



Insights into IFRS

**KPMG's practical guide to
IFRS Standards**

16th Edition 2019/20

Volume 1

The **KPMG International Standards Group**



OVERVIEW OF CONTENTS

<i>About this publication</i>	<i>vii</i>
<i>Abbreviations</i>	<i>xi</i>
<i>Acknowledgements</i>	<i>xiii</i>
1. Background	3
1.1 Introduction	3
1.2 Conceptual Framework	15
2. General issues	29
2.1 Form and components of financial statements	29
2.2 Changes in equity	43
2.3 Statement of cash flows	49
2.4 Fair value measurement	71
2.5 Consolidation	161
2.6 Business combinations	253
2.7 Foreign currency translation	349
2.8 Accounting policies, errors and estimates	395
2.9 Events after the reporting date	409
2.10 Hyperinflation	419
3. Statement of financial position	441
3.1 General	441
3.2 Property, plant and equipment	451
3.3 Intangible assets and goodwill	485
3.4 Investment property	511
3.5 Associates and the equity method	539
3.6 Joint arrangements	599
3.7 [Not used]	
3.8 Inventories	637
3.9 Biological assets	663
3.10 Impairment of non-financial assets	673
3.11 [Not used]	
3.12 Provisions, contingent assets and liabilities	761
3.13 Income taxes	817
4. Statement of profit or loss and OCI	945
4.1 General	945
4.2 Revenue	961
4.3 Government grants	1053

4.4	Employee benefits	1067
4.5	Share-based payments	1147
4.6	Borrowing costs	1265
5.	Special topics	1283
5.1	Leases	1283
5.2	Operating segments	1395
5.3	Earnings per share	1421
5.4	Non-current assets held for sale and discontinued operations	1465
5.5	Related party disclosures	1485
5.6	Investment entities	1505
5.7	Non-monetary transactions	1527
5.8	Accompanying financial and non-financial information	1535
5.9	Interim financial reporting	1543
5.10	Disclosure of interests in other entities	1567
5.11	Extractive activities	1593
5.12	Service concession arrangements	1613
5.13	Common control transactions and Newco formations	1653
6.	First-time adoption of IFRS	1695
6.1	First-time adoption of IFRS	1695
6.2	Regulatory deferral accounts and first-time adoption of IFRS	1779
7.	Financial instruments	1799
7.1	Scope and definitions	1799
7.2	Derivatives and embedded derivatives	1845
7.3	Equity and financial liabilities	1877
7.4	Classification of financial assets	1949
7.5	Classification of financial liabilities	2019
7.6	Recognition and derecognition	2027
7.7	Measurement	2091
7.8	Impairment	2143
7.9	Hedge accounting	2207
7.10	Presentation and disclosures	2347
7.11	Transition to IFRS 9	2409
7I.	Financial instruments: IAS 39	2433
7I.1	Scope and definitions	2433
7I.2	Derivatives and embedded derivatives	2465
7I.3	Equity and financial liabilities	2499
7I.4	Classification of financial assets and financial liabilities	2571
7I.5	Recognition and derecognition	2595
7I.6	Measurement and gains and losses	2655
7I.7	Hedge accounting	2713
7I.8	Presentation and disclosures	2825

8. Insurance	2873
8.1 Insurance contracts	2873
8.1A Insurance contracts: IFRS 17	2899
Reproduced chapter (Volume 2 only)	3003
2.4 Fair value measurement	R71
Appendices and index	A1
Appendix I: Currently effective requirements and forthcoming requirements	A3
Appendix II: IFRIC agenda decisions	A13
Appendix III: List of examples	A23
Appendix IV: Table of concordance	A65
Index	A67