



XBRL Europe— IFRS SLC Working Group

XBRL International Conference
in Paris, June 26 2009

Bodo Kesselmeier – Chair

Transforming Business Reporting



XBRL Europe Working Group: IFRS for Stock Listed Companies (IFRS SLC)

- Charter finalized and approved (2008), aims are:
 - ✓ to optimize the XBRL-implementation processes of European stock listed companies and
 - ✓ to harmonize IFRS Taxonomy Extensions in Europe.
- The working group will attend to the following topics
 - ✓ getting a clearer picture of the actual projects and status in XBRL jurisdictions
 - ✓ searching for and evaluating practices for reporting harmonization based on the IFRS taxonomy in Europe
 - ✓ evaluating practices and making suggestions to the European XBRL Jurisdictions for national IFRS Taxonomy Extensions
 - ✓ evaluating a process to harmonize national IFRS Taxonomy Extensions
 - ✓ supporting industry-specific extensions of IFRS Taxonomy on European Level
 - ✓ clarifying whether an EU-extension of the IFRS should be developed
 - ✓ identifying European corporate requirements for SEC XBRL-filing. Facilitating the communication between the U.S. SEC and XBRL Europe.

XBRL.eu: IFRS SLC

- Charter finalized and approved (2008)
- Washington Conference October 2008, Face to Face Meeting
- Contact Persons in national XBRL Jurisdictions identified
- Survey addressed to Contact Persons of European XBRL Jurisdictions (Action No 1)
 - ✓ Status & Experience about national IFRS Taxonomy Projects
 - ✓ National IFRS Usage - out of XBRL Point of View
 - ✓ Survey developed and distributed, Answers until February 6 expected
- Workshop in Brussels in January 2009 (lack of participants)
- Internal Working Group Survey in February (aims of working group versus resources)
- WG Conference Call in March 2009 (keep the working group active, looking for new active members, but adjust actions to resources)

IFRS survey in February 2009

National Law Extension of IFRS Taxonomy

National Law Extensions are needed because:

- Stock listed companies are subject to national laws
- National law requires stock listed companies to disclose additional information in annual reports and quarterly reports (compared to Bound Volume)
- If XBRL is going to replace traditional reporting mediums (paper, PDF etc), the IFRS XBRL Taxonomy Extensions must contain elements of national law

Examples:

- National Commercial Code,
- National Corporate Governance Codex
- National Stock Corporation Law
- National Securities Trading Act
- National Accounting Standards Boards

National Law Extension of IFRS Taxonomy

Challenges

- National Law Reporting Requirements overlap with IAS/IFRS
- National Law Reporting Requirements differ from Country to Country

Risks:

- If Preparers extend IFRS Taxonomy themselves on National Law Reporting Requirements there will be a disorder of extensions.
- If National XBRL Jurisdictions extend IFRS Taxonomy on National Law but not harmonized between each other we also have a disorder of extensions

Solution

- Aim: Harmonized National Law IFRS Taxonomy Extensions
- Guidelines by IASC Foundation
- XBRL Europe (IFRS Working Group) tasks:
 - ✓ searching for and evaluating practices for reporting harmonization based on the IFRS taxonomy in Europe
 - ✓ evaluating practices and making suggestions to the European XBRL Jurisdictions for national IFRS Taxonomy Extensions
 - ✓ evaluating a process to harmonize national IFRS Taxonomy Extensions
- Close Collaboration of IASC Foundation with IFRS Working Groups of XBRL Europe and of it's national XBRL Jurisdictions

National Law Extension of IFRS Taxonomy - Examples

- **German Commercial Code (HGB), examples**
 - Disclosures of shares in subsidiaries, other shares and investments (§ 313 (2) HGB)
 - Reference to separate list of shareholdings (§ 314 (4) HGB)
 - Disclosure of the binding facts leading to consolidation of the subsidiary (§ 313 (2) HGB)
 - Disclosure of the benefits granted to the members of Executive Members by third parties with regard to their activity as a member of Executive Board: Amount and Description separated (§ 315 (2) HGB)
- **German Corporate Governance Codex (DCGK), examples**
 - Individualised disclosure of remuneration or other benefits granted to members of the supervisory board for personally rendered services, in particular consulting and arrangement/agency services, description (DCGK 5.4.5)
 - Disclosures on total shareholdings of all members of the executive board and supervisory board, description (DCGK 6.6)
- **German Stock Corporation Law (AktG), examples**
 - Corporate governance report (§ 261 AktG)
- **German Securities Trading Act (WpHG), examples**
 - Interim Reports (e.g. § 37w (2) WpHG)
 - German Interim Management Report (§ 37w (4) WpHG)

National Law Extension of IFRS Taxonomy – Call for Participation

Meet XBRL Europe's IFRS Working Group
at Friday, June 26, 10:30–12:30, Conference Location: open

XBRL Europe, IFRS Working Group, Chair

Bodo Kesselmeier bodo.kesselmeier@xbrl-eu.org

Phone: +49 89 8563851-0

EU national extensions on IFRS Taxonomy

