Intergovernmental Working Group of Experts on International Standards of Accounting and Reporting (ISAR)

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Friday, 3 November 2017
Morning Session

Agenda item 5(a). Accounting Development Tool implementation experiences

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ACCOUNTING DEVELOPMENT TOOL implementation experiences

RUSSIAN FEDERATION

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3 November 2017

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2012-2013-2017 Assessments

• 2012 pilot-test assessment
• 2013/2017 full-scope assessment
  – an updated picture of the current situation in the country
  – measured indicative result
  – monitoring of the progress of approaching to high quality corporate reporting system
  – areas for further actions
• 2017 participants
  – 4 government agencies, regulators, standard-setters
  – 5 professional associations
  – accounting firms, universities
## 2017 Indicative Assessment Results

<table>
<thead>
<tr>
<th>Category</th>
<th>Percentage</th>
<th>Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>Legal and regulatory framework</td>
<td>79 %</td>
<td>↑*</td>
</tr>
<tr>
<td>Institutional framework</td>
<td>87 %</td>
<td>↑*</td>
</tr>
<tr>
<td>Human capacity</td>
<td>89 %</td>
<td>↑*</td>
</tr>
<tr>
<td>Public sector</td>
<td>65 %</td>
<td>↑*</td>
</tr>
</tbody>
</table>

* Based on comparable data
2012-2013-2017 Comparative Results

Legal and regulatory framework
Institutional framework
Human capacity
Public sector

- 2012
- 2013
- 2017
Main Findings
Favorable Aspects

• Financial reporting - IFRS consolidated financial statements
• Auditing – ISAs, oversight, licensing
• Enforcement – listed companies and regulated sectors
• Public sector - IPSASs
Main Findings
Arears for Further Actions

• Stand-alone financial reporting
• Non-financial reporting (sustainability, environmental, social, etc.)
• Oversight over quality of financial reporting
• Ethical issues – *de jure* vs. *de facto*
• Translation of the international standards
• Co-ordination among institutions
Further ADT Development

• Useful tool
• Additional improvements
  – clarification of terms
  – editing of the questions
  – guidance of the benchmark for opinion based questions
  – improvement of the non-English translations
  – simplification of the assessment procedure
  – clarification of the objectives of peer rewires
  – additional areas of assessment