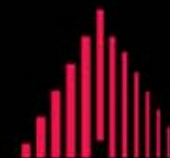




International Financial Reporting Convergence



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My Practice

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**FINANCIAL ACCOUNTING
STANDARDS BOARD**



Project Update

Leases—Joint Project of the FASB and the IASB

Last updated on July 22, 2011



Observations

- Investment Properties (IAS 40 and FASB project)
- Agriculture (IAS 41)
- Investor Valuation Standards Are Advancing Transparency
 - Global Investment Performance Standards
 - REIS (NCREIF/PREA)
 - Increasing Frequency of External Valuation from once every 3 years to once a year



Observations

- Appraisal practice considerations
- **UP TO 50% OF MAI LEVEL ASSIGNMENTS IN CERTAIN COUNTRIES ARE RELATED TO VALUATION FOR FINANCIAL REPORTING—GET READY**
 - Importance of USPAP scope of work—compared to IVS
 - Phased assignments
 - Use of 3rd party subject matter experts is emphasized under IFRS – will it be under FASB?
 - The response thus far has been slightly different
 - Judgment call under Sarbanes-Oxley
 - Importance of Auditor Understanding and Awareness



International Valuation Standards Committee

- IVS 2011
- IVSC reorganization
 - International Valuation Standards Board - IVS
 - International Valuation Professional Board – Technical Information Papers, Guidance
- IVSC has established a relationship with the International Accounting Standards Board, also in London
- IVSC Work Plan Involves Several IFRS related projects
 - Investment Property Under Construction – Exposure Draft Under Development
 - Valuer Auditor Guidance – Preliminary Draft under Development
 - Fairness Opinions – Exposure Draft Under Development
 - Extractive Industries
 - Forestry – Working Group Being Formed