

## Changes in this edition

This section is a brief guide to the changes since the 2011 edition of *A Guide through International Financial Reporting Standards*.

### Introduction

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The consolidated text (including IFRSs, IASs and Interpretations) given in this collection is the latest version as at 1 July 2012. In some cases the effective date of the consolidated text is later than 1 July 2012. The title page preceding each Standard details the history of that Standard. This collection does not include versions of Standards (or parts of Standards) that are being superseded.

### New requirements introduced since 1 July 2012

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The following changes were made since 1 July 2011:

- one new Interpretation—IFRIC 20;
- amendments to IFRSs 1, 7, 9 10, 11 and 12 and IAS 32; and
- other minor amendments from *Annual Improvements to IFRSs 2009–2011 Cycle*.

### New pronouncement

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Details of the new Interpretation and the amendments to Standards that are included in this edition are as follows.

#### IFRIC 20

IFRIC 20 *Stripping Costs in the Production Phase of a Surface Mine* was issued in October 2011. It clarifies how an entity allocates the stripping costs it incurs during the production phase of a surface mine between inventory and other assets, as well as the period over which it should amortise any capitalised stripping costs. It is effective for annual periods beginning on or after 1 January 2013. Earlier application is permitted.

### Amendments to Standards issued as separate documents

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#### Amendments to IFRS 7

*Disclosures—Offsetting Financial Assets and Financial Liabilities* (Amendments to IFRS 7) was issued in December 2011. These amendments require entities to disclose information so that users of its financial statements are able to evaluate the effect or potential effect of netting arrangements and similar agreements on the entity's financial position. The amendments are required to be applied for annual periods beginning on or before 1 January 2013. Earlier application is permitted.

## **Amendments to IFRS 9**

*Mandatory Effective Date and Transition Disclosures* (Amendments to IFRS 9 and IFRS 7) was issued in December 2011. The amendments require IFRS 9 to be applied for annual periods beginning on or after 1 January 2015, and must be applied when IFRS 9 is first applied. Earlier application of IFRS 9 is permitted. These amendments to IFRS 9 modified the relief from restating prior periods, and also added transition disclosures to IFRS 7 that are required to be applied when IFRS 9 is first applied.

## **Amendments to IAS 32**

*Offsetting Financial Assets and Financial Liabilities* (Amendments to IAS 32) was issued in December 2011. The amendments clarify (a) the meaning of 'currently has a legally enforceable right of set-off'; and (b) that some gross settlement systems would be considered equivalent to net settlement if they eliminate or result in insignificant credit and liquidity risk and process receivables and payables in a single settlement process or cycle. The amendments are required to be applied for annual periods beginning on or before 1 January 2014. Earlier application is permitted.

## **Amendments to IFRS 1**

*Government Loans* (Amendments to IFRS 1) was issued in March 2012. The amendments add an exception to the retrospective application of IFRSs to require that first-time adopters apply the requirements in IFRS 9 *Financial Instruments* and IAS 20 *Accounting for Government Grants and Disclosure of Government Assistance* prospectively to government loans existing at the date of transition to IFRSs. The amendments are required to be applied for annual periods beginning on or after 1 January 2013. Earlier application is permitted.

## **Annual Improvements**

*Annual Improvements 2009–2011 Cycle* was issued in May 2012. The miscellaneous amendments are required to be applied from 1 January 2013.

## **Amendments to IFRS 10, IFRS 11 and IFRS 12**

*Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities: Transition Guidance* (Amendments to IFRS 10, IFRS 11 and IFRS 12) was issued in June 2012. The amendments clarify the transition guidance in IFRS 10 *Consolidated Financial Statements*. They also provide additional transition relief in IFRS 10, IFRS 11 *Joint Arrangements* and IFRS 12 *Disclosure of Interests in Other Entities*, limiting the requirement to provide adjusted comparative information to only the immediately preceding comparative period. Furthermore, for disclosures related to unconsolidated structured entities, the amendments will remove the requirement to present comparative information for periods before IFRS 12 is first applied. The amendments are required to be applied for annual periods beginning on or after 1 January 2013. Earlier application is permitted.

## **Other material that has changed**

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The *Glossary of Terms* has been revised.

Minor editorial corrections to Standards (including necessary updating) have been made; a list of these is available on the website.

We have included a reference table ('List of Standards') at the back of Part B. This lists all Standards that have been published before 1 July 2012.

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