



Annual Improvements 2009-2011 Cycle

HKICPA Standard Setting Department Staff Summary (June 2012)

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The HKICPA Standard Setting Department welcomes your comments and feedback, which should be sent to commentletters@hkicpa.org.hk.

Introduction

1. *Annual Improvements 2009-2011 Cycle* is effective for annual periods beginning on or after 1 January 2013, the same effective date as *Annual Improvements 2009-2011 Cycle* issued by the International Accounting Standards Board (IASB). Earlier application is permitted.

Reasons for issuing Annual Improvements 2009-2011 Cycle

2. The objective of the Hong Kong Institute of Certified Public Accountants (HKICPA) in issuing *Annual Improvements 2009-2011 Cycle* is to maintain international convergence arising from the issuance of *Annual Improvements 2009-2011 Cycle* by the IASB.

The IASB uses the annual improvements process to make necessary, but non-urgent, amendments to IFRSs that will not be included as part of another major project.

Main features of Annual Improvements 2009-2011 Cycle

3. The following table lists the HKFRSs and topics addressed by the amendments.

HKFRS	Subject of amendment
HKFRS 1 <i>First-time Adoption of Hong Kong Financial Reporting Standards</i>	Repeated application of HKFRS 1
	Borrowing costs
HKAS 1 <i>Presentation of Financial Statements</i>	Clarification of the requirements for comparative information
HKAS 16 <i>Property, Plant and Equipment</i>	Classification of servicing equipment



HKAS 32 <i>Financial Instruments: Presentation</i>	Tax effect of distribution to holders of equity instruments
HKAS 34 <i>Interim Financial Reporting</i>	Interim financial reporting and segment information for total assets and liabilities

Other references on Annual Improvements 2009-2011 Cycle

1. Deloitte IFRS in Focus on *Improvements to IFRSs 2009-2011 Cycle*
<http://www.iasplus.com/en/publications/ifrs-in-focus/2012/ifrs-in-focus-2014-iasb-issues-improvements-to-ifrss-2009-2011-cycle/file>
2. Ernst & Young IFRS Developments on Annual improvements to IFRS – the 2009-2011 cycle
[http://www.ey.com/Publication/vwLUAssets/Devel29_Overviews_May2012/\\$File/Devel29_Overviews_May2012.pdf](http://www.ey.com/Publication/vwLUAssets/Devel29_Overviews_May2012/$File/Devel29_Overviews_May2012.pdf)
3. KPMG Financial Reporting Update on *Annual improvements to HKFRSs 2009-2011 Cycle*
<http://www.kpmg.com/CN/en/IssuesAndInsights/ArticlesPublications/Newsletters/Financial-Reporting-Update/Documents/Financial-Reporting-Update-1206-70.html>
4. PricewaterhouseCoopers Straight away on 'annual improvements'
<https://pwcinform.pwc.com/inform2/show?action=informContent&id=1207212105151949>

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