

Changes in this edition

This section is a brief guide to the changes since the 2011 edition that are incorporated in this edition of the Bound Volume of International Financial Reporting Standards (the 'Blue Book').

Introduction

The text of this collection of International Financial Reporting Standards (IFRSs) includes the latest consolidated versions of all IFRSs (including IASs and Interpretations) as approved for issue up to 31 December 2011 and required to be applied on 1 January 2012. Expressed differently, this text shows the IFRSs with which an entity would be required to comply for an annual period beginning on 1 January 2012, if that entity will not be adopting any IFRSs early.

This volume does not contain those IFRSs or changes to IFRSs with an effective date after 1 January 2012. Readers seeking the consolidated text of IFRSs issued at 1 January 2012 (including IFRSs with an effective date after 1 January 2012) should refer to the two-part 2012 IFRS 'Red Book', which is being published in the first quarter of 2012.

New requirements introduced in 2011

This section identifies the new requirements introduced during 2011 that have an effective date of 1 January 2012, or earlier. By their nature, these new requirements are also the differences between this text and the 2011 edition of the Bound Volume of IFRSs.

The main changes between the 2011 Bound Volume and this collection are the inclusion of:

- amendments to IFRSs that were issued as separate documents; and
- amendments to other IFRSs resulting from those amended standards.

Details of the revised or amended standards and amendments to IFRSs included in this edition are as follows.

New pronouncements

Amendments to IFRSs issued as separate documents

Amendments to IFRS 7

Disclosures—Transfers of Financial Assets (Amendments to IFRS 7) was issued in October 2010. The amendment is required to be applied for annual periods beginning on or after 1 July 2011.

Amendments to IAS 21

Deferred Tax: Recovery of Underlying Assets (Amendments to IAS 12) was issued in December 2010. The amendments are required to be applied for annual periods beginning on or after 1 January 2012.

Changes in this edition

Amendments to IFRS 1

Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters (Amendment to IFRS 1) was issued in December 2010. The amendment is required to be applied for annual periods beginning on or after 1 July 2011.

Other material that has changed

Minor editorial corrections to IFRSs (including necessary updating) have been made: a list of these is available on the IASB website (www.ifrs.org).

Differences between this text and the two-part 2012 Bound Volume ('Red Book') of the latest consolidated text

As explained above, this edition does not include IFRSs that, though issued before 1 January 2012, have an effective date later than 1 January 2012.

Those pronouncements are relevant even if an entity does not intend to adopt a requirement early. Paragraph 30 of IAS 8 *Accounting Policies, Changes in Accounting Estimates and Changes in Accounting Policies* requires an entity to disclose '... information relevant to assessing the possible impact that application of the new IFRS will have on the entity's financial statements in the period of initial application.'

At the time of writing the requirements issued at 1 January 2012 with an effective date some time after 1 January 2012 are:

IFRS 9

IFRS 9 *Financial Instruments* was issued in November 2009, as the first phase in a project to replace IAS 39 *Financial Instruments: Recognition and Measurement*. It addresses the classification and measurement of financial assets. IFRS 9 is required to be applied for annual periods beginning on or after 1 January 2013. Earlier application is permitted. In October 2010 sections were added to IFRS 9 addressing financial liabilities. The derecognition requirements in IAS 39 were also transferred to IFRS 9. The effective date was not amended. Again earlier application is permitted. In August 2011 the exposure draft *Mandatory Effective Date of IFRS 9* proposed an amendment extending the effective date from 1 January 2013 to 1 January 2015. Comments to the exposure draft should be received by 21 October 2011.

IFRS 10

IFRS 10 *Consolidated Financial Statements* was issued in May 2011. It supersedes IAS 27 *Consolidated and Separate Financial Statements* and SIC-12 *Consolidated—Special Purpose Entities* and is effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted.

IFRS 11

IFRS 11 *Joint Arrangements* was issued in May 2011. It supersedes IAS 31 *Interests in Joint Ventures* and SIC-13 *Jointly Controlled Entities—Non-monetary Contributions by Venturers* and is effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted.

IFRS 12

IFRS 12 *Disclosure of Interests in Other Entities* was issued in May 2011. It applies to entities that have an interest in a subsidiary, a joint arrangement, an associate or an unconsolidated structured entity and is effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted.

IFRS 13

IFRS 13 *Fair Value Measurement* was issued in May 2011. It defines fair value, sets out a framework for measuring fair value and requires disclosures about fair value measurement. It is effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted.

Amendments to IAS 27

IAS 27 *Separate Financial Statements* was issued in May 2011. It is issued concurrently with IFRS 10 and together the two IFRSs supersede IAS 27 *Consolidated and Separate Financial Statements* (as amended in 2008). IAS 27 is effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted.

Amendments to IAS 28

IAS 28 *Investments in Associates and Joint Ventures* was issued in May 2011. It prescribes the accounting for investments in associates and to set out the requirements for the application of the equity method when accounting for investments in associates and joint ventures. IAS 28 is effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted.



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