsey – Senior Project Manager, Accounting Standards
Judith Pinny – Project Manager, Accounting Standards
Joanne Scott – Senior Project Manager, Accounting Standards
Vanessa Sealy-Fisher – Senior Project Manager, Accounting
Standards
Gali Slyuzberg – Project Manager, Accounting Standards

3. GENERAL PRESENTATION AND DISCLOSURE

The Board CONSIDERED and provided FEEDBACK on the proposals in IASB ED/2019/7 *General Presentation and Disclosures* relating to the structure of the statement of profit and loss, including the proposed subtotals and categories, the classification of foreign exchange differences and fair value gains and losses on derivatives and non-derivative financial instruments in the statement of profit or loss, and the classification of investments in associates and joint ventures as integral or non-integral and the relevant disclosures.

The Board will consider the proposals regarding management performance measures, unusual income and expenses, aggregation and disaggregation and amendments to other standards at a future meeting.

4. WITHDRAWAL OF PBE FRS 46 (AMENDMENTS TO PBE FRS 47)

The Board:

- (a) APPROVED for issue an amending standard, *Withdrawal of PBE FRS 46* (Amendments to PBE FRS 47);
- (b) APPROVED for issue a revocation, *Revocation of PBE FRS 46*; and
- (c) APPROVED the related signing memorandum from the Chair of the NZASB to the Chair of the XRB Board.

The Board noted the submissions received on NZASB Exposure Draft 2019-4 *Withdrawal of PBE FRS 46* (Proposed amendments to PBE FRS 47). The Board considered whether to change the definition of 'Previous GAAP' to 'Previous basis of accounting' as suggested by one respondent. The Board agreed to keep the term 'Previous GAAP', as proposed in the exposure draft.

5. PBE INTEREST RATE BENCHMARK REFORM

The Board:

- (a) APPROVED for issue an amending standard, *PBE Interest Rate Benchmark Reform*; and
- (b) APPROVED the related signing memorandum from the Chair of the NZASB to the Chair of the XRB Board.

The amendments are equivalent to *Interest Rate Benchmark Reform* (November 2019) which amended a number of NZ IFRSs. The amending standard amends (i) PBE IPSAS 41 *Financial Instruments*; (ii) PBE IFRS 9 *Financial Instruments*; (iii) PBE IPSAS 29 *Financial Instruments: Recognition and Measurement*; and (iv) PBE IPSAS 30 *Financial Instruments: Disclosures*.

6. IASB EDITORIAL CORRECTIONS DECEMBER 2019

The Board APPROVED the editorial corrections published by the IASB in December 2019 that need to be incorporated in NZ IFRS.

The meeting closed at 5.00 pm.

Friday 14 February 2020
XRB Offices, Level 7, 50 Manners St, Wellington
commencing at 8.30 am

1. WELCOME AND INTRODUCTION (Friday 14 February)

The Chair welcomed Ian Carruthers IPSASB Chair, Chair of the IPSASB, and Todd Beardsworth, New Zealand IPSASB member, to the meeting (8.30am until 11.30am).

Apologies were received from April Mackenzie and Angela Ryan from 11.30am. Lyn Hunt is currently on a leave of absence.

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9. TARGETED REVIEW OF THE ASF

The Board provided FEEDBACK on:

- (a) the proposed project plan for the next phase of the Targeted Review project;
- (b) the detailed analysis of the submissions and staff recommendations for next steps.

The Board AGREED with the staff recommendations as provided for in the agenda paper.

10. TIER 3 AND TIER 4 PIR

The Board AGREED:

- (a) the proposed timeline for the post-implementation review (PIR) of the Tier 3 and Tier 4 standards; and
- (b) the proposed outreach.

The Board moved into non-public session.