

Exposure Draft Government Loans (proposed amendments to IFRS 1)

Question 1

The Board proposes to amend IFRS 1 so that first-time adopters would be required to apply paragraph 10A of IAS 20 prospectively to loans entered into on or after the date of transition to IFRSs, unless the information needed to apply these requirements to a government loan as a result of past transaction was obtained at the time of initially accounting for that loan. Do you agree? Why or why not?

We agree with this position.

Question 2

Do you have any other comments on the proposals?

We have no further comments.

Lisbon, 7th December 2011