



Minutes of the Fifty Fifth Meeting of the External Reporting Board held on Tuesday 14 July 2020 – meeting held virtually, commencing at 9.30 a.m.

Present: Michele Embling – Chair
Michael Bradbury – Board Member
Kimberley Crook – Board Member
Bill Edge- Board Member
Julia Fink- Board Member
John Kensington- Board Member
Jackie Robertson- Board Member
Jane Taylor – Deputy Chair
Fergus Welsh – Board member

In attendance: April Mackenzie- Chief Executive
Kerrie Cole - Chief Operating Officer
Robert Buchanan – Chair of NZAuASB (for item 6.0)
Anthony Heffernan – Director of Accounting Standards (for items 5.0 and 14.0)
Gali Slyuzberg – Project Manager Accounting Standards (for item 14.0)

PUBLIC SESSION AGENDA ITEMS

The Board moved into Public session.

Ms Gali Slyuzberg and Mr Anthony Heffernan joined the meeting.

14.0 Targeted Review Feedback Statement

The Board received a paper on the Targeted Review which included two questions and a DRAFT Feedback statement.

Matters discussed are as follows:

- a) The Board discussed the proposal to not include an asset- based tier size threshold.

The Board asked the team to have further discussions with MBIE about the feedback received on the topic in relation to the Tier 4 threshold, which is determined by legislation, given that suggestions to include an asset-based tier threshold primarily relate to the Tier 4 threshold for using cash accounting. In addition, the Board asked for the Feedback Statement to note that the XRB will discuss the topic with MBIE and that as part of the Tier 3 and 4 Post Implementation Review we will consider whether to propose additional disclosures about assets for entities in Tier 4.

- b) The Board discussed the proposal to reaffirm the XRB's intention to conduct a comprehensive, first principles review once the Accounting Standards Framework

(ASF) has been effective for at least 10-15 years without specifying an exact time period.

The Board asked that the Feedback statement contain a statement that the XRB will assess the need for a comprehensive review of the ASF once the ASF has been effective for 10-15 years.

- c) The Board APPROVED the draft Feedback Statement which publicly communicates the outcomes of the Targeted Review of the Accounting Standards Framework subject to the additions noted above.

15.0 For Profit RDR Harmonisation Strategy

This item was deferred to the August 6, 2020 Board meeting.