THE TECHNICAL VOICE OF LATIN AMERICAN ACCOUNTING STANDARD SETTERS BEFORE THE IASB

SEPTEMBER 2015 – OCTOBER 2017

Web: www.GLASS.org

E-mail: GLASS@GLASS.org
INDEX

Who are we? ........................................................................................................................................ 4
Mission ................................................................................................................................................ 5
Objectives ........................................................................................................................................... 5
Members of GLASS ............................................................................................................................. 6
Board of Directors ................................................................................................................................ 7
Message from the President of GLASS ............................................................................................... 8
Message from the Vice President of GLASS ....................................................................................... 10
Messages from GLASS Board members
   Jorge Gil (Argentina) .......................................................................................................................... 11
   Daniel Sarmiento (Colombia) ........................................................................................................... 11
   Juan Carlos Lara (Costa Rica) ........................................................................................................... 12
   Winston Fernández (Uruguay) ......................................................................................................... 13
   Norelly Pinto Vargas (Venezuela) .................................................................................................. 14
   Ángel Salazar (Peru) (Alternate Director) ....................................................................................... 14
Prior GLASS Board members .......................................................................................................... 15
Advisory Council .................................................................................................................................. 15
Face-to-face Board meetings ............................................................................................................ 16
Virtual Board meetings – Via Internet ................................................................................................ 18
Assemblies of Financial Reporting Standard Setters ......................................................................... 18
Board Presentations at Events ........................................................................................................... 19
Technical Working Groups ............................................................................................................... 22
   Members of the TWG ....................................................................................................................... 24
Proactivity of GLASS in the period from 2015 to 2017 .................................................................... 28
Topics of Investigation for GLASS .................................................................................................. 29
   Recognition of the Effects of High Inflation .................................................................................. 29
   Non-Profit Entities (NPE) ................................................................................................................ 29
Interaction with the IASB and other Regional Groups .................................................................... 30
Participation in the Accounting Standards Advisory Forum (ASAF) .............................................. 31
International society .......................................................................................................................... 31
Challenges of GLASS ....................................................................................................................... 31
Acknowledgments ............................................................................................................................. 32
   Secretariat ...................................................................................................................................... 32
   Other acknowledgments ................................................................................................................ 32
WHO ARE WE?

The Group of Latin American Accounting Standard Setters (GLASS) was established on June 28, 2011. The group is comprised of the accounting standards setters of 17 countries of Latin America.

For all Spanish and Portuguese-speaking Latin American countries to be included in GLASS, it is only necessary that Nicaragua join the group.
MISSION

To interact with the IASB, to present the unified opinion of Latin America with respect to its technical projects, and to make known the specific regional problems related to the adoption, implementation and technical aspects of full IFRS and the IFRS for SMEs.

OBJECTIVES

To interact with the IASB on technical aspects, opining on discussion papers and exposure drafts, reviewing existing standards and presenting proposed changes and/or improvements that address specific regional matters, etc.;

To promote the adoption and/or convergence with the standards issued by the IASB in the jurisdictions of the region, along with their consistent application;

To cooperate with governments, regulators and other regional, national and international organizations and contribute to the improvement of the quality of financial information in the region;

To collaborate with the regional dissemination of standards issued by the IASB;

To offer proposals for the agenda of the IASB and promote alignment with the regional agenda;

To participate in international technical meetings;

To interact with other Latin American organizations on topics related to accounting standards.
The countries and respective institutions that currently are members of GLASS are as follows:

<table>
<thead>
<tr>
<th>Country</th>
<th>Member</th>
</tr>
</thead>
<tbody>
<tr>
<td>Argentina</td>
<td>Federación Argentina de Consejos Profesionales de Ciencias Económicas</td>
</tr>
<tr>
<td>Bolivia</td>
<td>Colegio de Auditores o Contadores Públicos de Bolivia</td>
</tr>
<tr>
<td>Brazil</td>
<td>Conselho Federal de Contabilidade</td>
</tr>
<tr>
<td>Chile</td>
<td>Colegio de Contadores de Chile</td>
</tr>
<tr>
<td>Colombia</td>
<td>Consejo Técnico de la Contaduría Pública</td>
</tr>
<tr>
<td>Costa Rica</td>
<td>Colegio de Contadores Públicos de Costa Rica</td>
</tr>
<tr>
<td>Dominican Republic</td>
<td>Instituto de Contadores Públicos Autorizados de la República Dominicana</td>
</tr>
<tr>
<td>Ecuador</td>
<td>Superintendencia de Compañías</td>
</tr>
<tr>
<td>El Salvador</td>
<td>Consejo de Vigilancia de la Profesión de Contaduría Pública y Auditoría</td>
</tr>
<tr>
<td>Guatemala</td>
<td>Colegio de Contadores Públicos y Auditores de Guatemala</td>
</tr>
<tr>
<td>Honduras</td>
<td>Junta Técnica de Normas de Contabilidad y Auditoría</td>
</tr>
<tr>
<td>Mexico</td>
<td>Consejo Mexicano de Normas de Información Financiera</td>
</tr>
<tr>
<td>Panama</td>
<td>Comisión de Normas de Contabilidad Financiera de Panamá</td>
</tr>
<tr>
<td>Paraguay</td>
<td>Colegio de Contadores del Paraguay</td>
</tr>
<tr>
<td>Peru</td>
<td>Consejo Normativo de Contabilidad</td>
</tr>
<tr>
<td>Uruguay</td>
<td>Colegio de Contadores, Economistas y Administradores del Uruguay</td>
</tr>
<tr>
<td>Venezuela</td>
<td>Federación de Colegios de Contadores Públicos de la República Bolivariana de Venezuela</td>
</tr>
</tbody>
</table>
The Board of Directors of GLASS for 2015-2017 is comprised of:

<table>
<thead>
<tr>
<th>Role</th>
<th>Director</th>
</tr>
</thead>
<tbody>
<tr>
<td>PRESIDENT</td>
<td>Felipe Pérez Cervantes (CINIF / Mexico)</td>
</tr>
<tr>
<td>VICE PRESIDENT</td>
<td>Eduardo Pocetti (CFC / Brazil)</td>
</tr>
<tr>
<td>DIRECTOR</td>
<td>Jorge J. Gil (FACPCE / Argentina)</td>
</tr>
<tr>
<td>DIRECTOR</td>
<td>Daniel Sarmiento (CTCP / Colombia)</td>
</tr>
<tr>
<td>DIRECTOR</td>
<td>Juan Carlos Lara (CCPA / Costa Rica)</td>
</tr>
<tr>
<td>DIRECTOR</td>
<td>Winston Fernández (CCEAU / Uruguay)</td>
</tr>
<tr>
<td>DIRECTOR</td>
<td>Norelly Pinto Vargas (FCCPV / Venezuela)</td>
</tr>
<tr>
<td>DIRECTOR (Alternate)</td>
<td>Ángel Salazar (CNC / Peru)</td>
</tr>
</tbody>
</table>
One of the primary tasks of the accounting profession is to add confidence to the financial information included in the financial statements prepared by entities to enable users to make appropriate and timely economic decisions.

The aforementioned is reflected in various aspects of professional practice. As preparers confidence is added by ensuring the correct application of financial reporting standards; as auditors confidence is added by carrying out the attestation of such information through the application of generally accepted auditing standards; as regulators confidence is added by carrying out enforcement and supervisory functions; as entrepreneurs confidence is added by having an attitude of corporate governance that establishes best practices for internal control and risk management at the highest level; as public servants confidence is added by ethically fulfilling their responsibilities; as academics confidence is added by establishing up-to-date curriculums that allow technical and ethical preparation of the highest level.

To meet this obligation, since its creation in June 2011 the Group of Latin American Accounting Standard Setters (GLASS) has interacted with the International Accounting Standards Board (IASB) with the objective of supporting the issuance of International Financial Reporting Standards (IFRS) by communicating the opinion of Latin America as a significant voice to respond to the consultation processes established by the IASB.

Thanks to the active participation of the member countries of GLASS, timely responses have been made to all consultations of the IASB since the creation of GLASS.

Additionally, we have supported the dissemination of new international standards both in their full version and in the IFRS for small and medium-sized entities (SMEs), as well as the implementation processes in Latin American countries that we have visited in connection with our face-to-face Board meetings.

We have also developed investigation projects for the recognition of the effects of inflation, as well as for the need to have international standards for Non-Profit Entities (NPE).
The presence of GLASS in international forums has been made possible through the participation in groups created by the IASB such as the World Standard Setters (WSS), the Accounting Standards Advisory Forum (ASAF), the International Forum of Accounting Standards Setters (IFASS) and the Emerging Economies Group (EEG).

GLASS is a young institution that in a brief period of time has accomplished placing Latin America in a relevant position in international accounting circles. The challenges are enormous, but we must see them as opportunities for our region to continue actively participating in the development of transparent, understandable and high quality international and domestic financial reporting standards.
As I complete my second and final year as the Vice President of GLASS, I feel very honored and thankful for having participated in its competent and participative Board under the strong leadership of Felipe Pérez Cervantes. Although GLASS is still a young institution with only six years of existence, it actively responds to the demands of the IASB, which strengthens our conviction that we are building a path to international accounting convergence in Latin America.

As the Board representative of the Conselho Federal de Contabilidade, I can affirm that Brazil, as demonstrated in prior years, will not limit its efforts to ensure that GLASS continues working to become an exemplary organization with respect to the adoption and consistent application of the standards issued by the IASB.
I would like to recognize the work of the President and the entire Board over the past two years to make progress on the objectives that we have established.

We have continued responding to all IASB exposure drafts, including some preliminary documents that have been of interest to our region.

In this manner we continue making the voice of our region heard, presenting special interest topics (inflation, concern about the financial information of nonprofit entities, etc.), and participating in ASAF (advisory council to the President of the IASB).

We have continued participating in numerous technical events as speakers and holding Board meetings in various countries of our region, to share the mission and activities of GLASS and collaborate with the IFRS adoption and implementation processes.

The Group faces many challenges in upcoming years, but I am certain that it will be able to face them and resolve them.

GLASS: For an influential Latin America

Earning respect, credibility and recognition is not an easy task. It takes years of effort. They are built step by step, with consistency, discipline and commitment. GLASS is one of the youngest regional technical groups for financial information in the world. Nevertheless, the efforts of each Director in each country over the few years of the existence of the Group has resulted in worldwide recognition as an authorized representative of Latin American thinking on accounting matters. This recognition is evidenced by the ever-increasing active participation in global forums, as a result of the permanent involvement in technical discussions for all documents issued by the IASB, as well as for direct
initiatives communicated by the Group to the international body.

This situation is no different in Colombia. Public consultations through the creation of Technical Working Groups (TWG) are increasingly taken into account by those most interested in international standards (preparers, auditors, standard setters and regulators). The position of the key players is communicated especially through meetings held in technical committees created by the Consejo Técnico de la Contaduría Pública (CTCP), the standard setter of the local profession, but also through written comments in response to public consultations by the CTCP following the creation of each TWG.

On the other hand, Colombian participation in the region has been increasing, participating in practically all of the TWGs that were created, and coordinating some of them, as with TWG 56, Disclosure Initiative, that included 15 questions related to fundamental changes in the manner in which disclosures are required by different standards issued by the IASB.

Of course, the process of dissemination to achieve participation in the discussion activities promoted by GLASS is just beginning. Greater deepening of the profession and greater awareness of the Group in the country is still needed. But the results achieved thus far cannot be ignored, which are the basis for the advances that will be made in future years. Resources, both human and financial, will undoubtedly be required. But the combined effort of member countries, together with local and international recognition, will be essential to improve the position and performance of GLASS in the future.

JUAN CARLOS LARA - COSTA RICA
COLEGIO DE CONTADORES PÚBLICOS DE COSTA RICA

Dear friends
First of all I would like to say hello and thank you all for the support that you have provided to GLASS. The continuous participation and commitment of members is necessary for organizations like GLASS to be able to carry out their work efficiently and effectively. This commitment translates into the participation of members in conventions held every year and, above all, meeting their obligation to participate in the TWGs when assigned to study the changes proposed by the IASB. GLASS is an organization that has enthusiastic Directors committed to providing the IASB with the Latin American point of view based on the opinion of all members on the proposed changes to International Financial Reporting Standards. The Directors of GLASS are highly skilled in the use of IFRS, which helps ensure the exposure process is properly carried out.

This group of professionals devotes a significant portion of its time to the coordination of efforts and providing the opportunity to have access to the IASB so that its countries are heard. Costa Rica has had the opportunity to participate on the Board of Directors, where these processes are developed, which has added value to our knowledge and preparation for the changes that are coming. Additionally, the different sectors of our economy have been provided with the possibility of participating in the analytical processes and the presentation of recommendations for new standards and changes in existing standards, previously viewed as something difficult to achieve.

After a year of participating as a member of the Board, I can only be thankful to the other Board members that have accepted me with great enthusiasm and affection. Thanks to all.

WINSTON FERNÁNDEZ - URUGUAY
COLEGIO DE CONTADORES, ECONOMISTAS Y ADMINISTRADORES DEL URUGUAY

I am completing six years of uninterrupted activity as the Director representing Uruguay on the Board of GLASS. I represent the Colegio de Contadores, Economistas y Administradores of my country.

As always we have participated in all Board meetings in each country where they have taken place, and at the same time we have participated as panelists and speakers in various events in the countries we have visited, both in central events and in university events to which we have been invited. It should be noted that we have always been very well received by the local organizers. We have also participated with technical representatives in all open TWGs during the period.

This year I had the opportunity to organize the first Board meeting held in Uruguay, which took place on the 3rd and 4th of August 2017. A Workshop on new IASB Developments and Best Practices in Uruguay was presented, with speeches by Amaro Gomes of the IASB, two GLASS Directors and local representatives, for which I personally acted as moderator. The event was a success and represented a milestone in my country where this type of technical event is very infrequent with the participation of a representative from the IASB itself. We visited four
universities where other GLASS Directors made presentations. The opportunity was very well taken advantage of and represented an excellent chance for our technical medium to directly interact with GLASS and see and appreciate how the IASB supports our efforts. WE CONTINUE AHEAD! Thank you for reading this message and we will meet again in the near future.

NORELLY PINTO VARGAS - VENEZUELA
FEDERACIÓN DE COLEGIOS DE CONTADORES PÚBLICOS DE LA REPÚBLICA BOLIVARIANA DE VENEZUELA

With its participation in the Group of Latin American Accounting Standard Setters (GLASS), the Venezuelan public accounting profession has had the opportunity to analyze up front the IFRS proposals made by the IASB, recognizing that both full IFRS and the IFRS for SMEs are the basis of the Venezuelan accounting model (VEN-NIF).

The funneling by GLASS of our comments on proposed modifications of IFRS to the IASB as a result of the analyses made by the Technical Working Groups (TWG) has resulted in the possibility that our economic and financial realities will be considered before the final issuance of the standards or their amendments, which brings our local model closer to the unrestricted application of IFRS.

Being a member of the Board has created the opportunity to personally get to know professionals of other countries and share experiences with respect to the methodologies applied to implement IFRS, which has allowed us to constantly improve the Venezuelan process for achieving full application of the standards issued by the IASB.

ANGEL ROBERTO SALAZAR FRISANCHO - PERU
CONSEJO NORMATIVO DE CONTABILIDAD

When GLASS was first started, Peru participated through the Consejo Normativo de Contabilidad as a Peruvian state entity that issued the accounting standards of the country. In the beginning Peru participated as any other member in the annual meetings. At the end of 2015, Peru became a member of the Board of Directors of GLASS.

In these last two years, the participation of the Consejo Normativo de Contabilidad on the Board has allowed the Peruvian accounting profession to progressively become
integrated with the professionals of the region by participating in technical working groups, thereby adding its knowledge and experience to the opinions formed and conclusions reached.

Additionally, we have participated in all annual meetings, all face-to-face meetings and in almost all virtual meetings of the Board, as well as in seminars organized by the accounting colleges and universities of the region, on topics related to IFRS, in: Argentina, Colombia, Costa Rica and Uruguay, including the Congreso de Contadores Públicos del Perú, that took place in the city of Tumbes, with the participation of the President of GLASS.

At this time we are about to participate in the XXXII Conferencia Interamericana de Contabilidad to take place in Peru in October 2017, as a speaker together with the President and Vice President of GLASS, as well as in the general assembly and the Board meeting of GLASS.

With this experience, we believe that our future participation will allow greater integration of the profession in Peru for the development of financial reporting standards.

PRIOR GLASS BOARD MEMBERS

We recognize the work of the past Presidents or Directors of GLASS:

Ex-Presidents:
- Jorge J. Gil – Argentina (2013 - 2015)
- Juarez Domingues Carneiro – Brazil (2011 - 2013)

Ex-Directors:
- Luis Alonso Colmenares Rodríguez – Colombia (2012 - 2014)
- Enory Spinelli – Brazil (2013)
- Rafael Rodríguez Ramos – Venezuela (2011 - 2013)
- Mario Muñoz – Chile (2011 al 2012)

ADVISORY COUNCIL

GLASS has created an Advisory Council comprised of past Presidents that have not continued as a member of the Board. Currently the Advisory Council includes the first President of GLASS:

- Juarez Domingues Carneiro – Brazil
FACE-TO-FACE BOARD MEETINGS

2016

- Meeting N° 21: April 12, Medellín, Colombia
- Meeting N° 22: July 27, Buenos Aires, Argentina
- Meeting N° 23: September 14, Fortaleza, Brazil – Board and General Assembly Meetings

2017

- Meeting N° 24: May 2 and 3 – San José, Costa Rica
- Meeting N° 25: June 8 – Mexico City, Mexico
- Meeting N° 26: August 5 – Montevideo, Uruguay
- Meeting N° 27: October 23 and 24 – Lima, Peru – Board and General Assembly Meetings
FORTALEZA, BRAZIL, SEPTEMBER 2016
Board and General Assembly Meetings with the participation of the Presidents of the Member Institutions of GLASS

SAN JOSÉ, COSTA RICA, MAY 2017
Board Meeting with virtual participation of the IASB

MEXICO CITY, MEXICO, MAY 2017
Board Meeting, Secretariat with IASB attendance
VIRTUAL BOARD MEETINGS – VIA INTERNET

Taking advantage of technology, GLASS holds Board meetings using Internet, which works very efficiently and avoids incurring the high costs of time and travel.

During the period 2015-2017, virtual meetings were held at least once a month, and when circumstances warranted meetings were held with greater frequency.

The primary objective of these meetings has been to discuss the progress of TWGs and to review comment letters to be sent to the IASB.

ASSEMBLIES OF FINANCIAL REPORTING STANDARD SETTERS

September 18, 2015, in Punta Cana, Dominican Republic – 5th Ordinary Assembly of GLASS.

July 27, 2016, in Buenos Aires, Argentina – Continuation and conclusion of the 5th Ordinary Assembly.

September 14, 2016, in Fortaleza, Brazil – 6th Ordinary Assembly.

October 23, 2017, in Lima, Peru – 7th Ordinary Assembly.
As part of the efforts of the Board of GLASS to promote the implementation of International Financial Reporting Standards in Latin America, each time a face-to-face meeting of the Board is held, the Board participates in technical events at local universities, professional organizations and business groups to address current topics.

The main technical issues presented during these visits have been related to IFRS 9, Financial Instruments, IFRS 15, Revenues from Contracts with Customers, IFRS 16, Leases, and the IFRS for SMEs, among others.

Additionally, issues in the investigation and development stage by the IASB have been addressed, such as IFRS 17, Insurance Contracts, the Conceptual Framework and the Disclosure Initiative.
Interview of President Felipe Pérez Cervantes, Vice President Eduardo Pocetti and Ex-President Juarez Domingues Carneiro by the Instituto Nacional de Contadores Públicos de Colombia
MEDELLÍN, COLOMBIA, APRIL 2016

Consejo Técnico de la Contaduría Pública “CTCP”
Universidad Externado de Colombia
MEDELLÍN, COLOMBIA, APRIL 2016

VI International IFRS and IFRS for SMEs Seminar
BUENOS AIRES, ARGENTINA, JULY 2016

XXV National Congress of the Colegio de Contadores Públicos del Perú
TUMBES, PERU, AUGUST 2016

20th Brazilian Accounting Congress
FORTALEZA, BRAZIL, SEPTEMBER 2016
10th Anniversary of CReCER (Contabilidad y Responsabilidad para el Crecimiento Económico Regional)
MEXICO CITY, MEXICO, MAY 2017

X National Economic Science and Administration Graduate Congress and Workshop on New IASB Focus and Best Practices
MONTEVIDEO, URUGUAY, AUGUST 2017

Board Member Meeting with Hans Hoogervorst, Chairman of the IASB, and Amaro Gomes, IASB Board Member at the World Standard Setters (WSS) Meeting
LONDON, ENGLAND, SEPTEMBER 2017
To respond to the consultations made by the IASB, the strategy of GLASS consists of creating a Technical Working Group (TWG) for each topic. The TWGs are coordinated by an individual from a country represented on the GLASS Board and supervised by the Board member from that country.

From the creation of GLASS through September 2015, 45 TWGs were created to respond to the IASB consultations and other topics of interest in the region.

The process established to handle the IASB consultations is as follows:

**Process established for the operation of Technical Working Groups**

From **2015 to 2017**, 17 TWGs were created in which 11 countries and more than 75 people participated, some in more than one TWG; each TWG shared the opinions collected in the countries on the topic under consultation, which enhanced the comment letters sent to the IASB by providing a valuable regional view.

The TWGs created during this period are:

<table>
<thead>
<tr>
<th>Working Group</th>
<th>Topic</th>
<th>Supervision / Coordination</th>
<th>Comments sent to IASB</th>
</tr>
</thead>
<tbody>
<tr>
<td>TWG 46</td>
<td>Draft IFRIC Interpretation DI/2015/1 – Uncertainty over Income Tax Treatments</td>
<td>Argentina</td>
<td>December 29, 2015</td>
</tr>
<tr>
<td>TWG 47</td>
<td>Draft IFRIC Interpretation DI/2015/2 – Foreign Currency Transactions and Advance Consideration</td>
<td>Brazil</td>
<td>January 19, 2016</td>
</tr>
<tr>
<td>TWG</td>
<td>Exposure Draft</td>
<td>Details</td>
<td>Country</td>
</tr>
<tr>
<td>-----</td>
<td>----------------</td>
<td>---------</td>
<td>---------</td>
</tr>
<tr>
<td>49</td>
<td>ED/2015/9 – Transfers of Investment Property Proposed amendment to IAS 40</td>
<td>Colombia</td>
<td>March 18, 2016</td>
</tr>
<tr>
<td>50</td>
<td>ED/2015/10 – Annual Improvements to IFRSs2014–2016 Cycle</td>
<td>Brazil</td>
<td>February 16, 2016</td>
</tr>
<tr>
<td>53</td>
<td>ED/2016/1 – Definition of a Business and Accounting for Previously Held Interests: Proposed amendments to IFRS 3 and IFRS 11</td>
<td>Colombia</td>
<td>October 31, 2016</td>
</tr>
<tr>
<td>54</td>
<td>ED/2017/1 – Annual Improvements to IFRS Standards 2015–2017 Cycle</td>
<td>Argentina</td>
<td>April 4, 2017</td>
</tr>
<tr>
<td>55</td>
<td>ED/2017/2 – Improvements to IFRS 8 Operating Segments: Proposed amendments to IFRS 8 and IAS 34</td>
<td>Mexico</td>
<td>July 24, 2017</td>
</tr>
<tr>
<td>57</td>
<td>ED/2017/3 – Prepayment Features with Negative Compensation: Proposed amendments to IFRS 9</td>
<td>Brazil</td>
<td>May 24, 2017</td>
</tr>
<tr>
<td>58</td>
<td>Request for Information – Post-implementation Review: IFRS 13 Fair Value Measurement</td>
<td>Argentina</td>
<td>September 22, 2017</td>
</tr>
<tr>
<td>59</td>
<td>ED/2017/4 – Property, Plant and Equipment—Proceeds before Intended Use: Proposed amendments to IAS 16</td>
<td>Venezuela</td>
<td>October 19, 2017</td>
</tr>
<tr>
<td>60</td>
<td>SMEIG Q&amp;A – IFRS for SMEs Standard: Accounting for financial guarantees in parent’s separate financial statements</td>
<td>Brazil</td>
<td>September 1, 2017</td>
</tr>
<tr>
<td>61</td>
<td>ED/2017/5 – Accounting Policies and Accounting Estimates: Proposed amendments to IAS 8</td>
<td>Argentina</td>
<td>January 15, 2018</td>
</tr>
<tr>
<td>62</td>
<td>ED/2017/6 – Definition of Material: Proposed amendments to IAS 1 and IAS 8</td>
<td>Mexico</td>
<td>January 15, 2018</td>
</tr>
</tbody>
</table>
The Group of Latin American Accounting Standard Setters thanks all of the professionals that have collaborated for their commitment and devotion to the different Technical Working Groups to respond to the exposure drafts of the IASB. The TWG members, coordinators and supervisors created from 2015 to 2017 are:

**TWG 46**
- Ahmed Khatib, Member, Conselho Federal de Contabilidade, Brasil
- Domingo Marchese, Coordinator, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
- Efraín Jiménez, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
- Elsa Beatriz García Bojorges, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
- Jorge Gil, Director/Supervisor, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
- Jorge Gutfraind, Member, Colegio de Contadores, Economicistas y Administradores del Uruguay, Uruguay
- María Amparo Pachón, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Nelson Hahn, Member, Instituto de Contadores Públicos Autorizados de la República Dominicana, República Dominicana
- Susana Apóstol, Member, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela
- Wilmar Franco, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia

**TWG 47**
- Ahmed Khatib, Coordinator, Instituto Dos Auditores Independientes Do Brasil, Brasil
- Eduardo Pocetti, Director/Supervisor, Instituto Dos Auditores Independientes Do Brasil, Brasil
- Elsa Beatriz García Bojorges, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
- Erick Brenes, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
- Gustavo Serrano A., Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- José Mallot, Member, Colegio de Contadores, Economicistas y Administradores del Uruguay, Uruguay
- Mario Torres, Member, Instituto de Contadores Públicos Autorizados de la República Dominicana, República Dominicana
- Norelly Pinto, Member, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela

**TWG 48**
- Daniel Sarmiento Pavas, Director/Supervisor, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Gina Cecilia Flor Emén, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
- Guillermo Español, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
- Javier Bell Pantoja, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
- José Mallot, Member, Colegio de Contadores, Economicistas y Administradores del Uruguay, Uruguay
- Juan Mauricio Gras Gas, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
- María Amparo Pachón, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Rafael Castro Monge, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
- Rudah Luccas, Member, Conselho Federal de Contabilidade, Brasil
- Wilmar Franco, Coordinator, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia

**TWG 49**
- Daniel Andrade, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
- Daniel Sarmiento Pavas, Director/Supervisor, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
• Domingo Marchese, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
• Edgar Hernando Molina Barahona, Coordinator, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
• Enrique Valsangiacomo, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
• Luis Antonio Cortés Moreno, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
• Tania Regina Sordi Relvas, Member, Conselho Federal de Contabilidade, Brasil

TWG 50
• Ángela Ramírez, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
• Bolívar Gutiérrez, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
• Carmen Maritza Angulo Esterilla, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
• Eduardo Pocetti, Director/Supervisor, Instituto Dos Auditores Independientes Do Brasil, Brasil
• Javier Bell Pantoja, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
• Sergio Cravero, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
• Tania Regina Sordi Relvas, Coordinator, Conselho Federal de Contabilidade, Brasil
• William A. Biese Decker, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México

TWG 51
• Eduardo Flores, Member, Conselho Federal de Contabilidade, Brasil
• Felipe Pérez Cervantes, Director/Supervisor, Consejo Mexicano de Normas de Información Financiera, A.C., México
• Hernán Casinelli, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
• Juan Mauricio Gras Gas, Coordinator, Consejo Mexicano de Normas de Información Financiera, A.C., México
• Karina Rendón, Member, Superintendencia de Compañías Valores y Seguros, Ecuador

TWG 52
• Adriana Caetano, Member, Conselho Federal de Contabilidade, Brasil
• Ángel Salazar, Member, Consejo Normativo de Contabilidad – Ministerio de Economía y Finanzas, Perú
• Armando Pú Tzul, Member, Colegio de Contadores Públicos Auditores de Guatemala, Guatemala
• Daniel Sarmiento Pavas, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
• Eduardo Pocetti, Member, Conselho Federal de Contabilidade, Brasil
• Felipe Pérez Cervantes, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
• Javier Bell Pantoja, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
• Jorge Gil, Supervisor, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
• José Carlos Dextre Flores, Member, Consejo Normativo de Contabilidad – Ministerio de Economía y Finanzas, Perú
• Norelly Pinto, Member, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela
• William A. Biese Decker, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
• Winston Fernández, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay

TWG 53
• Álvaro Andrés González Zambrano, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
• Carlos Ruiz Hillpa, Member, Consejo Normativo de Contabilidad – Ministerio de Economía y Finanzas, Perú
• Daniel Sarmiento Pavas, Supervisor, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
• Edgar Hernando Molina Barahona, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
• Elsa Beatriz García Bojorges, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
• Enrique Valsangiacomo, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
• Hernán Casinelli, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
• Janette Méndez, Member, Colegios de Contadores Públicos de la República Bolivariana de Venezuela, Venezuela
• Luis Henry Moya Moreno, Coordinator, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
• Rudah Luccas, Member, Conselho Federal de Contabilidade, Brasil
• Ruth Zárate, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
TWG 54
- Andrea Patricia Garzón Orjuela, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Carlos Agüero Valerín, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
- Carlos Ruiz Hillpa, Member, Consejo Normativo de Contabilidad – Ministerio de Economía y Finanzas, Perú
- Domingo Marchese, Coordinator, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
- Elsa Beatriz García Bojorges, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
- Fabián Romeo, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
- Gina Flor Emén, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
- Jorge Gil, Supervisor, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
- Norelly Pinto, Member, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela
- Rudah Luccas, Member, Conselho Federal de Contabilidade, Brasil
- Winston Fernández, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay

TWG 55
- Alcira Calvo, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
- Carlos Ruiz Hillpa, Member, Consejo Normativo de Contabilidad – Ministerio de Economía y Finanzas, Perú
- Edgar Hernando Molina Barahona, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Fabian Romeo, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
- Felipe Pérez Cervantes, Supervisor, Consejo Mexicano de Normas de Información Financiera, A.C., México
- José Nicaro Hernández Meriño, Member, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela
- Juan Mauricio Gras Gas, Coordinator, Consejo Mexicano de Normas de Información Financiera, A.C., México
- Luis Henry Moya Moreno, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Rafael Castro Monge, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
- Rudah Giasson Luccas, Member, Conselho Federal de Contabilidade, Brasil
- Winston Fernández, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay

TWG 56
- Andrea Patricia Garzón Orjuela, Coordinator, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Carmen Maritza Angulo Esterilla, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
- Daniel Sarmiento Pavas, Supervisor, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Fabián Romeo, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
- Gabriel Gaitan León, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Heraclio Lanza, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
- José Carlos Dextre Flores, Member, Consejo Normativo de Contabilidad – Ministerio de Economía y Finanzas, Perú
- Luis Antonio Cortés Moreno, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
- Rafael Castro Monge, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
- Rudah Giasson Luccas, Member, Conselho Federal de Contabilidade, Brasil
- Winston Fernández, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
- Yadira Huerta, Member, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela

TWG 57
- Adriana Caetano, Coordinator, Conselho Federal de Contabilidade, Brasil
- Ana Gabrielli, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
- Blanca Inés Aguirre Torres, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
- Daniel Sarmiento Pavas, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
- Eduardo Pocetti, Supervisor, Conselho Federal de Contabilidade, Brasil
- Gina Elizabeth Hidalgo Flores, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
Jessica Arévalo, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
José Luis Romero, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
Juan Mauricio Gras Gas, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
Lic. Jorge Chinchilla, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
María José Fernández, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
Norelly Pinto, Member, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela
Winston Fernández, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay

TWG 58
Eduardo da Silva Flores, Member, Conselho Federal de Contabilidade, Brasil
Gabriel Etchelet, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
Hernán Casinelli, Coordinator, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
Javier Bell Pantoja, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
Jorge Gil, Supervisor, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
Julio García Vivás, Member, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela
Luis Antonio Cortés Moreno, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
María Amparo Pachón, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
Wilmar Franco, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia

TWG 59
Adriana Caetano, Member, Conselho Federal de Contabilidade, Brasil
Alcira Calvo, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
Ana Gabrielli, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
Edgar Hernando Molina Barahona, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
Javier Bell Pantoja, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
Luis Antonio Cortés Moreno, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
Luis Henry Moya Moreno, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
Margoth Yolanda Palomeque Gómez, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
Norelly Pinto, Supervisor, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela

TWG 60
Adriana Caetano, Coordinator, Conselho Federal de Contabilidade, Brasil
Ana María Petti, Member, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
Andrea Patricia Garzón Orjuela, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
Eduardo Pocetti, Supervisor, Conselho Federal de Contabilidade, Brasil
Gabriel Gaitan León, Member, Consejo Técnico de la Contaduría Pública - Ministerio de Comercio, Industria y Turismo, Colombia
Javier Bell Pantoja, Member, Colegio de Contadores Públicos de Costa Rica, Costa Rica
José Hernández, Member, Federación de Colegios de Contadores Públicos de Venezuela, Venezuela
Mariuxi Miguez Gómez, Member, Superintendencia de Compañías Valores y Seguros, Ecuador
Victoria Buzetta, Member, Colegio de Contadores, Economistas y Administradores del Uruguay, Uruguay
William A. Biese Decker, Member, Consejo Mexicano de Normas de Información Financiera, A.C., México
PROACTIVITY OF GLASS IN THE PERIOD FROM 2015 TO 2017

During the period covered by the report, GLASS has proactively participated in the dissemination of new standards issued by the IASB in very important and relevant areas, including:

- IFRS 9, *Financial Instruments*
- IFRS 15, *Revenues from Contracts with Customers*
- IFRS 16, *Leases*
- IFRS 17, *Insurance Contracts*
- *IFRS for SMEs*

In each face-to-face GLASS Board meeting, the organization of the host country invites one or several Members of the Board to participate in informative and technical forums to disseminate new standards issued by the IASB. These forums include meetings of public accounting professionals in each country, local universities and other business, professional, governmental and regulatory groups interested in the development of financial information.

It should be mentioned that IFRS 9 and IFRS 15 may have a significant impact in many companies of the region beginning in 2018.

Additionally, IFRS 16 on leases, which goes into effect in 2019, is expected to have a huge impact on the statements of financial position of practically all companies of the region.

With respect to IFRS 17 recently issued by the IASB, a huge communication effort will be required to facilitate its understanding due to the specialization of the topic. This standard will go into effect beginning in 2021.

On the other hand, the modifications of the *IFRS for SMEs* will impact many businesses of Latin America that apply this standard.

GLASS believes that it is extremely important to proactively participate in the timely dissemination and explanation of new standards.

GLASS attempts to help companies be prepared for the implementation of new standards when they go into effect; the objective is to motivate companies to begin their implementation activities as soon as possible.

It is crucial that companies consider their transition options as soon as possible, as there are potentially significant cost savings depending on the options selected.

Companies must leave sufficient time to for the practical steps involved in the implementation of the new standards. Some steps require a lot of time at the beginning of the implementation process. Additionally, ensuring early that the disclosures are complete and robust will avoid unnecessary complications on transition.

We monitor new standards currently under development by the IASB. Particularly important among those is the issuance of a new Conceptual Framework and the Disclosure Initiative.
Among its activities, GLASS is alert to identify topics of special interest for Latin America for which it would be beneficial to carry out investigation projects and communicate the results to the IASB for the possible development of new International Financial Reporting Standards or at least the modification of existing standards. The two investigation projects currently in process are as follows:

**RECOGNITION OF THE EFFECTS OF HIGH INFLATION**

GLASS believes that the effects of high inflation should be recognized and not wait until there is hyperinflation as established by International Accounting Standard 29 (IAS 29) of the IASB. We believe that financial statements lose relevance way before cumulative inflation reaches 100% or more.

This issue is relevant because not only in Latin America, but in other countries, there is high inflation, without hyperinflation, where based on the requirements established in IAS 29 the effects of inflation are not recognized.

Work on this project will continue with the goal of convincing the IASB to study and consider amending IAS 29.

**NON-PROFIT ENTITIES (NPE)**

It is recognized that the IASB does not issue standards for non-profit entities.

In this regard, in Latin America and other countries there is concern about the lack of international standards for these types of entities as it is not considered desirable to have different accounting criteria in each country.

This topic is relevant since worldwide there are many non-profit entities, and GLASS believes it would be beneficial to have applicable international standards.
Amaro Gomes, IASB Board Member, has been a permanent invitee to GLASS Board meetings to share IASB activities with the regional group, in addition to being the primary IASB contact and support of member countries for the process of implementation of IFRS.

The interaction with the IASB has taken place through:

- Opinions on new IFRS projects
- Informing the IASB of accounting practices in Latin America
- Proposing changes to IFRS
- Disseminating final IFRS standards
- Reviewing results of the implementation of IFRS
- Responding to specific questions of the IASB
- Promoting and coordinating IASB visits to Latin America

GLASS participates in the following IASB groups:

- World Standard Setters (WSS)
- International Forum of Accounting Standards Setters (IFASS)
- Emerging Economies Group (EEG)
- Accounting Standards Advisory Forum (ASAF)
PARTICIPATION IN THE ACCOUNTING STANDARDS ADVISORY FORUM (ASAF)

In 2013 the Accounting Standards Advisory Forum (ASAF) was created with the objective of providing an advisory group whose Members could constructively contribute to help the IASB achieve its objective of developing globally accepted high quality accounting standards.

GLASS was elected as one of the three ASAF representatives from America, and its representative is Alexsandro Broedel Lopes of Brazil.

On June 24, 2015, the IFRS Foundation Trustees announced the Members of ASAF for the next three years, and GLASS was once again designated as one of its Members.

INTERNATIONAL SOCIETY

In the city of Cartagena de Indias, Colombia, on August 1, 2013, the creation of the International Society of GLASS was approved, based in Montevideo, Uruguay, for the purpose of handling the administrative and financial management of GLASS. In October 2013 the Bylaws were signed and the Members that were incorporated at that time were the standard setting bodies of Argentina, Mexico, Guatemala, Uruguay and Venezuela.

On July 31, 2014, the Assembly of the International Society was carried out in Buenos Aires, where the standard setting bodies of Brazil, Colombia, Ecuador, Peru and Paraguay were incorporated as Founding Members, and the standard setting bodies of Costa Rica and Honduras were incorporated as Associate Members.

For legal and tax purposes the International Society is registered in Uruguay.

CHALLENGES OF GLASS

- To harmonize accounting information through alliances among countries.
- To communicate the content of standards through coordination with professional organizations and universities and participation in technical events.
- To improve the functioning of the TWGs.
- To achieve the inclusion of all countries of Latin America in GLASS.
- To continue the promotion of technical events in different countries with visits to support the convergence process.
- To continue the publication of International Accounting News.
- To promote a culture of participation in Latin America.
- To promote interaction with other interest groups.
- To identify the specific realities of Latin America.
- To generate a base of IFRS experts.
• To sponsor investigation to support GLASS and the IASB.
• To generate sources of funding to ensure the sustainability of GLASS.
• To be alert to new IFRS developments:
  o Disclosure Initiative
  o Conceptual Framework
  o Improved communication
• To timely identify new financial information user needs.

There are organizations that believe it is necessary to provide more information and bases to be more aware of the creation of the long-term value of entities, along with the environmental and ecological situations that impact them, such as:
  o International Integrated Reporting Council (IIRC)
  o Task Force on Climate-related Financial Disclosures (TFCD)
  o Climate Disclosure Standards Board (CDSB)
  o Management Commentary Practice Statement (MCPS)
  o Wider Corporate Reporting

ACKNOWLEDGMENTS

SECRETARIAT

• Secretary of GLASS - William Allan Biese Decker, Consejo Mexicano de Normas de Información Financiera, A.C. (CINIF), Mexico
• Claudia Hurtado Lemus, Consejo Mexicano de Normas de Información Financiera, A.C. (CINIF), Mexico

OTHER ACKNOWLEDGMENTS

• All members of the TWGs whose commitment has made possible the high technical quality of responses to the IASB.
• Celia Schwindt, Conselho Federal de Contabilidade, Brazil
• Dario Dassis, Federación Argentina de Consejos Profesionales de Ciencias Económicas, Argentina
• We also thank the various organizations, universities, colleges and institutions that have kindly supported Board Meetings and Assemblies during the period from 2015 to 2017.