

**Re: Exposure Draft on Amendments to the Classification and Measurement of Financial Instruments
(Proposed amendments to IFRS 9 and IFRS 7) issued by the IASB for comments**

ICAI BANGALORE <bangalore@icai.org>

Mon 05-06-2023 13:01

To: asb@icai.in <asb@icai.in>

**The Chairman
Accounting Standards Board
ICAI**

Dear Sir,

**Please find herein below the comments on Amendments to the Classification and Measurement of Financial Instruments
(Proposed amendments to IFRS 9 and IFRS 7)**

Question 5 – Disclosures – investments in equity instruments designated at fair value through other comprehensive income

For investments in equity instruments for which subsequent changes in fair value are presented in other comprehensive income, the Exposure Draft proposes amendments to: (a) paragraph 11A(c) of IFRS 7 to require disclosure of an aggregate fair value of equity instruments rather than the fair value of each instrument at the end of the reporting period; and (b) paragraph 11A(f) of IFRS 7 to require an entity to disclose the changes in fair value presented in other comprehensive income during the period.

Paragraphs BC94–BC97 of the Basis for Conclusions explain the IASB's rationale for these proposals.

Do you agree with these proposals?

Not Fully

Why or why not? If you disagree, please explain what aspect of the proposals you disagree with.

The disclosure of the FMV of each instrument is better and brings transparency in the financial statements. The aggregating does not show if there are underperforming assets till the instrument is disposed off. The review of the performance of the instrument has to be on a regular basis and not at the disposal only.

What would you suggest instead and why?

To continue to disclose the individual value of the instruments and then show the change in the FMV of instruments disposed of during the year and also the ones which are continued. The word 'each' should continue

Thanks & Regards

**CA. Divya S
Chairperson**

Bengaluru Branch of SIRC of
The Institute of Chartered Accountants of India
"ICAI BHAWAN", No. 16/O,
Millers Tank Bed Area, Vasanthnagar,
Bangalore - 560052
Phone: + 91 080 30563500
e-mail: bangalore@icai.org,
Website: www.bangaloreicai.org
Please do not print this email unless it is absolutely necessary.
Spread environmental awareness.

The Institute of Chartered Accountants of India

Dear Sir/Madam,

Namaste!

Sub: Exposure Draft on Amendments to the Classification and Measurement of Financial Instruments (Proposed amendments to IFRS 9 and IFRS 7) issued by the IASB for comments