




# 19<sup>th</sup> XBRL International Conference

**“Reducing regulatory burden with XBRL: a catalyst for better reporting”  
June 22-25, 2009  
Paris, France**

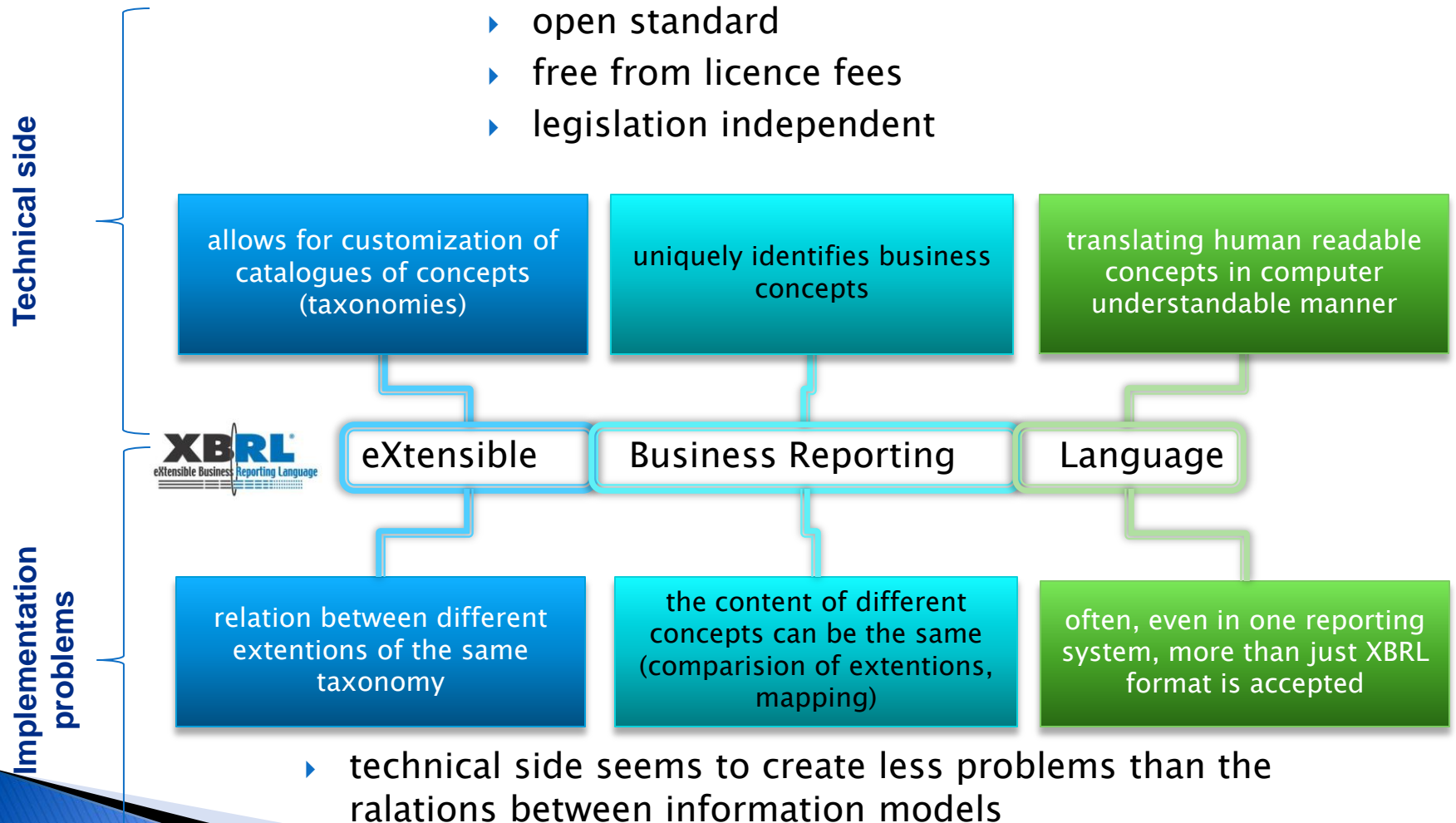
Organizational and Legislative Implications—  
Reducing the Reporting Burden with XBRL—  
Experiences of Poland

Michal Skopowski, June 25, 2009

# Agenda

- ▶ Initial remarks
  - ▶ International vs. National XBRL projects
    - Current situation in coordination field
    - Perspectives for the future
  - ▶ How XBRL spreads out in Poland?
    - Main organizational and legislative obstacles
  - ▶ Conclusions
- 

# Initial remarks 1.



# Initial remarks 2. Case of Poland

- ▶ Reporting systems vs. Reporting standards vs. Reporting formats
- ▶ Burden:
  - The number of reporting systems in Poland (Monitor Polski B, SIS, ESP, etc.) is almost as big as a number of reporting standards („IFRS”, National GAAP, COREP PL, FINREP PL, etc.)
  - Most often there is a possibility to report information in more than one format (xbrl, xls, doc, pdf, paper, html, etc.)
  - Filers report to many public (NBP, PFSA, CO KPRM, etc.) and other authorities (WSE, etc.)

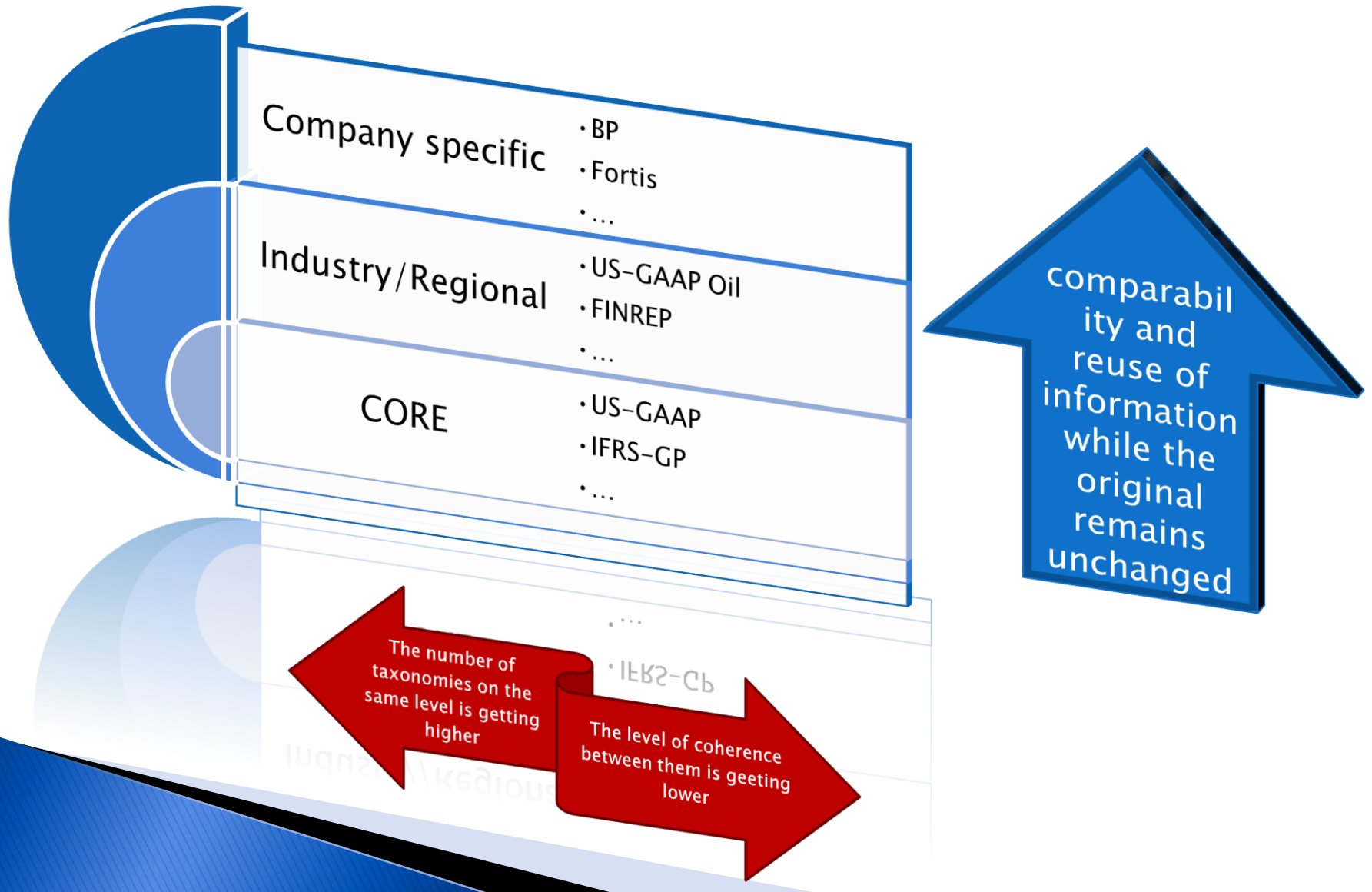
# The basic reporting systems in Poland (not all...)

		Capital market		Banking	Insurance	Companies	Other
		Regulated	OTC				
Reporting systems		1. <b>ESPI</b> Electronic System of Information Transferring 2. <b>OAM</b> Official Appointed Mechanism 3. <b>CO KPRM</b> Monitor Polski B	1. <b>ESPI</b> Electronic System of Information Transferring 4. <b>EBI</b> Electronic Data Base	5. <b>COREP</b> Common Reporting 6. <b>FINREP</b> Financial Reporting 3. <b>CO KPRM</b> Monitor Polski B	7. <b>ESP</b> Electronic Mailbox 3. <b>CO KPRM</b> Monitor Polski B	3. <b>CO KPRM</b> Monitor Polski B	...
	Reporting Formats	1. HTML + PDF 2. HTML + PDF 3. Paper	1. HTML + PDF 4. HTML + PDF	5. <b>XBRL</b> 6. <b>XBRL</b> 3. Paper	7. Paper + PDF 3. Paper	3. Paper	...
	plan	1. HTML + PDF 2. HTML + PDF 3. <b>XBRL</b>	1. HTML + PDF 4. <b>XBRL</b>	5. <b>XBRL</b> 6. <b>XBRL</b> 3. <b>XBRL</b>	7. Paper + PDF 3. <b>XBRL</b>	3. <b>XBRL</b>	...

# Initial remarks 3. The light in the tunnel – XBRL starts to spread out...

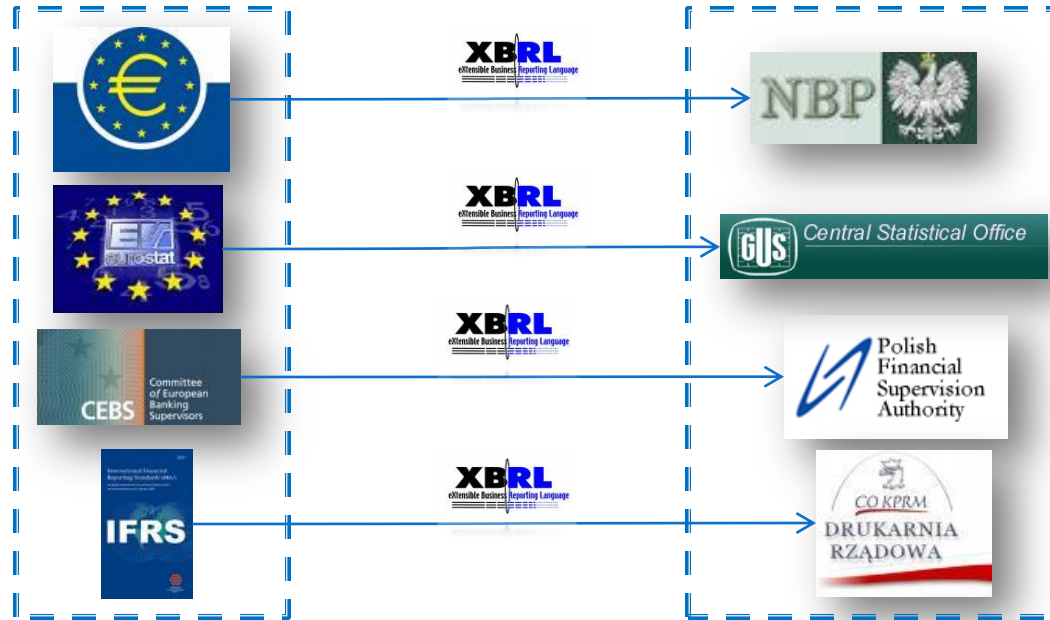
- ▶ But:
  - The number of reporting systems is not getting lower (organisational problems with introducing SBR...)
  - Even if XBRL is introduced, sometimes it is not in line with XBRL specifications
  - There is not enough collaboration, even between public authorities, in preparing extensions of the same taxonomy

# International vs. National XBRL projects. Taxonomy extensions



# International vs. National XBRL projects. Two approaches

**Current problem: high number of little coordinated XBRL projects**



Current situation

Perspective for the future





# How XBRL spreads out in Poland?

**PROBLEM I. Although COREP CEBS taxonomy was prepared for the credit institutions and investment firms, COREP PL was an extension created by NBP only for credit institutions**

**COMISJA NADZORU BANKOWEGO**  
The Banking Supervision Commission (BCS)

**COREP and FINREP XBRL projects (2005)**

**COMISJA NADZORU BANKOWEGO**  
The Banking Supervision Commission (BCS)

The National Bank of Poland (NBP)

**PROBLEM II. There was no work over the COREP CEBS taxonomy for the investment firms needs. The collaboration between supervisors was not sufficient.**

**KPWiG**  
The Securities and Exchange Commission (KPWiG)

**www.knuife.gov.pl**  
The Insurance and Pension Funds Supervision Commission (KNUiFE)

**Polish Financial Supervision Authority (PFSA)**

**PROBLEM III. Due to the Polish Banking Act credit institutions report COREP and FINREP to NBP but PFSA uses the information**

**PROBLEM IV. For Investment Firms there will be prepared a taxonomy, which will also be an extension of COREP CEBS but other then COREP PL**

**Using know how from COREP project (based on Basel II) PFSA will be able to introduce taxonomy based on Solvency II (similar to Basel II)**

All sectors, especially quoted on WSE are interested to reuse the XBRL standard, which is already required by PFSA Monitor Polski B also introduced possibility to report information in XBRL, not only for PFSA supervised corporations  
**PROBLEM V. Reporting standards burden remains...**



September 19th 2006

January 1st 2008

Time

# Conclusions for the future

- ▶ The more taxonomies is developed on the international/national level the more the coordination/investigation is needed
  - Merger of US GAAP taxonomy and IFRS taxonomy
  - Mapping between existing taxonomies
- ▶ Especially when public authority has an advantage to introduce taxonomy/taxonomies first, the high level of coordination is needed
  - For example in Poland taxonomies developed by NBP, KRS, Monitor Polski B need to be investigated
- ▶ The need to create taxonomies coordination bodies:
  - On national level (SBR – Standard Business Reporting; Committees made of representatives of public authorities)
  - On international level (i. e. participating of IASB representatives in Finrep Group)

# As an example the Singapore case of coordinaton body

**Banking supervision (since 1971)**  
**Insurance supervision (since 1977)**  
**Securities supervision (since 1984)**



**Building an enduring marketplace**

**Audit Committee  
Guidance Committee**

Develop the practical guidance to assist audit committees of SGXlisted companies in better appreciating their responsibilities and enhancing their effectiveness



**Compliance with disclosure requirements**  
**regulation of public accountants**



# Thank You

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