International Financial Reporting Convergence
My Practice

- Financial Reporting
- Securities Litigation Support
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