
Straight away

IFRS bulletin from PwC

30 May 2013

IASB publishes limited amendments to impairment disclosures for non-financial assets

What is the issue?

The IASB has made small changes to the disclosures required by IAS 36, *Impairment of assets* when recoverable amount is determined based on fair value less costs of disposal.

The IASB made consequential amendments to the disclosure requirements of IAS 36 when it issued IFRS 13. One of the amendments was drafted more widely than intended. This limited scope amendment corrects this and introduces additional disclosures about fair value measurements when there has been impairment or a reversal of impairment.

Key amendments

The IASB has amended IAS 36 as follows:

- to remove the requirement to disclose recoverable amount when a cash generating unit (CGU) contains goodwill or indefinite lived intangible assets but there has been no impairment;
- to require disclosure of the recoverable amount of an asset or CGU when an impairment loss has been recognised or reversed; and
- to require detailed disclosure of how the fair value less costs of disposal has been measured when an impairment loss has been recognised or reversed.

The amendments are effective from annual periods beginning on or after 1 January 2014 and should be applied retrospectively. Early adoption is permitted although the amendments may not be applied before an entity applies IFRS 13.

Am I affected?

The amendments will impact all preparers who recognise or reverse an impairment loss on non-financial assets.

What do I need to do?

Please read the proposed amendments in their entirety to determine the impact for you.