

Topic	Issues deliberated	Decisions of the Board	Status	Effective date	Next steps
<b>Proposed changes to the Standards of GRAP on transfers of functions and mergers</b>	<i>Transfers of functions under common control and mergers are executed at 'carrying amounts'. Should carrying amounts be recorded in the acquirer's or combined entity's financial statements at the net amount, or should the various components that make up the carrying amount be recognised?.</i>	<p>The Board agreed that the underlying components of the carrying amount should be recognised in the acquirer's or combined entity's financial statements. As an example, if a receivable is recognised in the transferor's financial statements, the value of the receivable and any impairment losses should be separately recognised by the acquirer or combined entity. This view reflects the idea that the acquirer or combined entity may be able to manage assets and liabilities differently from the transferring or combining entity.</p> <p>There are questions for both users and preparers of financial statements.</p>	Amendments approved.	Proposed 1 April 2026.	Submission to be made to the Minister of Finance on the effective date.
<b>Post-implementation review of the Standard of GRAP on Statutory Receivables (GRAP 108)</b>	<i>The Board debated the focus areas of the post-implementation review.</i>	<p>Based on initial review of practice in the sector on the application of GRAP 108, the following areas should form the basis for the consultations in the post-implementation review:</p> <ul style="list-style-type: none"> <li>• Distinguishing contractual and statutory arrangements.</li> <li>• Determining the transaction value for statutory receivables.</li> <li>• Determining the impairment of statutory receivables.</li> <li>• Whether an incurred impairment loss model should be applied for statutory receivables and an expected loss model applied for contractual receivables.</li> <li>• The derecognition of statutory receivables.</li> </ul>	Commencement of post-implementation review approved.	Not applicable.	The comment period of the Review will close in October 2024.



## MEETING HIGHLIGHTS – DECEMBER 2023

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		<ul style="list-style-type: none"><li>• Relevance and use of information presented and disclosed on statutory receivables.</li></ul>			