

INDEX

- accounting estimates 54–61
 - accounting estimate bridge 753–4
 - amortization 61
 - depreciation 61
 - employee benefits 60, 175
 - equity vs financial liability 59
 - errors 58–9
 - exemption from IFRSs 149–50
 - financial assets/liabilities 60
 - IAS 10 override 54–5, 59
 - impairment of non-financial assets 60–1
 - intangible assets 59–60
 - interim reporting 753–4
 - lease classification 59
 - new estimation inputs 57
 - policy application mistakes 58
 - policy/estimate changes 58–9
 - previous GAAP and consistency 55–6
 - share-based payments 60, 149–51
 - subsequent events 55–8
- accounting literature 1
- accounting policies 37–46
 - cash and cash equivalents 533–4
 - changes 42–3, 58–9
 - effective date threshold 37–8
 - endorsement lag 41
 - error correction 42, 45–6
 - IAS 8 41–6
 - IAS 34 741
 - IFRS 9 39–40
 - IFRS first-time adoption 37–46
 - implications 43–5
 - interim reporting 89–92
 - subsequent events 57–8
 - subsidiaries 185–6
 - transitional provisions 38
 - voluntary/involuntary changes 42–3
- accounting principle changes
 - cash flow statements 623
 - historical evolution 420–2
 - impracticability exception 422
 - interim financial statements 737
 - retrospective application 682
 - retrospective approach 420
 - statements of income 420–2, 463, 479, 484–5, 492, 500–4
- accounting principles 732–41, 772
 - see also* accounting principle changes
 - Accounting Principles Board (APB), Opinion 28 738, 739, 759–60
- accounting steps to IFRSs 18–20
- accounts and notes payable 257–8, 283, 338
- accounts and notes receivable
 - insurance companies 294, 300
 - real estate companies 337, 340
 - statements of financial position 246–7, 274–5, 294, 300, 337, 340
- accounts payable 324, 329
- accumulated other comprehensive income (AOCI)
 - insurance companies 298
 - SOCIE 696–7, 708, 710, 716, 719
 - statements of financial position 268–9, 291–2, 298
 - see also* other comprehensive income
- accumulated undistributed income 326–7
- additional paid-in capital 237–9, 266, 290, 298, 304
- administrative expenses, benefit plans 508, 510
- aggregations and subtotals 366–440
 - accounting principle changes 420–2
 - allowances 368–9
 - business restructuring charges 389–90
 - cash discounts 369–70
 - continuing operations income 404–7
 - discontinued operations 407–12
 - discounts 368–70
 - earnings 418–20
 - extraordinary items 413–18
 - finance results 395–404
 - gains and losses 385–9
 - gross profit 372–4
 - minimum line items 367–8
 - “net income/loss” and “profit or loss” terminology 422–3
 - noncontrolling interest 436–40
 - operating activities 374–80
 - operating income 374–7, 380–5
 - operating revenues 371–2
 - ordinary activities 385–6, 412–13
 - other comprehensive income 423–36
 - returns 368–9
 - revenue gross of costs 370–1
 - sales 366–7, 370
 - statements of income 366–440
 - taxes 370
 - unusual or infrequent items 390–5
- allowances, statements of income 368–9
- amortization
 - accounting estimates 61
 - banks 490, 495

- amortization (*Continued*)
 - deemed cost exemption 159
 - operating activity cash flows 558
 - statements of financial position 282
 - statements of income 379–80, 490, 495
- AOCI *see* accumulated other comprehensive income
- APB 28 (Accounting Principles Board, Opinion 28) 738, 739, 759–60
- asset acquisitions 127
- asset transfers 202–3, 210
- assets
 - accounting estimates 59–61
 - available-for-sale 193, 429–32
 - cash and cash equivalents 534, 536
 - derecognition 101–4
 - held-for-sale noncurrent 125–6, 234–5
 - investing activity cash flows 564
 - noncurrent 250–7, 534
 - oil and gas 171, 199
 - statements of financial position
 - banks 307–11, 316–18
 - employee benefit plans 331–6
 - insurance companies 294–5, 300–2
 - investment companies 322–4, 326–9
 - items disclosed in notes 273–85, 300–2, 316–18, 329–30, 335–6, 340
 - minimum captions 244–57, 260, 271–2, 294–5, 307–11, 322–4, 326–8, 331–4, 337–9
 - presentation on face of 273–85, 300–2, 316–18, 329–30, 335–6, 340
 - real estate companies 337–8, 340
 - statements of assets and liabilities 322–30
 - subsidiaries/associates/joint ventures 181–9
 - see also* asset . . . ; current assets; intangible assets; net assets
- associates 129, 178–89, 193–4, 432, 749
 - see also* joint ventures; subsidiaries
- audit 93–4, 764–5
- available-for-sale financial instruments 118, 191–4, 429–32
- banks
 - bank acceptance 311–12
 - cash flow statement items 638–41
 - overdrafts 530–1
 - statements of financial position 307–21
 - statements of income 488–95
 - see also* financial institutions
- bases of accounting 755–8
- bases of reporting 46–54
 - alternative 46–54
 - financial statements 51–3
 - foreign private issuers 46–52
 - significance testing 54
 - U.S. GAAP 47–52
- benefit plans
 - cash flow statements 525
 - defined 210, 287, 402–3, 433–6
 - employee 331–4, 505–10, 551
 - equity reconciliation 666
 - SOCIE 660, 666, 691
 - specialized accounting 525
 - statements of financial position 219–20
 - statements of income 361
- biological assets 255
- bonds
 - insurance companies 297
 - investment companies 325, 330
 - statements of financial position 261, 286, 297, 325, 330
- bookkeeping 185
- borrowings 200–2, 312, 319
- brokers and dealers 219, 360, 642
- business restructuring charges 389–90
- capital
 - additional paid-in 237–9, 266, 290, 298, 304
 - investment companies 326–7, 330
 - statements of financial position 266, 290, 326–7, 330
- capital and reserves 235–7
- capital resources 644–6
- capital stock 339
- capitalized financing costs 401–2
- capitalized interest 601–2
- capitalized research and development 606–7
- captions and line items
 - condensed interim financial statements 774–7
 - SOCIE 703–26
 - contrasting statements 704–19
 - disaggregation guidance 725–6
 - display/disclosure requirements 703–18
 - parenthetical explanation 725
 - specialized accounting 720–4
 - under IFRS before 2007 revision of IAS 1 719
- statements of cash flows 636–46
 - cash and cash equivalents 534–5
 - disaggregation guidance 643–4
 - hedging instruments 637
 - liquidity/capital resources 644–6
 - minimum line items 636–43
 - presentation 636–43
- statements of financial position 241–344
 - banks/financial institutions 307–21
 - disaggregation guidance 304–44

Index

791

- employee benefit plans 331–6
- insurance companies 294–304
- investment companies 322–30
- key to items 243
- minimum captions 244–72, 294–8,
307–15, 322–8, 331–4, 337–9
- minimum content on face of 241–72
- mixed items 293–304
- note disclosure 272–93, 300–4, 316–21,
329–30, 340
- parenthetical explanation 293
- presentation on face of 272–93, 300–4,
316–21, 329–30, 340
- presentation vs note disclosure framework
342
- real estate companies 337–40
- statements of income 450–516
 - banks/financial institutions 488–95
 - disaggregation guidance 504, 508, 510, 513
 - employee benefit plans 505–10
 - gross profit 372–4
 - insurance companies 482–7
 - investment companies 496–504
 - minimum line items 367–8, 423–5,
450–68, 482–5, 488–92, 496–501,
505–8, 511–13
 - mixed items 495, 504
 - note disclosure 450, 469–81, 486–7,
493–5, 502–4, 509–10, 514–16
 - parenthetical explanation 495
 - presentation on face of 450, 469–81,
486–7, 493–5, 502–4, 509–10,
514–16
 - public companies 459, 477, 484
 - real estate companies 511–16
 - statement of changes in net assets 505–8
- case-by-case option, interim reporting 94
- cash and cash equivalents 527–36
 - accounting policy disclosure 533–4
 - bank overdrafts 530–1
 - cash equivalent features 531–2
 - cash management 531–4
 - composition of 533–4
 - concept of funds 527–8
 - entity-specific classification 533
 - interest on 603
 - net debt and treasury assets 536
 - net/gross reporting 584
 - new developments 529–30
 - restricted 534–6
 - statement of cash flows 527–36, 584
 - statements of financial position 528
 - unrestricted cash 529–30
- cash collateral 529–30
- cash discounts 369–70
- cash flow hedges 428–9
 - see also* statement of cash flows
- cash management 531–4
- cash receipts of receivables 608
- cash-settled share-based payment liabilities 402
- claims and benefits, insurance 483
- classified statements of financial position 223–4,
230, 234
- combined statements of income and retained
earnings 361–3
- commissions 310, 489, 493, 497, 502
- common stock
 - banks/financial institutions 315
 - insurance companies 297, 303
 - SOCIE under U.S. GAAP 670–4
 - statements of financial position 265, 288–90,
297, 303, 315
- comparative information 67–87
 - additional periods of 72
 - comparative annual periods 73–5
 - complete sets of statements 67–9
 - derecognition of financial assets/liabilities 104
 - exceptions/exemptions 80–7
 - IFRS 1 81–2
 - mandatory exceptions 84–7
 - pre- vs post-implementation comparability
82–3
 - trade-offs between rationales 85–6
 - transitional methods 83–4
 - voluntary exemptions 84–7
- first-time adoption 67–87
- general rules 70
- IFRS 1 70–2, 81–2
- interim reporting 88
- narrative disclosure 79
- opening statement of financial position 71–2
- regulator requirements 72–3
- restating under IFRSs 71
- roll-forward disclosures 79–80
- SEC filings 75–7
- SEC regulations 73–5
- selected financial data 75–9
- short-term exemptions from IFRSs 205–9
- single-period financial statements 72
- two-year accommodation 74–5
- U.S. GAAP first-time registrants 74
- compliance with IFRSs 29–36
 - adherence 30
 - author opinion 34–5
 - dates 36
 - dual statements 32–3
 - EU 31–2
 - first-time adoption 29–30

- compliance with IFRSs (*Continued*)
 home standard setters 33–4
 IASB-IFRSs 31–3
 IFRS endorsed version 32
 jurisdictional IFRSs 32–3
 location of statement 34
 qualified compliance 32
 returning to IFRSs 35–6
 single statements 33
 statement accuracy 30–1
 statements of 29, 34
 see also IFRS . . .
- comprehensive income
 associates 432
 attribution of 468, 481, 485, 492
 available-for-sale assets 429–32
 captions/line items 466–8
 cash flow hedges 428–9
 cash flow statements 546, 583–4
 classification by nature 425
 components of income 425–6
 decommissioning estimates 433
 defined benefit plans 433–6
 equity instruments at fair value 436
 foreign currency adjustment 426–7
 held-to-maturity securities 431–2
 interim financial statements 768
 investment companies 501, 504
 joint ventures 432
 minimum line items/disclosure 423–5
 net investment hedges 428
 new developments in presentation 426
 noncash investing/financing activities
 583–4
 own credit risk 436
 real estate companies 513, 516
 restoration estimates 433
 revaluation surplus 433
 SOCIE 664–5, 667
 gross vs net-of-tax display 692–4
 IFRSs 715, 719
 reporting details prohibition 675, 677–9
 SEC registrants and foreign private issuers
 661–3
 statements of comprehensive income 666,
 689
 U.S. GAAP 670–4, 708
 statements of income 423–36, 466–8, 501,
 504, 513, 516
 statements of income and 704–12, 766
 statements of 348–9, 666, 689, 704–12,
 766
 step acquisitions 432–3
 terminology 351–2
 two-statement approach 354–6
 see also accumulated other comprehensive
 income; other comprehensive income
- condensed information option, U.S. GAAP 740
- condensed interim financial statements 770–7
 accounting principle application 772
 captions and line items 774–7
 cash flow statements 776–7
 disclosure of condensed format 772
 IAS 34 770
 IASB-IFRS foreign private issuers 773
 latest annual financial statements 773–4
 meaning of major captions 774
 scope of statements 772
 statements of financial position 774–5
 statements of income 775–6
 summarized vs condensed information 771
 whether optional 770–1
- consistency and previous GAAP 55–6
- consolidated financial statements 175–6, 179,
 181–4
- consolidated interim financial statements 745–6
- consolidated statements of cash flows 587–96
 consolidation methods 587, 589–95
 foreign currency 578
 impact of different methods 591–4
 noncontrolling interest 588–9
 obtaining/losing control of investee 588–9
 preacquisition dividends/earnings 595–6
 specific items 587–8
- consolidation of subsidiaries 127–9
- continuing operations income 404–7
- contributions, benefit plans 507
- controlling interests
 discontinued operations 410
 extraordinary items 418
 SOCIE 670–4, 681, 683–6
 U.S. GAAP 670–4
- convenience translations 178
- corporate-owned life insurance 633–4
- cost of goods sold 445–8
- cost of sales 374, 453, 470–2, 515
- credit risk 436
- credit unions 307, 310–11, 314
- credits *see* deferred credits
- currency 27
 see also foreign currency
- current assets
 operating activity cash flows 562–3
 real estate companies 337
 restricted cash and cash equivalents 534
 statements of financial position 244–50,
 273–6, 337
 see also assets

Index

793

- current information 743, 757
- current items concept 226–8
- current liabilities
 - operating activity cash flows 562–3
 - real estate companies 338
 - statements of financial position 257–60, 283–6, 338
- data *see* historical data; selected financial data; share data
- dealers and brokers 219, 360, 642
- debt discounts 600–1
- debt issue costs, cash flow statements 601
- decommissioning 164–5, 196–9, 433
- deemed cost exemption 152–72
 - accounting entries 161–2
 - asset decommissioning 164–5
 - borrowing costs 202
 - comparability 156–7
 - componentization 159–60
 - deferred taxes 167–9
 - determination of fair value 158–9
 - disclosures 169–70
 - eligible items 153
 - event-driven fair value measurement dates 156
 - event-driven revaluation 158
 - fair value 152–71
 - hyperinflation 204
 - IFRS 1 exemption for past business combinations 170–1
 - impairment 159, 164
 - intangible assets 153–4
 - jurisdictional reserves 170
 - measurement model choice 160, 162–3
 - oil/gas assets 171
 - previous GAAP revaluation 157, 163
 - previously capitalized revaluation surplus 163
 - rate regulation 171–2
 - rationale 156–7
 - relevant dates 155–6
 - restatement of fair value 170
 - revaluation 152–71
 - subsequent depreciation/amortization/impairment 159
 - U.S. GAAP revaluation 170
- deferred credits 262, 288, 339–40
- deferred policy acquisition costs 295, 301
- deferred taxes
 - assets 248, 255, 338
 - deemed cost exemption 167–9
 - exemption for past business combinations 133–6
 - goodwill deducted from equity 140–2
 - income taxes 339
 - liabilities 259, 262
 - operating activity cash flows 558
 - share-based payments 627–8
- defined benefit plans 210, 287, 402–3, 433–6
 - see also* benefit plans
- demand deposits 529
- deposits 311, 318, 324, 529
- depreciation
 - accounting estimates 61
 - banks/financial institutions 490, 495
 - deemed cost exemption 159
 - operating activity cash flows 558
 - statements of financial position 280
 - statements of income 379–80, 490, 495
- derecognition of financial assets/liabilities 101–4
- derivatives
 - derecognition of assets/liabilities 103
 - embedded 120–2
 - hedging 104, 108, 634–6
 - nonhedging 119
 - operating activity cash flows 551
 - unquoted equity instruments 118–19
 - see also* financial instruments
- development stage enterprises
 - cash flow statements 596
 - interim statements 766, 770
 - SOCIE 695
 - statements of financial position 233–4
- diagnostic phase, accounting steps 19–20
- direct/indirect cash flow methods 536–46
 - accounting practice 538
 - allowed options 536–8
 - basic layout comparisons 541–5
 - classifying adjustments 544–5
 - foreign currency 576
 - interest and income taxes paid 542–3
 - net/gross reporting 584
 - new developments 538, 546
 - operating activity cash flows 557–60
 - pros and cons 538–41
 - specific items 587–8
 - starting points 545–6
 - subtotals for operations cash 542
- directives, European 441
- disclosure
 - comparative information 79–80
 - condensed interim financial statements 772
 - deemed cost exemption 169–70
 - discontinued operations 408–9
 - employee benefits 177
 - fair value measurement 209–10
 - financial asset transfers 210
 - financing activities 581–2

- disclosure (*Continued*)
 - GAAP and interim statements 735–6
 - IFRS 7 205–8
 - impairment test of goodwill 146
 - interim accounting policies 741
 - interim reporting 93, 753
 - liquidity risk 209–10
 - noncash investing 581–2
 - noncontrolling interests 123
 - previously recognised financial instrument
 - designation 193
 - reconciliation and 95–101
 - restricted cash and cash equivalents 533–5
 - SOCIE display and 703–18
 - subsidiaries/associates/joint ventures 179
 - treasury stock 240–1
 - see also* note disclosure
- discontinued operations 407–12
 - adjustments 409–10
 - analysis/disclosure 408–9
 - cash flow statements 620–3
 - classification under IFRSs/U.S. GAAP 411–12
 - controlling/noncontrolling interests 410
 - exceptions to IFRS retrospective applications
 - 125–6
 - items included 410–11
 - manner of presentation 408
 - new developments 412
 - operating activity cash flows 556, 620–3
 - real estate companies 512
 - separate presentation 407–8
 - statements of income 407–12, 461, 479, 484, 491, 512
 - terminology 409
- discounts 368–70, 400–1, 511, 514, 600–2
- discrete vs integral view, interim reporting 752
- display and disclosure, SOCIE 703–18
- dividends
 - banks/financial institutions 313, 638
 - classified as expenses 398–9
 - consolidated statements of cash flows 589, 595–6
 - employee benefit plans 505, 509
 - interest and 505, 509, 597–600
 - investment companies 496, 502
 - noncontrolling interests 589
 - operating activity cash flows 551, 557–8, 560
 - preacquisition 180–1
 - SOCIE 694, 700–3
- documentation
 - accounting steps 20
 - hedge accounting 108–9
- doubtful accounts allowance 275
- dual reporting 6–8
 - cash flow statements 521–653
 - company types 8
 - definition 6
 - interim financial statements 731–79
 - SOCIE 655–729
 - statements of financial position 215–345
 - statements of income 347–520
- earning process 386
- earnings 386, 418–20, 595–6
 - see also* retained earnings
- EC Regulation 1606/2002 184–5
- embedded derivatives 120–2
- employee benefits 174–7, 331–4, 505–10, 551
 - see also* benefit plans
- equal prominence 352–3
- equity
 - accounting estimates 59
 - goodwill deducted from 140–2
 - shareholders 314–15, 321
 - statements of financial position
 - banks/financial institutions 311–15, 318–21
 - equity vs balanced formats 220–2
 - insurance companies 296–8, 302–4
 - minimum captions 257, 271–2, 296–8, 311–15, 338–9
 - note disclosure 283–93, 302–4, 318–21, 340
 - presentation on face of 283–93, 302–4, 318–21, 340
 - real estate companies 338–40
 - statements of income 356–7
 - see also* statements of changes in equity
- equity instruments
 - cash management 532–3
 - comprehensive income 436
 - nontrading 191–2
 - statements of income 399–400
 - unquoted 118–19, 193
- equity method
 - consolidated statements 587–96
 - income 459, 477, 484, 491
 - investees 697–8, 750–1
 - investments 617–19, 697–8, 750–1
- equity reconciliation, SOCIE 665–7
- equity-settled share-based payments 627–8
- equivalents *see* cash and cash equivalents
- error correction 623, 681
- EU-GAAP
 - comparative information 75
 - first-time adopters 47–8

Index

795

- interim financial statements 739, 748–9, 756
 - see also* GAAP
- European Community (EC) Regulation
 - 1606/2002 184–5
- European company profit 1–3
- European Directives, Fourth 441
- European Union (EU) 3, 6, 10, 31–2, 41
 - see also* EU GAAP
- exceptions to IFRS retrospective applications
 - 101–26
 - derecognition of financial assets/liabilities
 - 101–4
 - discontinued operations 125–6
 - embedded derivatives 120–2
 - financial instruments 113–20
 - hedge accounting 104–13
 - held-for-sale noncurrent assets 125–6
 - noncontrolling interests 122–4
 - sales plans and subsidiaries 125
- exchange rates 577–8
 - see also* foreign exchange
- excise taxes 370
- exemption from IFRSs 149–210
 - asset transfers 202–3
 - associates 178–89
 - borrowing costs 200–2
 - compound financial instruments 190
 - cumulative translation adjustment 177–8
 - decommissioning 196–9
 - employee benefits 174–7
 - fair value 152–71, 194–6
 - hyperinflation 203–5
 - insurance contracts 151–2
 - joint arrangements 205
 - joint ventures 178–89
 - leases 172–4
 - liabilities at initial recognition 194–6
 - previously recognised financial instrument designation 190–4
 - restoration 196–9
 - service concession agreements 199–200
 - share-based payment transactions 149–51
 - short-term exemptions 205–10
 - subsidiaries 178–89
 - see also* IFRS . . .
- exemption for past business combinations 126–49
 - asset acquisitions 127
 - associates 129
 - contingent considerations 142–5
 - cost-based measurement 137
 - cumulative translation adjustment 178
 - deemed cost exemption 170–1
 - deferred taxes 133–6
 - employee benefits 176
 - fair value adjustments 138–9
 - first-time adoption 126–49
 - foreign exchange 138–9
 - goodwill 137–43, 146
 - IFRS 1 124, 148–9, 170–1, 176, 178
 - indirect holdings 139–40
 - intangible assets 131–4
 - joint ventures 129
 - noncontrolling interests 147
 - operations not consolidated 127–9
 - past loss of control 129–30
 - previous GAAP 129–31
 - research and development 133
 - subsidiary ownership change 147–8
- exemptions
 - comparative information 80–7
 - deemed cost 152–72
 - see also* exemption . . .
- expenditures, cash flow statements 554, 606–8
- expenses
 - dividends classified as 398–9
 - employee benefit plans 508, 509–10
 - income and 363–5
 - insurance companies 483–4, 486–7
 - interest expense 395–7
 - investment companies 497–8, 502–3
 - operating expenses 454–6, 472–3, 490, 495
 - operating income 380–5
 - real estate companies 512, 515
 - statements of financial position 249
 - statements of recognized income and expenses 666
- expenses analysis 440–9
 - classification under IFRSs 440–1
 - cost of goods sold 445–8
 - Fourth European Directive 441
 - function and nature 440–5, 449
 - main items 442–3
 - new developments 444–5
 - pros and cons 441–2
 - SEC Guidance 443–4
 - statements of income 440–9
 - U.S. GAAP 443
- exploration expenditures 607–8
- extraordinary items 413–18
 - always extraordinary 415
 - cash flow statements 619–20
 - controlling interests 418
 - criteria for 414
 - evolution under IFRSs 413
 - generally extraordinary 415
 - may be extraordinary 415

- extraordinary items (*Continued*)
 - new developments 418
 - not extraordinary 416–18
 - presentation under U.S. GAAP 413–14
 - real estate companies 512
 - statements of income 413–18, 461–3, 479, 484, 491–2, 512
- fair value
 - adjustments 138–9
 - deemed cost exemption 152–72
 - equity instruments 436
 - financial instruments 117–18, 190–1, 436
 - hedge accounting 104, 108, 637
 - hyperinflation 204
 - investments 505, 509
 - measurement 156, 179–80, 194–6, 209–10
 - previously recognised financial instrument designation 190–1
- fees and commissions 310, 489, 493, 497, 502
- finance costs 474–6, 498, 501, 503–4
- finance results 395–404
 - banks/financial institutions 491
 - capitalized financing costs 401–2
 - captions/line items 458
 - cash-settled share-based payment liabilities 402
 - defined benefit plan interest 402–3
 - discount unwinding 400–1
 - dividends classified as expenses 398–9
 - equity instrument gains/losses 399–400
 - financial instrument gains/losses 397–8
 - foreign exchange transactions 402
 - interest costs 402
 - interest revenue/expenses 395–7
 - lease finance income/expense 403–4
 - new developments 404
 - statements of income 395–404
 - tax penalties 402
 - undefined terms 395
- financial data, selected 75–9
- financial institutions
 - cash flow statements 586–7, 638–41
 - net/gross cash flow reporting 586–7
 - SOCIE 659, 724
 - specialized accounting 525
 - statement of financial position 218–19, 307–21
 - statements of income 360, 488–95
 - see also* banks
- financial instruments
 - classification 113–20
 - accounts affected 117
 - available-for-sale 118, 191–4, 429–32
 - exceptions to IFRS retrospective applications 113–20
 - fair value through profit/loss 117–18
 - IAS 39 113–19
 - IFRS 9 113–19
 - measurement approach 117
 - nonhedging derivatives 119
 - “outside” or “through” profit/loss 119–20
 - related derivatives 118–19
 - unquoted equity instruments 118–19
 - compound 190
 - designation of previously recognised 190–4
 - fair value 117–18, 190–1, 436
 - statements of income 397–8
 - see also* derivatives
- financial liability 59
- financial statements
 - bases of reporting 52–4
 - complete sets 67–9
 - disaggregation/aggregation 69
 - entities affected by IFRS 1 28–9
 - first IFRS 20–8
 - form and contents 51
 - gains and losses 385
 - interim reporting 91, 93–4
 - issues not related to 52
 - latest annual 773–4
 - of “other entities” 52–4
 - pre-event 56
 - preparation 344–5, 516–20, 646–53, 727–9
 - pro forma 49
 - single-period 72
 - SOCIE 656, 727–9
 - see also* consolidated financial statements; interim financial statements; statements of . . .
- financing activities 571–5, 580–4, 641–2
- first IFRS financial statements 20–8
 - complete sets 22
 - context 23–4
 - entities incorporated in 24
 - entities in registrant report 24–5
 - external use 21–2
 - IAS 8 42–5
 - identification 22
 - interim statements 91
 - location 23–4
 - previous GAAP 25–7
 - primary statements 22
 - pro forma statements 28
 - reissued statements 27–8
 - subsequent vs first 21
 - terminology 20
 - what they are/are not 21

Index

797

- first IFRS reporting period 89–91
- first-time adoption *see* IFRS first time adoption
- First-time Adoption of International Financial Reporting Standards* *see* IFRS 1
- First-time Application of IASs as the Primary Basis of Accounting* (SIC-8) 18
- foreign currency 426–7, 499–500, 503, 576–8
- foreign entities, IFRS transition 9
- foreign exchange 138–9, 178, 402
- foreign private issuers
 - accepted accounting bases 46–7
 - cash flow statements 526–7
 - condensed interim financial statements 773
 - EU-GAAP 47–8
 - IASB-IFRSs 47–8
 - IFRS 1 reconciliations 100–1
 - interim financial information 742–3, 756
 - interim reporting 93–5
 - non-IASB-IFRS 48
 - pre-2007 issuers using IAS 39 carve-out 48
 - selected historical data 77
 - SOCIE 661
 - U.S. GAAP 47–52
- foreign translation adjustment 177–8
- Form 20-F 101, 204–5, 758–60, 766
- FPI reporting under IFRSs 739, 748–9
- French company profits 2
- function and nature classifications 372, 449, 547–8
- GAAP
 - EU-GAAP 47–8, 75, 739, 748–9, 756
 - home-country GAAP 25–6, 33–4
 - interim financial statements 732, 735–7
 - local GAAP 26, 756
 - non-GAAP measures 378–9, 394
 - see also* previous GAAP; U.S. GAAP
- gains and losses
 - aggregations and subtotals 385–9
 - captions/line items 457, 474, 482, 486
 - earning process 386
 - as elements of financial statements 385
 - employee benefit plans 506, 509
 - equity instruments 399–400
 - financial instruments 397–8
 - foreign currency 576
 - foreign exchange 402
 - insurance companies 482, 486
 - investment companies 499–500, 503
 - location of 387
 - main items 387
 - net reporting 386–7
 - and ordinary activities 385–6
 - real estate companies 512, 515
 - realizability 386
 - separate presentation 387–9
- gap analysis 19
- gas and oil assets 171, 199
- Generally Accepted Accounting Principles *see* GAAP
- goodwill 137–42
 - deducted from equity 140–2
 - deemed cost exemption 146
 - disclosure of impairment test 146
 - exemption for past business combinations 137–42, 143, 146
 - first-time adoption vs U.S. GAAP 137–8
 - foreign exchange 138–9
 - impairment 143, 146
 - negative under previous GAAP 146
- gross operating cash flows 543–4
- gross profit 372–4, 454, 472
- gross reporting *see* net/gross reporting
- gross sales 366–72
- guaranteed securities 751–2
- guarantors 751–2
- health care entities 220, 361, 660
- hedge accounting 104–13
 - application of qualifying hedges 112
 - cash flow hedges 428–9
 - cash flow statements 634–7
 - cumulative translation adjustment 178
 - designation/documentation 108–9
 - discontinuation of non-qualifying hedges 110–12
 - entries at transition date 105–7
 - hedges of net positions 110
 - hedging derivatives at fair value 104, 108
 - item adjustment in fair value hedge 108
 - net investment in foreign operation 112–13
 - non-qualifying relationships 109–10
 - process/accounting entries 104
- held-for-sale
 - assets 125–6, 234–5
 - loans 615–16
 - subsidiaries 698–9
- held-to-maturity securities 431–2
- historical data, accounting bases 757–8
- home-country GAAP 25–6, 33–4
- hyperinflation 203–5, 464, 479
- IASB Framework 392
- IASB-IFRSs
 - bases of reporting 47–8
 - first-time adopters 739, 748–9
 - foreign private issuers 47–8, 773
 - interim financial statements 756

- IASs *see* International Accounting Standards
- identification of first financial statements 22
- identification phase, accounting steps 19
- IFRIC *see* International Financial Reporting Interpretations Committee
- IFRS 1 11–18
 - amendments 11–12
 - companies who may/may not use 28
 - comparative information 70–2, 81–2
 - comprehensive accounting basis 12
 - disclosure 95–101
 - effective dates 11–12
 - entities affected by 28–9
 - history 11–17
 - IAS 10 55–6
 - income tax 66
 - interim reporting 87
 - previous GAAP 55–6
 - rationales 12, 18
 - restructured 12
 - retrospective accounting 12
 - SIC-8 18
 - see also* IFRS first-time adoption
- IFRS 1 exceptions 81–2
- IFRS 1 exemptions
 - borrowing costs 201
 - decommissioning 198–9
 - fair value asset measurement 195–6
 - past business combinations 124, 148–9, 170–1, 176, 178
 - restoration 198–9
 - SEC Guidance 81–2
 - service concession agreements 199
 - short-term exemptions 97, 208
 - subsidiaries 186
- IFRS 1 reconciliations 95–101
 - cash flow statements 98–9
 - foreign private issuers 100–1
 - Form 20-F 101
 - formats 96
 - interim reporting 92–3
 - level of detail 96–7
 - location 97–8
 - previous GAAP 97
 - SEC guidance 99–100
 - short-term exemptions 97, 208
- IFRS 4 151–2
- IFRS 5 125
- IFRS 7 205–8
- IFRS 9
 - accounting policies 39–40
 - derecognition of assets/liabilities 102
 - embedded derivatives 120
 - fair value asset measurement 196
 - financial instruments 113–19
 - short-term exemptions 205–9
- IFRS asset recognition 564
- IFRS first-time adoption 7–9, 11–214
 - accounting
 - estimates 54–61
 - policies 37–46
 - steps 18–20
 - bases of reporting 46–54
 - comparative information 67–87
 - compliance 29–36
 - control points 213–14
 - definitions 20
 - disclosure 95–101
 - exceptions to IFRS retrospective applications 101–26
 - exemption from IFRSs 149–210
 - exemption for past business combinations 126–13
 - financial statement preparation 210
 - first IFRS financial statements 20–8
 - interim financial statements 739, 748–9, 756
 - interim reporting 87–95
 - key elements/decisions 210–13
 - opening statement of financial position 61–7
 - reconciliations 95–101
 - short-term exemptions from IFRSs 205–10
 - transition dates 37
 - see also* IFRS 1 . . . ; IFRS transition
- IFRS migration 7–9, 19–20
 - see also* IFRS transition
- IFRS option 94
- IFRS transition 1–10
 - accounting literature 1
 - dual reporting 6–8
 - foreign entities 9
 - IFRSs vs U.S. GAAP 9
 - jurisdictions other than U.S. 10
 - overview 1–10
 - scenario 3–6
 - significance of 1–3
 - worldwide action 5–6
- IFRSs
 - accounting pronouncements 732
 - accounting steps 18–20
 - cash flow methods 537
 - compliance 29–36
 - deferred taxes 627–8
 - discontinued operations 411–12
 - expenses analysis 440–1
 - extraordinary items 413
 - financing activity cash flows 572–5

Index

799

- hedging instrument cash flows 637
- interest/dividends and cash flows 597
- interim financial statements 732, 744–5
- investing activity cash flows 564–70
- jurisdictional 32–3, 739, 748–9, 756
- operating activity cash flows 550–60
- ordinary activities 412
- retrospective application exceptions 101–26
- share-based payments 625–31
- SMEs 744–5
- SOCIE 675–6, 694–5, 713–24
- specialized accounting 638–43, 720–4
- statements of financial position 244–93, 294–340
- statements of income 411–13, 440–1, 450–516
- see also* IASB-IFRSs; IFRS . . . ; International Accounting Standards
- impairment
 - available-for-sale securities 431–2
 - deemed cost exemption 159, 164
 - held-to-maturity securities 431–2
 - non-financial assets 60–1
 - previously recognised financial instrument designation 192
 - statements of financial position 65, 280
- implementation phase, accounting steps 20
- impracticability exception 42–5, 91, 192, 422
- inclusion concept 561–2, 597
- income
 - accounting principle changes 463, 479, 484–5, 492
 - accumulated undistributed 326–7
 - continuing operations 404–7, 460, 477–8, 484, 491, 512
 - extraordinary items 461, 479, 484, 491, 512
 - from operations 456, 474
 - real estate companies 512
 - statements of financial position 247, 268–9, 291–2, 326–7
 - statements of recognized income and expenses 666
 - unearned 247
 - see also* comprehensive income; equity method; net income; operating income; statements of income
- income statements 348–9, 372
- income tax expense 477–8, 484, 498, 503, 516
- income taxes
 - cash flow statements 542–3, 557, 560, 623–5
 - employee benefit plans 508, 510
 - opening statement of financial position 65–7
 - real estate companies 339, 512
 - share-based payments 151
 - SOCIE 693
 - statements of income 460, 508, 510, 512
- indirect cash flow method *see* direct/indirect cash flow methods
- indirect holdings 139–40
- inflation 203–5, 464, 479
- infrequent items *see* unusual or infrequent items
- installment sales 608–10
- insurance 151–2, 632–4
- insurance companies
 - cash flow statements 525, 642–3
 - employee benefit plans 507, 510
 - SOCIE 658
 - statements of financial position 218, 294–304
 - statements of income 359–60, 482–7, 507, 510, 525
 - see also* specialized industry accounting
- intangible assets
 - accounting estimates 59–60
 - banks/financial institutions 310
 - deemed cost exemption 153–5
 - exemption for past business combinations 131–4
 - insurance companies 295, 301
 - real estate companies 338
 - service concession agreements 199–200
 - statements of financial position 255, 281–2, 295, 301, 310, 338
- integral vs discrete view, interim reporting 752
- interest
 - banks/financial institutions 310, 313, 638
 - capitalized 601–2
 - cash and cash equivalents 603
 - defined benefit plans 402–3
 - dividends 505, 509, 597–600
 - income taxes paid 542–3
 - operating activity cash flows 551, 558, 560
- interest costs 405, 503
- interest expense 395–7, 488, 493
- interest income 488–9, 493, 496, 502
- interest revenue 395–7
- interim financial statements 731–79
 - accounting policy disclosure 741
 - accounting principles 732–41
 - applicability of information 738
 - approaches to reporting 752–5
 - audited/unaudited 764–5
 - bases of accounting 755–8
 - compliance with GAAP 732, 735–7
 - condensed format 770–7
 - control points 778–9
 - entities subject to 739
 - financial statement preparation 777–9

- interim financial statements (*Continued*)
IAS 34 738–41
IFRS pronouncements 732
key elements/decisions 777–8
periods to be covered 758–63
principal pronouncements 732
sets of statements 765–70
types of information 742–4
- interim reporting 87–95
accounting policy changes 89–91
approaches 752–5
comparative information 88
deadlines 763–4
disclosures 93
entities 744–52
error correction 91
financial statements 91, 93–4
first financial statements 91
first reporting period 89–91
first-time adoption 87–95
foreign private issuers 93–5
frequency 763
IAS 8 override 91
IAS 34 not used 91–2
IFRS 1 87, 92–3
more current information 94–5
transition date 88
transition year developments 88–9
unaudited statements 93–4
- interim reporting entities 744–52
acquired businesses 750
consolidated/separate/entity statements 745–6
equity method investees 750–1
guarantors/guaranteed securities 751–2
parent companies 747–8
subsidiaries 747–9
types of entities 744–5
- interim sets of statements 765–70
components 766, 767
comprehensive income 768
development stage enterprises 770
notes 769
SOCIE 766, 768–9
statements of financial position 769–70
statements of income 766, 768
terminology 767
- International Accounting Standards Board (IASB) *see* IASB . . .
- International Accounting Standards (IASs)
IAS 1
interim statement components 766
SOCIE 666, 677–9, 685, 687, 690–2, 695, 697–8, 719
statements of financial position 223–4, 341
IAS 8 41–6, 55, 91, 681–2
IAS 10 54–5, 55–6, 59
IAS 12 65–7
IAS 16 164–7
IAS 17 172–4
IAS 19 177
IAS 23 200–1
IAS 27 685, 687
IAS 28 698
IAS 29 579
IAS 32 686
IAS 34
accounting policy changes 91–2, 741
condensed interim statements 770
entities not using 91–2
interim financial statements 735–6, 738–41, 752–60, 766, 770
no obligation to use 738
regulator's view of 738, 740
Section 270-10-S99 exemption 740–1
time periods 758–60
U.S. GAAP 740
IAS 39 48, 113–19, 194, 207
- International Financial Reporting Interpretations Committee (IFRIC)
decommissioning 196–8
IFRIC 1 197–9
IFRIC 4 172–4
IFRIC 10 754–5
IFRIC 12 199–200
leases 172–4
restoration 196–8
- International Financial Reporting Standards *see* IFRS . . .
- inventories
cost of goods sold 445–8
financing purchase by dealers 611
installment purchases 610
operating activity cash flows 559
real estate companies 337, 340
sale financed through wholly-owned company 610
sale/purchase of 610–11
statements of financial position 248, 276, 337, 340
third-party financing of purchase by dealers 611
- investing activity cash flows 563–71
banks/financial institutions 639–40
categories of cash flows 563
current/noncurrent assets 564
gross reporting 564
IFRS asset recognition 564
insurance companies 643

Index

801

- investment companies 642
 - items included 564–70
 - new developments 571
 - and operating activities 564
- investing noncash activities 580–4
- investment
 - associates 178–81
 - banks/financial institutions 317
 - employee benefit plans 331–2, 335
 - equity method 617–19, 697–8, 750–1
 - insurance companies 294–5, 300
 - joint ventures 178–81, 617–19
 - long-term 251–3, 277–8, 338
 - real estate companies 338
 - short-term 245–6, 273
 - statements of net assets 331–2, 335
 - subsidiaries 178–81
- investment companies
 - cash flow statements 526, 641–2
 - SOCIE 659–60, 720–3
 - statements of financial position 218, 322–30
 - statements of income 360, 496–504
 - see also* specialized industry accounting
- investment expenses 506, 509
- investment hedges 428
- investment income 496, 502, 505, 509
- investment property 254, 278, 295, 338
- Italian company profits 2–3
- Item 18 filers, IASB-IFRSs 48–9
- joint ventures
 - comprehensive income 432
 - exemption from IFRSs 178–89
 - exemption for past business combinations 129
 - interim financial statements 749
 - investments in 617–19
 - see also* associates; subsidiaries
- jurisdictional IFRSs 32–3, 739, 748–9, 756
- lease expense 403–4
- lease income 403–4, 490, 494
- leases
 - banks/financial institutions 310
 - cash flow statements 604–6
 - classification 59
 - exemption from IFRSs 172–4, 199–200
 - service concession agreements 199–200
- liabilities
 - accounting estimates 59–60
 - cash-settled share-based payments 402
 - derecognition 101–4
 - held-for-sale noncurrent 234–5
 - at initial recognition 194–6
 - statements of financial position
 - banks/financial institutions 311–15, 318–21
 - employee benefit plans 334, 336
 - insurance companies 296–8, 302–4
 - investment companies 324–6, 329–30
 - minimum captions 257–63, 296–8, 311–15, 324–6, 334, 338–9
 - note disclosure 281–8, 293, 302–4, 318–21, 329–30, 336, 340
 - presentation on face of 281–8, 293, 302–4, 318–21, 329–30, 336, 340
 - real estate companies 338–40
 - statements of assets and liabilities 322–30
 - subsidiaries/associates/joint ventures 181–9
 - life insurance 633–4
 - line items *see* captions and line items
 - liquidity and capital resources 644–6
 - liquidity criterion 224–6, 230, 234
 - liquidity risk 209–10
 - loans
 - banks 307, 309–10, 317–18, 639–40
 - held-for sale 615–16
 - statements of financial position 307, 309–10, 317–18
 - local GAAP 26, 756
 - long-lived assets
 - banks/financial institutions 311
 - insurance companies 295
 - real estate companies 338–9
 - statements of financial position 250, 260, 276, 285, 295, 311, 338–9
 - long-term debt 261, 286, 313, 319
 - long-term investments
 - real estate companies 338
 - statements of financial position 251–3, 277–8, 338
 - long-term provisions 262, 287, 297, 326
 - long-term/short-term approaches 228–9
 - losses
 - provision for 489, 493
 - see also* gains and losses; profit or loss
 - mandatorily redeemable instruments 262, 325
 - mandatory redeemable preferred stock 263–4, 288, 297, 314, 320
 - material items 392–3
 - measurement perspective, interim reporting 753–5
 - money market funds 533
 - mortgages 261, 286, 297
 - narrative disclosure 79
 - nature and function classifications 372, 449, 547–8

- net assets
 - employee benefit plans 331–6
 - investment companies 322–30, 500–1, 504
 - net asset value per share 328, 330
 - statement of changes in 505–8
 - statement of net assets 322–36
- net debt 536
- net income
 - banks/financial institutions 492
 - insurance companies 485, 487
 - reporting 667
 - SOCIE 667, 704
 - statements of income 422–3, 464–5, 480, 485, 487, 492
 - U.S. GAAP 704
 - use of terms 422–3
- net investment hedges 428
- net sales 366–72
- net/gross reporting 386–7, 584–7
- non-GAAP measures 378–9, 394
- noncash investing
 - cash flow statement display prohibition 580
 - composition of consideration 583
 - comprehensive income 583–4
 - financing activities 580–4
 - investing vs financing 582–3
 - items included 582–3
 - location of disclosure 581–2
 - operating activities 583
 - rationale for reporting 581
 - specialized accounting 641–2
- noncontrolling interests 436–40
 - banks/financial institutions 315
 - consolidated cash flow statements 588–9
 - discontinued operations 410
 - exceptions to IFRS retrospective application 122–4
 - exemption for past business combinations 124, 147
 - insurance companies 298
 - investment companies 327
 - ownership interest changes 124
 - presentation/disclosure 123
 - real estate companies 339
 - recognition/measurement 123
 - SOCIE 676, 681, 683–6, 694
 - statements of financial position 122–4, 270, 298, 315, 327, 339
 - statements of income 124, 410, 436–40
- noncurrent assets 250–7, 534
- noncurrent liabilities 260–3, 286–8
- nonpublic entities, U.S. 739, 748–9
- nontrading equity instruments 191–2
- note disclosure
 - employee benefit plans 509–10
 - interim financial statements 766, 769
 - investment companies 502–4
 - operating activity cash flows 558
 - real estate companies 514–16
 - statements of financial position 272–93, 300–4, 316–21, 329–30, 340
 - statements of income 423–5, 450, 469–81, 486–7, 493–5, 502–4, 509–10, 514–16
- notes payable 257–8, 283, 325, 330, 338
- notes receivable *see* accounts and notes receivable
- OCBOA *see* other comprehensive basis of accounting
- OCI *see* other comprehensive income
- offsetting 235
- oil and gas assets 171, 199
- opening statements of financial position 61–7
 - comparative information 71–2
 - derecognition 64
 - income tax 65–7
 - measurement 65
 - procedures 61–3
 - reclassification 64–5
 - recognition 63–4
- operating activities 374–81
 - amortization exclusion 379–80
 - cash flows 549–63
 - concept of 380–1
 - depreciation exclusion 379–80
 - new developments 380
 - non-GAAP measures 378–9
 - operating income 374–7, 380–1
 - results of 374–80
 - statements of income 374–80
 - unusual or infrequent items 393
- operating activity cash flows 549–63
 - banks/financial institutions 638–9
 - brokers and dealers 642
 - current assets/liabilities 562–3
 - direct method 550–7
 - inclusion concept 561–2
 - indirect method 557–60
 - insurance companies 642
 - and investing activity 564
 - investment companies 641
 - items part of 549–61
 - noncash investing 583
 - principle activities 549
 - real estate companies 643
 - residual concept 562
 - revenues 561
- operating expenses 454–6, 472–3, 490, 495

Index

803

- operating and financial review and prospects, Form 20-F 758
- operating income 380–5
 - concept of operating activities 380–1
 - income in equity method investees 382–3
 - items not operating 380
 - nature of other income/expenses 381–2
 - practice of reporting 375–6
 - pros and cons 376
 - statements of income 374–7, 380–5, 454, 472
 - subtotals and reporting 374–7
 - unusual/infrequent items 376–7
 - when presentation permitted 385
 - when presentation prohibited 383–4
- ordinary activities 385–6, 412–13
- other comprehensive basis of accounting (OCBOA) 27
- other comprehensive income (OCI)
 - SOCIE 661–3, 667, 670–4, 692–4, 704–7, 714–15, 719
 - statements of income 423–36, 466–8, 480–1, 485, 492, 501, 504
 - see also* accumulated other comprehensive income; comprehensive income
- overdrafts 530–1
- paid-in capital 670–4
 - see also* additional paid-in capital
- parenthetical explanation 293, 495, 693, 725
- past business combinations *see* exemption for past business combinations
- pensions 287, 660, 691
- performance, financial 418
- periods in interim statements 758–53
 - 12-month interim reports 762–3
 - comparative periods 761–2
 - latest financial year statements 762
 - time periods 758–61
- plant and equipment *see* property, plant and equipment
- policy acquisition costs, insurance 483, 487
- pre-event financial statements 56
- preferred stock
 - banks 314, 320–1
 - insurance companies 297, 303
 - SOCIE under U.S. GAAP 670–4
 - statements of financial position 263–4, 288, 297, 303, 314, 320–1
- premiums 600–2
- prepaid expenses 249
- presentation
 - cash flow statements 529, 534–5, 558, 577, 636–43
 - employee benefit plans 509–10
 - exchange rate changes 577
 - investment companies 502–4
 - noncontrolling interests 123–4
 - operating activity cash flows 558
 - real estate companies 514–16
 - restricted cash and cash equivalents 534–5
 - statements of income
 - comprehensive income 426
 - discontinued operations 407–8
 - extraordinary items 413–14
 - gains and losses 387–9
 - operating income 383–5
 - presentation on the face of 450, 469–81, 486–7, 493–5, 502–4, 509–10, 514–16
 - unusual or infrequent items 390–1, 394
 - statements of net assets 509–10
 - treasury stock 240
 - unrestricted cash 529
- previous GAAP
 - borrowing costs 201–2
 - comparative information 75
 - consistency 55–6
 - deemed cost exemption 157, 163
 - exemption for past business combinations 129–31
 - first IFRS financial statements 25–7
 - goodwill deducted from equity 140–1
 - IFRS 1 reconciliations 97
 - interim reporting option 94
 - leases 174
 - negative goodwill 146
 - selected financial data 77–8
 - see also* GAAP
- price-level adjusted cash flow statements 578–9
- primary financial statements 22
- private companies 744
- pro forma financial statements 28, 49
- pro forma interim financial information 743–4
- productive assets 603–4, 612
- profit
 - European companies 1–3
 - gross 372–4, 454, 472
 - real estate companies 511, 514–15
- profit or loss
 - cash flow statements 545, 557
 - financial instruments 117–20
 - IFRS SOCIE 713
 - operating activity cash flows 557
 - use of term 422–3
- project management 20
- property, plant and equipment
 - assets used/rented then sold 603–4
 - banks/financial institutions 310, 318

- property, plant and equipment (*Continued*)
 - cash flow statements 603–4
 - employee benefit plans 332
 - insurance companies 295, 301
 - real estate companies 338, 340
 - statements of financial position 254, 278–80, 295, 301, 310, 318, 332, 338–40
 - statements of net assets 332
- proportionate consolidation 589–95
- provisions
 - for losses 489, 493
 - short-term 259, 284–5
 - statements of financial position 313, 320, 339
- public companies 459, 477, 744–5
- purchase of inventory 610–11
- puttable instruments 262, 325

- qualified compliance 32
 - see also* compliance with IFRSs
- RAP *see* Regulatory Accounting Standards
- real estate companies
 - cash flow statements 513, 643
 - SOCIE 660–1
 - special captions for trusts 513
 - statements of financial position 219, 337–40
 - statements of income 360–1, 511–16
 - see also* specialized industry accounting
- realizability, role of 386
- receivables
 - banks 309–11, 317–18
 - cash receipts 608
 - employee benefit plans 333
 - insurance companies 294, 300
 - investment companies 323, 329
 - real estate companies 337, 340
 - statements of net assets 333
 - see also* accounts and notes receivable
- recognition
 - intangible assets 131, 153–4
 - interim reporting 753
 - negative goodwill under previous GAAP 146
 - noncontrolling interests 123
 - opening statements of financial position 63–4
- reconciliations 47–51, 95–101, 537, 689, 740
- registrants
 - first IFRS financial statements 24–5
 - quarterly reports 742
 - SEC 661–3, 742
 - SOCIE and domestic 661–3
 - statements of cash flows 526–7
 - U.S. GAAP first-time 74
 - Regulation 1606/2002, EC 184–5
- Regulation S-K 739, 759–60, 766
- Regulation S-X
 - interim financial statements 739, 746–52
 - interim statement components 766
 - periods in interim statements 759–60
 - Rule 10-01, Section 270-10-S99 740–1, 757
- regulators 546, 738, 740
- Regulatory Accounting Standards (RAP) 27
- reinsurance assets 294–5, 300
- reissued financial statements 27–8
- related parties
 - indebtedness 251, 261, 294, 297
 - receivables 247
 - securities 250, 276, 338
- remeasurement method, foreign currency 576
- reporting
 - gains and losses 386–7
 - net/gross 584–7
 - see also* bases of reporting; dual reporting; IFRS . . . ; interim reporting . . . ; International Financial Reporting Interpretations Committee
- repurchase agreements 617, 638
- research and development 133, 606–7
- reserves and capital 235–7
- residual concept 562
- restoration 196–9, 433
- restricted cash and cash equivalents 534–6
- restructuring charges 389–90
- retained earnings
 - banks 315
 - combined statements of income and 361–3
 - insurance companies 298, 304
 - opening statements of financial position 62
 - real estate companies 339
 - SOCIE
 - IFRS sample format 676
 - IFRSs-U.S. GAAP equivalent designs 694
 - retrospective error correction 681
 - statements of retained earnings 666, 668–9
 - U.S. GAAP 670–4
 - statements of financial position 267, 290–1, 298, 304, 315, 339
- retained interests 104
- retrospective accounting 12, 420, 679–82, 741
 - see also* exceptions to IFRS retrospective applications
- returns, statements of income 368–9
- revaluation 152–71, 433
- revenues
 - gross of costs 370–1
 - insurance companies 482–3, 486–7
 - interest 395–7

Index

805

- operating 371–2, 561
- real estate companies 511, 514–15
- sales 451–2, 469
- reverse repurchase agreements 617, 638, 640
- risk 209–10, 436
- roll-forward disclosures 79–80
- sales
 - cost of 374, 453, 470–2, 515
 - gross profit 374
 - gross/net 366–72
 - installment 608–10
 - real estate companies 511–12, 514–15
 - revenues 451–2, 469
 - securities 489, 494
- SAP *see* Statutory Accounting Standards
- SEC *see* Securities and Exchange Commission . . .
 - Section 270-10-S99 (Regulation S-X Rule 10-01) 740–1, 757
- securities
 - available-for-sale 431–2
 - banks 489–90, 494, 638
 - guaranteed 751–2
 - held-to-maturity 431–2
 - insurance companies 294
 - related parties 250, 276, 338
 - trading vs investment 612–15
- Securities and Exchange Commission (SEC)
 - comparative information 73–7, 81–2
 - domestic registrants and SOCIE 661–3
 - IFRS 1 exceptions/exemptions 81–2
 - IFRS 1 reconciliations 99–101
 - IFRS first-time adoption 11–214
 - IFRS history 4–5
 - quarterly reports of registrants 742
 - rules and regulations 232–3, 241, 732, 734
 - SOCIE 661–3
- Securities and Exchange Commission (SEC)
 - Guidance
 - expenses analysis 443–4
 - investing activity cash flows 565–70
 - operating activity cash flows 550–60
 - price-level adjusted cash flow statements 578–9
 - SOCIE 720–4
 - specialized accounting 638–41, 720–4
 - statements of financial position 244–93, 294–340
 - statements of income 443–4, 450–516
 - selected financial data 75–9
 - content 78–9
 - foreign private issuers 77
 - location 78
 - previous GAAP 77–8
 - recasting 79
 - SEC filings 75–7
 - service concession agreements 199–200
 - service contracts 199–200
 - servicing assets/liabilities 104
 - sets of statements 67–9, 765–70
 - share data 465, 480, 485, 492
 - share-based payments 60, 149–51, 402, 625–31
 - shareholders 314–15, 321, 742
 - shares, treasury 292
 - short-term borrowings 312, 319
 - short-term exemptions from IFRSs 205–10
 - comparative information 205–9
 - defined benefit plans 210
 - fair value measurement disclosures 209–10
 - financial asset transfers 210
 - IFRS 7 205–8
 - IFRS 9 205–9
 - liquidity risk 209–10
 - short-term investments 245–6, 273
 - short-term provisions 259, 284–5
 - short-term/long-term approaches 228–9
 - SIC-8 (*First-time Application of IASs as the Primary Basis of Accounting*) 18
 - significance testing 54
 - simulation 19–20
 - single-period financial statements 72
 - single statements of income 349–54
 - small and medium-sized entities (SMEs)
 - cash flow statements 527
 - discontinued operations 126
 - IFRS compliance 29, 36
 - impracticability exceptions 45
 - income taxes 67
 - interim financial statements 739, 744–5
 - SOCIE 663, 697, 700, 717
 - statements of financial position 220
 - SOCIE *see* statements of changes in equity
 - sorting order 229–30
 - sources and uses format 549
 - special purpose entities (SPEs) 102–3
 - specialized industry accounting
 - cash flow statements 524–6, 638–43
 - SOCIE 658–61, 720–4
 - statements of financial position 217–20
 - statements of income 359
 - see also* banks; financial institutions; insurance companies; investment companies; real estate companies
 - SPEs *see* special purpose entities

- standards
 - RAP/SAP 27
 - see also* IASB-IFRSs; IFRS . . . ; International Accounting Standards
- statements of assets and liabilities 322–30
- statements of cash flows 521–653
 - activity format 547–8
 - aggregations 579–80
 - captions/line items 636–46
 - cash and cash equivalents 527–36
 - classification by nature/function 547–8
 - condensed interim financial statements 776–7
 - consolidated statements 578, 587–96
 - context 522–7
 - control points 648–53
 - development stage enterprises 596
 - direct vs indirect methods 536–46
 - domestic registrants 526–7
 - financial statement preparation 646–53
 - financing activity cash flows 571–5
 - foreign currency 576–8
 - foreign private issuers 526–7
 - IFRS 1 reconciliations 98–9
 - interim financial statements 759, 766
 - investing activity cash flows 563–71
 - key elements/decisions 646–8
 - location 523
 - net vs gross reporting 584–7
 - new developments 580
 - noncash investing/financing 580–4
 - operating activity cash flows 549–63
 - as part of set of statements 523
 - peculiarities 524
 - price-level adjusted statements 578–9
 - SMEs 527
 - sources and uses format 549
 - special issues 597–636
 - specialized accounting 524–6
 - structural elements 547–96
 - titles of statement 522
 - when required 523–4
- statements of changes in equity (SOCIE) 655–729
 - AOCI 696–7, 708, 710, 716, 719
 - balance reconciliation 686–9
 - captions/line items 703–26
 - comprehensive income 664–5, 667
 - gross vs net-of-tax display 692–4
 - IFRSs 715, 719
 - reporting details prohibition 675, 677–9
 - SEC registrants and foreign private issuers 661–3
 - statements of comprehensive income 666, 689
 - U.S. GAAP 670–4, 708
 - context 656–63
 - control points 728–9
 - controlling interests 681, 683–6
 - development stage enterprises 695
 - different concepts of 664–9
 - dividends 700–3
 - equity components 699–700
 - equity method investees 697–8
 - equity reconciliation 665–6
 - financial statements 656, 727–9
 - foreign private issuers 661–3
 - gross vs net-of-tax display 692–4
 - held-for-sale subsidiaries 698–9
 - IFRS new formats 675–6
 - IFRSs-U.S. GAAP equivalent designs 694–5
 - interim financial statements 759, 766, 768–9
 - key elements/decisions 727–9
 - noncontrolling interests 681, 683–6
 - optional vs mandatory 656–7
 - reclassification adjustments 689–92
 - reconciled/unreconciled formats 689
 - retrospective accounting adjustments 679–82
 - SEC domestic registrants 661–3
 - SMEs 663
 - specialized accounting 658–61, 720–4
 - specific elements 696–703
 - statements of retained earnings 666
 - structure of 669–95
 - title of statement 657–8
 - U.S. GAAP
 - alternative formats 669–75
 - equivalence with IFRSS 694–5
 - new formats 675
 - when required 656–7
 - statements of changes in net assets 505–8
 - statements of compliance 29, 34
 - statements of comprehensive income 348–9
 - compared to SOCIE 704–12
 - display and disclosure 704–12
 - interim financial statements 766
 - SOCIE 666, 689
 - see also* comprehensive income
 - statements of financial position 215–345
 - additional paid-in capital 237–9
 - balanced formats 220–2
 - capital and reserves 235–7
 - captions/line items 241–344
 - cash and cash equivalents 528
 - classified statements 223–4, 230, 234
 - condensed interim financial statements 774–5
 - context 216–20
 - control points 345
 - current items concept 226–8
 - current/non-current distinction 228

Index

807

- development stage enterprises 233–4
- display and disclosure 704–12
- equity 220–2
- financial statement preparation 344–5
- held-for-sale noncurrent assets/liabilities 234–5
- interim financial statements 759, 766, 769–70, 774–5
- key elements/decisions 344
- liquidity criterion 224–6, 230, 234
- location 217
- mixed bases 224–6
- noncontrolling interests 124
- offsetting 235
- short-term vs long-term 228–9
- SMEs 220
- SOCIE comparisons 704–12
- sorting order 229–30
- specialized accounting 217–20
- structure of 220–41
- titles of statement 216–17
- totalization 230–3
- treasury stock 239–41
- unclassified statements 223–4
- statements of income 347–520
 - aggregations of income/expenses 363–5
 - aggregations and subtotals 366–440
 - benefit plans 361
 - brokers/dealers 360
 - captions/line items 450–516
 - combined statements of income and retained earnings 361–3
 - condensed interim financial statements 775–6
 - context 357–63
 - different forms 348–57
 - equal prominence 352–3
 - equity vs income 356–7
 - expenses analysis 440–9
 - financial institutions 360
 - financial statement preparation 516–20
 - general key to exhibits relating to items of 424
 - health care entities 361
 - income statements 348–9, 372
 - insurance companies 359–60
 - interim financial statements 759, 766, 768
 - investment companies 360
 - key elements/decisions 516–20
 - location 359
 - noncontrolling interests 124
 - real estate companies 360–1, 511–16
 - reconciled formats 353–4
 - single vs two-statement 349–54
 - single-step vs multi-step format 365–6
 - specialized accounting 359
 - structure of 363–6
 - subtotals 366–440
 - titles of 358–9
 - two-statements approach 349–56
 - when required 357
 - see also* statements of comprehensive income; statements of recognized income and expenses
- statements of income and comprehensive income 704–12, 766
- statements of net assets 322–36, 509–10
- statements of recognized income and expenses 666
- statements of retained earnings 666, 668–9
- Statutory Accounting Standards (SAP) 27
- step acquisitions 432–3
- stock
 - capital stock 339
 - treasury stock 239–41, 270, 315
 - see also* common stock; preferred stock; treasury stock
- stockholders' equity 311, 318
- strategic focus, IFRS migration 19
- subsequent events
 - accounting estimates 55–8
 - different definitions 56–7
 - IFRS accounting policies 57–8
 - previous GAAP 55–6
- subsidiaries
 - consolidated statements of cash flows 588–9
 - consolidation of 127–9
 - exemption from IFRSs 178–89
 - accounting policies 185–6
 - assets and liabilities 181–9
 - bookkeeping 185
 - EC Regulation 1606/2002 184–5
 - election of other IFRS 1 exemptions 186
 - exemption combinations 186–7
 - exemptions affecting applicable IFRSs 188
 - investments in 178–81
 - migration to IFRSs 181–4, 187–8
 - noncontrolling interests 188
 - past business combinations 188–9
 - previously unconsolidated 189
 - held-for-sale 698–9
 - interim reporting entities 747–9
 - investment company cash flows 642
 - parent ownership change 147–8
 - sales plans and control loss 125
 - see also* associates; joint ventures
- subtotals *see* aggregations and subtotals

- taxation
 - assets 248, 255, 276, 337–8
 - benefits 625–31
 - income from continuing operations
 - before/after 460, 477–8, 484
 - liabilities 259, 262, 338
 - penalties 402
 - SOCIE gross vs net-of-tax display
 - 692–4
 - statements of income 370, 460, 477–8, 484
 - see also* deferred tax . . . , income tax . . . ; value added tax
- time deposits 536
- time periods 758–60
- titles of statements
 - cash flows 522
 - financial position 216–17
 - income 358–9
 - SOCIE 657–8
- totalization 230–3
- transfers of accounts receivable 616–17
- transition dates 37, 88
 - see also* IFRS transition
- translation adjustments 177–8
- translation methods 576
- treasury assets 536
- treasury shares 292
- treasury stock 239–41, 270, 315
- two-statement approach, statements of income
 - 349–56
- two-year accommodation 74–5

- unclassified statements of financial position
 - 223–4
- unearned income 247
- United States (U.S.) 4–5, 739, 748–9
 - see also* U.S. GAAP
- unquoted equity instruments 118–19, 193
- unrestricted cash 529–30
- unusual or infrequent items 390–5
 - captions/line items 458, 476–7, 487
 - cash flow statements 620
 - IASB Framework 392
 - material items under IFRSs 392–3
 - meaning of 390
 - new developments 394–5
 - non-GAAP measures 394
 - occurrences 391–2
 - placement in operating activities 393
 - presentation 390–1, 394
 - real estate companies 515
- U.S. *see* United States

- U.S. GAAP 7–9
 - bases of reporting 47–52, 756
 - comparative information 74
 - condensed information option 94, 740
 - decommissioning 196–9
 - deferred taxes 627–8
 - discontinued operations 411–12
 - earnings 419
 - EU-GAAP 47–8
 - expenses analysis 443
 - financing activity cash flows 572–5
 - foreign private issuers 47–52
 - goodwill 137–8
 - hedging instrument cash flows 637
 - IAS 34 and reconciliation waiver 740
 - IASB-IFRSs 47–8
 - IFRS 1 reconciliations 100–1
 - IFRS first-time adoption 11–214
 - interest/dividends and cash flows 597
 - interim financial statements 732–4, 739, 766
 - investing activity cash flows 564–70
 - Item 18 filers 48–9
 - operating activity cash flows 550–60
 - ordinary activities 412–13
 - pro forma financial statements 49
 - reconciliations 47–51, 537
 - restoration 196–9
 - retrospective accounting 12
 - share-based payments 625–31
 - SOCIE
 - alternative formats 669–75
 - comprehensive income 670–4, 708
 - design equivalent to IFRSs 694–5
 - display and disclosure 704–12
 - new formats 675
 - reconciled/unreconciled formats 689
 - retrospective accounting 679–81
 - specialized company items 720–4
 - statements of retained earnings 668
 - specialized accounting 217–20, 638–43, 720–4
 - statements of financial position 244–93, 294–340
 - additional paid-in capital 237–8
 - capital and reserves 236
 - classified/unclassified statements 223
 - development stage enterprises 233
 - held-for-sale noncurrent assets/liabilities 235
 - sorting order 229
 - specialized accounting 217–20
 - totalization 231–2
 - treasury stock 239, 241

Index

809

- statements of income 411–13, 419, 443,
450–516
see also GAAP
- valuation discount 511, 514
- value added tax (VAT) 370, 551, 554, 559, 631–2
- variable interest entities (VIEs) 249, 257, 260,
263
- VAT *see* value added tax
- VIEs *see* variable interest entities
- warranties 104
- year-to-date argument 753
- year-to-date earnings per share 755

<http://www.pbookshop.com>

<http://www.pbookshop.com>