

IAS 1: Compliance with IFRSs

Excerpt, IFRS Discussion Group Report on Meeting – June 1, 2010

An entity may be required to prepare and present a single financial statement, or a specific element, account or item of a financial statement, in accordance with IFRSs. The issue was whether an entity can claim compliance with IFRSs when presenting financial information that is not a complete set of financial statements, and whether such information can be described as being “presented fairly.”

The members did not identify significant diversity in practice in the areas of concern as it is clear that a full set of financial statements is required for the minimum two year comparative period, including the related notes, in order to claim full compliance with IFRS. They also noted that some of the issues may be addressed by the IASB’s conceptual framework project on the reporting entity and there is not a pressing need for guidance sooner than expected from this project. Therefore, the members recommended that this issue not be brought to the attention of the IFRS Interpretations Committee.