

New Zealand Accounting Standards Board

**Minutes of the Meeting held Thursday 13 December 2018
at XRB Office, Level 7, 50 Manners St, Wellington, commencing at 9.25am**

- Members present:** Kimberley Crook
Todd Beardsworth
Nives Botica-Redmayne
Francis Caetano
Charles Hett
Karl Hickey
Kris Peach (via teleconference)
Angela Ryan
Richard Smyth
- Apologies:** Nives Botica-Redmayne (from 2.30pm to 3pm)
Lyn Hunt
- Guests:** Andrew Phillips – Manager, Engagement and Business Improvement,
Charities Services (for agenda item 6)
Jamie Cattell – Senior Accountant, Charities Services (for agenda
item 6)
- Observers:** AASB staff observed for agenda items 3–5 and 7–10
Nicola Hankinson – National Technical Director, Staples Rodway
(agenda item 8)
- In attendance:** Warren Allen – Chief Executive (via videoconference except between
9.55am and 11.40am)
Anthony Heffernan – Director, Accounting Standards
David Bassett – Deputy Director, Accounting Standards
Tracey Crookston – Project Manager, Accounting Standards
Lisa Kelsey – Senior Project Manager, Accounting Standards (via
videoconference from 11.15am)
Aimy Luu Huynh – Senior Project Manager, Accounting Standards
Grace Magee – Researcher
Judith Pinny – Project Manager, Accounting Standards
Joanne Scott – Senior Project Manager, Accounting Standards
Vanessa Sealy-Fisher – Senior Project Manager, Accounting
Standards
Gali Slyuzberg – Manager, Financial Accounting Advisory Services,
Ernst & Young (on secondment)

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3. PBE IFRS 17 INSURANCE CONTRACTS

Paragraphs to be added to the Invitation to Comment (ITC) regarding current developments with IFRS 17 were tabled at the meeting.

The Board APPROVED for issue NZASB ED 2018-7 PBE IFRS 17 *Insurance Contracts* (the ED) and its accompanying ITC, with a comment date ending on 17 May 2019.

4. EXTENDED EXTERNAL REPORTING

The Board:

- (a) CONSIDERED and PROVIDED FEEDBACK on the draft XRB Position Statement on Extended External Reporting (EER); and
- (b) PROVIDED FEEDBACK on the general direction of travel of the draft EER Navigational Resource.

5. APPENDIX A OF XRB A1

The Board APPROVED:

- (a) the proposals in the ED to amend XRB A1 Appendix A, subject to some minor wording changes;
- (b) the proposed effective date of annual periods beginning on or after 1 January 2020, with earlier application permitted;
- (c) a comment period of close to 90 days; and
- (d) the ITC and ED for issue by the XRB Board.

The Board moved into non-public session.

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7. FINANCIAL INSTRUMENTS WITH CHARACTERISTICS OF EQUITY

The Board CONSIDERED and APPROVED the comment letter on the IASB DP/2018/1 *Financial Instruments with Characteristics of Equity* (agenda item 7.2).

8. SERVICE PERFORMANCE REPORTING GUIDANCE

The Board PROVIDED FEEDBACK on the draft guidance on PBE FRS 48 *Service Performance Reporting*.

The Board AGREED that staff should seek feedback from some external parties and report back to the Board in March.

9. DEFINITION OF A BUSINESS

The Board:

- (a) APPROVED for issue *Definition of a Business* (Amendments to NZ IFRS 3) (agenda item 9.2);
- (b) APPROVED the Certificate Signing Memorandum from the Chair of the NZASB to the Chair of the XRB Board requesting approval to issue the amending standard (agenda item 9.3); and
- (c) CONSIDERED the application of the *Policy Approach to Developing the Suite of PBE Standards to Definition of a Business* (Amendments to NZ IFRS 3) (agenda item 9.4) and AGREED to wait for the IPSASB to consider the amendments before deciding whether to incorporate these amendments into PBE Standards.

10. DEFINITION OF MATERIAL

The Board:

- (a) APPROVED for issue *Definition of Material* (Amendments to NZ IAS 1 and NZ IAS 8) (agenda item 10.2);
- (b) APPROVED for issue *Definition of Material* (Amendments to Conceptual Frameworks) (agenda item 10.3);
- (c) APPROVED the Certificate Signing Memorandum from the Chair of the NZASB to the Chair of the XRB Board requesting approval to issue the amending standard and authoritative notice (agenda item 10.4); and
- (d) CONSIDERED the application of the *Policy Approach to Developing the Suite of PBE Standards to Definition of a Material* (Amendments to NZ IAS 1 and NZ IAS 8) and *Definition of Material* (Amendments to Conceptual Frameworks) (agenda item 10.5) and AGREED to wait for the IPSASB to consider the amendments before deciding whether to incorporate these amendments into PBE Standards and the PBE Conceptual Framework.

11. STANDARDS APPROVED

The Board NOTED that *2018 Omnibus Amendments to PBE Standards* has been issued.

The Board moved into non-public session.