

Monitoring Board Meeting

(Minutes of Private Meeting)

Date: 27 January, 2014

Venue: Milan

Note: Minutes of private meeting, summarizing the discussion held.

Monitoring Board Meeting on 27 January, 2014

On 27 January, 2014, the International Financial Reporting Standards (IFRS) Foundation Monitoring Board had its private meeting before the meeting with the IFRS Foundation Trustees.¹

The participants of the private meeting include Mary Jo White (via phone call, U.S. Securities and Exchange Commission), Ugo Bassi (European Commission), Masamichi Kono (Financial Services Agency, Japan), Greg Medcraft (via phone call, Representative of the IOSCO Board) and Bert Chanetsa (via phone call, Representative of the IOSCO Emerging Markets Committee), and Xavier-Yves Zanota (Representative of the Basel Committee on Banking Supervision) participated in the meeting as an observer.

1. Selection of new Monitoring Board members

The members discussed the selection of new Monitoring Board members against the membership criteria, following the IFRS Foundation Governance Review and an agreement on its procedure for its membership selection. They agreed on the following points:

- The Monitoring Board selects the Comissão de Valores Mobiliários (CVM) of Brazil and the Financial Services Commission (FSC) of Korea as new members of the Monitoring Board (their appointments will become effective once they sign “Charter of the IFRSF Monitoring Board”).
- The Monitoring Board will place certain applications for the remaining two permanent seats under an extended screening process during 2014.
- The Monitoring Board will start the process for appointing the two rotating seats in consultation with IOSCO as soon as possible.

2. Assessment of the existing Monitoring Board members

The Monitoring Board agreed that the members would assess all the existing members against the membership criteria based on self-assessment which each member submitted.

3. Funding of the IFRS Foundation

The members discussed issues on funding of the IFRS Foundation and agreed that at the joint meeting with the IFRS Foundation Trustees they would bring up the following points:

- The Monitoring Board reaffirmed that the funding is primarily the responsibility of the

¹ Transcripts of the meeting with the IFRS Foundation Trustees will be published separately on the Monitoring Board website.

IFRS Foundation Trustees.

- The Monitoring Board also reaffirmed that while the IFRS Foundation Trustees should continue approaching relevant authorities and stakeholders in order to secure adequate funding, the Monitoring Board will help initiate or help facilitate the initiatives taken by the IFRS Foundation Trustees by having a conversation with the relevant authorities.
- The Monitoring Board will continue to cooperate with the IFRS Foundation on the funding issue and support the establishment of stable funding for the IFRS Foundation.

4. Other topics

- Members discussed the link between long-term investments and financial reporting in view of referring this issue to the IFRS Foundation Trustees. This will be done on the basis of a paper to be discussed at the next meeting of the Monitoring Board.

END