

Jenny Ng

Subject: FW: CPA invitatin to comment on IASB exposure draft of annual improvements to IFRSs 2012-2014 cycle

Dear Mr Riley,

Thank you for your letter dated 2 January 2014 inviting the HKTA to comment on the IASB exposure draft of annual improvements to IFRSs 2012-2014 cycle.

Our Hon. Treasurer has reviewed the documents and have no comment on them. They have, however, provided some "remarks" which we share with you.

Kind regards,
Diana Bruce
HK Trustees' Association Ltd

Standard Subject of amendment Remarks

1

IFRS 5 Non-current Assets Held

for Sale and Discontinued Operations Change in methods of disposal No significant impact to the financial statement of Investment funds,

as no significant expectation on any other plans or intentions that may materially affect the carrying value or classification of assets or liabilities recognised in the financial statements

2

IFRS 7

Financial Instruments: Disclosures Servicing contracts The amendment asked to clarify whether servicing contracts constitute continuing involvement for the specific paragraph under IFRS 7 - no significant impact given with additional disclosure notes, if required.

Applicability of the amendments to IFRS 7

to condensed interim financial statements The amendment asked to clarify the applicability of the amendments to IFRS 7

- Offsetting Financial assets and liabilities, whether should be applied in "Interim Reports"

The requirement of IAS 34 Interim report is to ensure all information that is relevant to understand an entity's financial position and performance during the interim period - no significant impact on the disclosure notes, unless required.

3

IAS 19 Employee Benefits Discount rate: regional market issue The amendment asked to clarify the discount rate (market yield) on actuarial assumption - no significant impact.

4

IAS 34 Interim Financial Reporting Disclosure of information

'elsewhere in the interim report' The amendment asked to clarify the meaning of disclosure of information "elsewhere in the 'interim report'" and state clearly those information shall be either in the interim report or incorporated by cross- reference to final report - no significant impact on the disclosure notes, if required.