

Comments On Exposure Draft

Amendments to the Classification and Measurement of Financial Instruments

Proposed amendments to IFRS 9 and IFRS 7

Question 1— De recognition of a financial liability settled through electronic transfer?

Opinion - The entity should retain a sufficient proof/ evidence which clearly shows that the entity has initiated the payment instructions.

Question 2— Classification of financial assets—contractual terms that are consistent with a basic lending arrangement?

Opinion - Yes, I Agree

Question 3— Classification of financial assets—financial assets with non-recourse features?

Opinion - Agree, Moreover in the Balance Sheet such recourse feature must be separately mention in notes to account with the name of the specified asset so the reviewer of the Balance sheet should have clear understanding of the assets against which they have right to recover the principal amount and interest on principal amount.

Question 4— Classification of financial assets—contractually linked instruments ?

Opinion - Agree, however. It is very clear that not all financial Assets with non-recourse feature are contractually linked instrument.

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

Opinion - Agree, Disclosure should distinguish between 'realised' and 'unrealised' gain or losses.

Question 6— Disclosures—contractual terms that could change the timing or amount of contractual cash flows?

Opinion -Agree, contractual terms that could affect the timing or amount of contractual cash flows should be disclosed as contingent only if changes lead to negative cash flows in future.

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