



asian-oceanian
standard-setters group

THE THIRD ANNUAL AOSSG MEETING

A Driving Wind for IFRS from Asia-Oceania 23-24 November 2011 Melbourne Australia

Financial Instruments

23 November 2011

**Australia | China | Hong Kong | India |
Japan | Korea | Malaysia | New Zealand |
Singapore | Thailand | Uzbekistan**



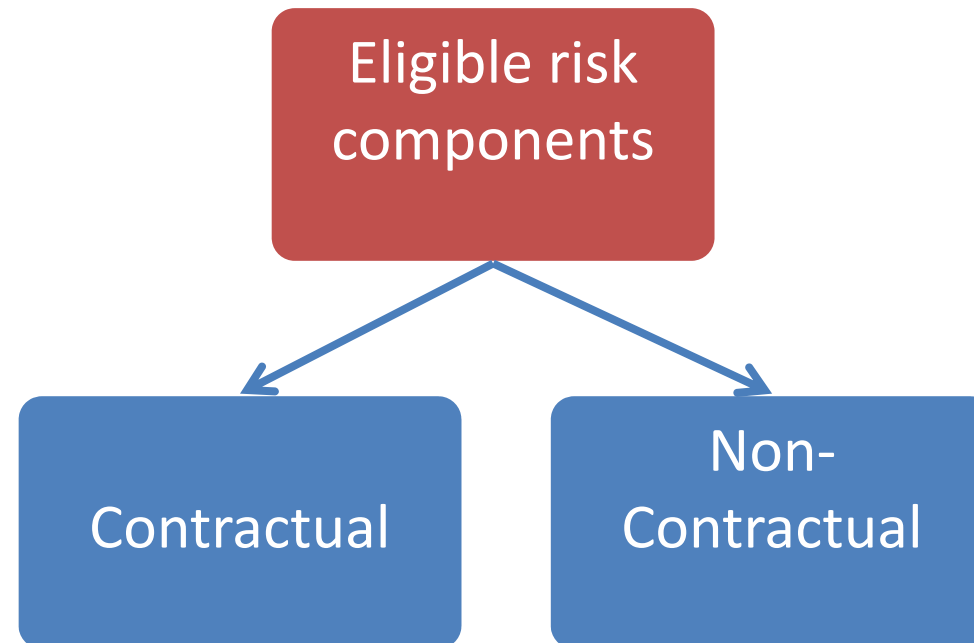
Hedge accounting

Effectiveness-Rebalancing-Discontinuation

Qualifying criteria for hedge accounting:		Risk Management objective and strategy	
		Met	Not met
Other hedge accounting criteria	Met	Continue	Discontinue
	Not met	Rebalance	Discontinue

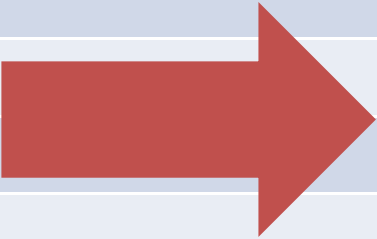
Hedge accounting

Hedging of risk components



Hedge accounting

Transition Requirements

IAS 39 Compliant	Transition	IFRS 9 Compliant
Yes		Yes
Yes		No
No		Yes
No		No

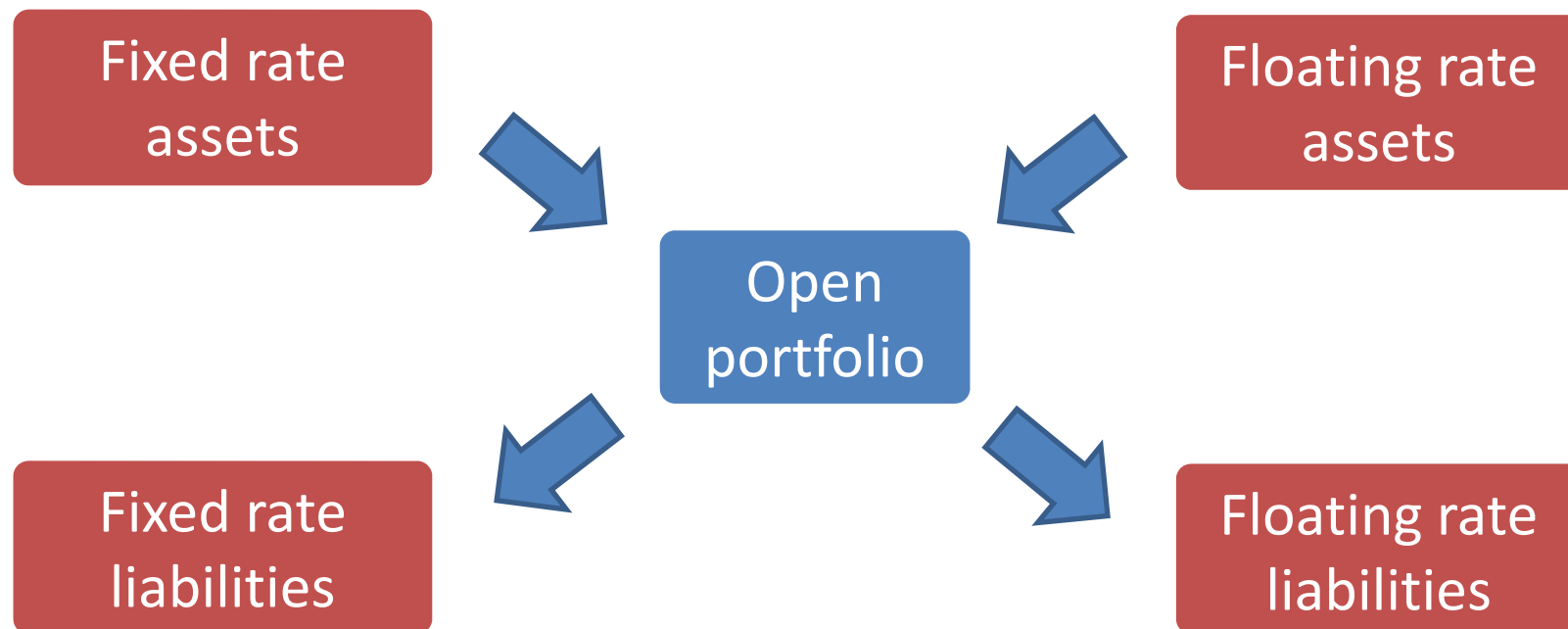
Hedge accounting

Hedging credit risk with credit derivatives

- elective fair value through profit or loss for credit exposures
- elect at initial recognition or subsequently
- subject to certain criteria
- discontinue - amortisation method for unwinding the fair value

Hedge accounting

Macro hedge accounting



IFRS 9 reconsideration

Direction of IFRS 9

