KPMG

November 2017

IFRS 9 transition checklist

Decisions/actions to be taken before the date of initial application (DIA)* of IFRS 9

QUESTION: Have you…	Yes	No	Supplementary information (Only available on desktop)
1. Elected to continue to apply IAS 39's hedge accounting requirements or to apply the new IFRS 9 general hedging model?			i
2. If applying the IFRS 9 general hedging model:			
– put in place new hedges based on additional exposures that now qualify as hedged items or new classifications of financial assets?			i
– decided to designate qualifying credit exposures at FVTPL?			i
– decided whether and how to apply the cost of hedging approach for hedging relationships that existed at the beginning of the earliest comparative period or were designated thereafter?			i
– assessed compliance with IFRS 9 hedge accounting criteria and updated hedge documentation before the DIA?			i
3. Elected the temporary exemption from IFRS 9 if you are an insurer?			i

Considerations related to the DIA*/ IFRS 9 transition

QUESTION: Have you…	Yes	No	Supplementary information (Only available on desktop)
4. Elected not to restate comparative information in respect of classification and measurement, including impairment?			i
5. Made the required or permitted restatements to comparative information on transition if applying the cost of hedging requirements under the IFRS 9 general hedging model?			i
6. Assessed the nature of the business models in which your financial assets are held based on facts and circumstances at the DIA?			i
7. Elected to present changes in fair value in OCI for an investment in an equity instrument that is not held for trading?			i
8. Designated, or revoked designations of, financial assets or financial liabilities as at FVTPL based on the facts and circumstances at the DIA?			i
9. Designated certain own-use contracts as at FVTPL?			i
10. Assessed whether presenting the effects of changes in a financial liability's credit risk in OCI would create or enlarge an accounting mismatch in profit or loss on the basis of facts and circumstances that exist at the DIA?			i
11. Measured unquoted equity investments or related derivatives (previously measured at cost) at fair value at the DIA?			i
12. Considered whether an adjustment is required for historical accounting of modifications or exchanges of fixed-rate financial assets or financial liabilities that did not result in derecognition?			i
13. As part of the impairment assessment, determined whether there has been a significant increase in credit risk (SICR) since initial recognition or whether that determination at the DIA would require undue cost or effort?			i
14. Considered the transitional disclosure requirements?			i

* For December year-end companies, the DIA will be 1 January 2018.