
**AMENDMENTS TO
STATUTORY BOARD
FINANCIAL REPORTING STANDARDS**

**Improvements to SB-FRSs
(issued in December 2016)**

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Introduction

This document sets out amendments to Statutory Board Financial Reporting Standards (SB-FRSs) made during the Annual Improvements process.

The Annual Improvements process provides a mechanism for dealing efficiently with a collection of minor amendments to SB-FRSs.

Some amendments result in consequential amendments to other SB-FRSs. Those consequential amendments are set out in the same section as the amended SB-FRS.

The effective date of each amendment is included in the SB-FRSs affected.

SB-FRSs addressed

The following table shows the topics addressed by these amendments.

SB-FRS	Subject of amendment
SB-FRS 101 <i>First-time Adoption of Financial Reporting Standards</i>	Deletion of short-term exemptions for first-time adopters.
SB-FRS 112 <i>Disclosure of Interests in Other Entities</i>	Clarification of the scope of the Standard.
SB-FRS 28 <i>Investments in Associates and Joint Ventures</i>	Measuring an associate or joint venture at fair value.

Amendments to SB-FRS 101 *First-time Adoption of Financial Reporting Standards*

Paragraphs 39L and 39T are amended, paragraphs 39D, 39F and 39AA are deleted and paragraph 39AD is added. Deleted text is struck through and new text is underlined.

Effective date

- ...
- 39D ~~[Deleted] *Limited Exemption from Comparative SB-FRS 107 Disclosures for First-time Adopters* (Amendment to SB-FRS 101), issued in April 2010, added paragraph E3. An entity shall apply that amendment for annual periods beginning on or after 1 July 2010. Earlier application is permitted. If an entity applies the amendment for an earlier period, it shall disclose that fact.~~
- ...
- 39F ~~[Deleted] *Disclosures—Transfers of Financial Assets* (Amendments to SB-FRS 107), issued in February 2011, added paragraph E4. An entity shall apply that amendment for annual periods beginning on or after 1 July 2011. Earlier application is permitted. If an entity applies the amendment for an earlier period, it shall disclose that fact.~~
- ...
- 39L SB-FRS 19 *Employee Benefits* (as amended in September 2011) amended paragraph D1, and deleted paragraphs D10 and D11 ~~and added paragraph E5~~. An entity shall apply those amendments when it applies SB-FRS 19 (as amended in September 2011).
- ...
- 39T ~~*Investment Entities* (Amendments to SB-FRS 110, SB-FRS 112 and SB-FRS 27), issued in February 2013, amended paragraphs D16, D17 and Appendix C and added a heading and paragraphs E6–E7. An entity shall apply those amendments for annual periods beginning on or after 1 January 2014. Earlier application of *Investment Entities* is permitted. If an entity applies those amendments earlier it shall also apply all amendments included in *Investment Entities* at the same time.~~
- ...
- 39AA ~~[Deleted] *Improvements to SB-FRSs*, issued in November 2014, added paragraph E4A. An entity shall apply that amendment for annual periods beginning on or after 1 January 2016. Earlier application is permitted. If an entity applies that amendment for an earlier period it shall disclose that fact.~~
- ...
- 39AD *Improvements to SB-FRSs*, issued in December 2016, amended paragraphs 39L and 39T and deleted paragraphs 39D, 39F, 39AA and E3–E7. An entity shall apply those amendments for annual periods beginning on or after 1 January 2018.

In Appendix E, paragraphs E3–E7 and related headings are deleted.

Appendix E

Short-term exemptions from SB-FRSs

This appendix is an integral part of the SB-FRS.

...

Disclosures about financial instruments

E3 ~~[Deleted] A first-time adopter may apply the transition provisions in paragraph 44G of SB-FRS 107.²~~

~~2 Paragraph E3 was added as a consequence of *Limited Exemption from Comparative SB-FRS 107 Disclosures for First-time Adopters* (Amendment to SB-FRS 101) issued in April 2010. To avoid the potential use of hindsight and to ensure that first-time adopters are not disadvantaged as compared with current SB-FRS preparers, it was decided that first-time adopters should be permitted to use the same transition provisions permitted for existing preparers of financial statements prepared in accordance with SB-FRSs that are included in *Improving Disclosures about Financial Instruments* (Amendments to SB-FRS 107).~~

E4 ~~[Deleted] A first-time adopter may apply the transition provisions in paragraph 44M of SB-FRS 107.³~~

~~3 Paragraph E4 was added as a consequence of *Disclosures—Transfers of Financial Assets* (Amendments to SB-FRS 107) issued in February 2011. To avoid the potential use of hindsight and to ensure that first-time adopters are not disadvantaged as compared with current SB-FRS preparers, it has been decided that first-time adopters should be permitted to use the same transition provisions permitted for existing preparers of financial statements prepared in accordance with SB-FRSs that are included in *Disclosures—Transfers of Financial Assets* (Amendments to SB-FRS 107).~~

E4A ~~[Deleted] A first-time adopter may apply the transition provisions in paragraph 44AA of SB-FRS 107.~~

Employee benefits

E5 ~~[Deleted] A first-time adopter may apply the transition provisions in paragraph 173(b) of SB-FRS 19.~~

Investment entities

E6 ~~[Deleted] A first-time adopter that is a parent shall assess whether it is an investment entity, as defined in SB-FRS 110, on the basis of the facts and circumstances that exist at the date of transition to SB-FRSs.~~

E7 ~~[Deleted] A first-time adopter that is an investment entity, as defined in SB-FRS 110, may apply the transition provisions in paragraphs C3C–C3D of SB-FRS 110 and paragraphs 18C–18G of SB-FRS 27 if its first SB-FRS financial statements are for an annual period ending on or before 31 December 2014. The references in those paragraphs to the annual period that immediately precedes the date of initial application shall be read as the earliest annual period presented. Consequently, the references in those paragraphs shall be read as the date of transition to SB-FRSs.~~

Amendments to SB-FRS 112 *Disclosure of Interests in Other Entities*

Paragraph 5A is added.

Scope

...

- 5A Except as described in paragraph B17, the requirements in this SB-FRS apply to an entity's interests listed in paragraph 5 that are classified (or included in a disposal group that is classified) as held for sale or discontinued operations in accordance with SB-FRS 105 *Non-current Assets Held for Sale and Discontinued Operations*.

...

In Appendix B, paragraph B17 is amended. Deleted text is struck through and new text is underlined.

Summarised financial information for subsidiaries, joint ventures and associates (paragraphs 12 and 21)

...

- B17 When an entity's interest in a subsidiary, a joint venture or an associate (or a portion of its interest in a joint venture or an associate) is classified (or included in a disposal group that is classified) as held for sale in accordance with SB-FRS 105 *Non-current Assets Held for Sale and Discontinued Operations*, the entity is not required to disclose summarised financial information for that subsidiary, joint venture or associate in accordance with paragraphs B10–B16.

In Appendix C, paragraph C1D is added.

Effective date and transition

...

- C1D *Improvements to SB-FRSs*, issued in December 2016, added paragraph 5A and amended paragraph B17. An entity shall apply those amendments retrospectively in accordance with SB-FRS 8 *Accounting Policies, Changes in Accounting Estimates and Errors* for annual periods beginning on or after 1 January 2017.

...

Amendments to SB-FRS 28 *Investments in Associates and Joint Ventures*

Paragraphs 18 and 36A are amended and paragraph 45E is added. Deleted text is struck through and new text is underlined.

Exemptions from applying the equity method

...

- 18 When an investment in an associate or a joint venture is held by, or is held indirectly through, an entity that is a venture capital organisation, or a mutual fund, unit trust and similar entities including investment-linked insurance funds, the entity may elect to measure that investments in these associates and joint ventures at fair value through profit or loss in accordance with SB-FRS 109. An entity shall make this election separately for each associate or joint venture, at initial recognition of the associate or joint venture.

...

Equity method procedures

...

- 36A Notwithstanding the requirement in paragraph 36, if an entity that is not itself an investment entity has an interest in an associate or joint venture that is an investment entity, the entity may, when applying the equity method, elect to retain the fair value measurement applied by that investment entity associate or joint venture to the investment entity associate's or joint venture's interests in subsidiaries. This election is made separately for each investment entity associate or joint venture, at the later of the date on which (a) the investment entity associate or joint venture is initially recognised; (b) the associate or joint venture becomes an investment entity; and (c) the investment entity associate or joint venture first becomes a parent.

...

Effective date and transition

...

- 45E *Improvements to SB-FRSs*, issued in December 2016, amended paragraphs 18 and 36A. An entity shall apply those amendments retrospectively in accordance with SB-FRS 8 for annual periods beginning on or after 1 January 2018. Earlier application is permitted. If an entity applies those amendments for an earlier period, it shall disclose that fact.