

THE COMPANIES COMMISSION OF MALAYSIA'S XBRL TAXONOMY FOR FINANCIAL REPORTING

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Overview of SSM's XBRL Project

- The XBRL Initiative is one of the projects under the Companies Commission of Malaysia's (SSM) Strategic Direction Plan II (SDP II), a 5 year plan that commenced in 2010 and to be completed in 2014.
- SSM proposed to introduce the **financial reporting in XBRL format** for the purpose of compliance with the requirements contained under the Companies Act 1965 and the New Companies Bill.
- SSM also promotes the adoption of XBRL as a **nationwide format** to be used by key agencies such as Inland Revenue Board, Securities Commission and Bursa Malaysia and building of extension taxonomies by such agencies.

Why SSM adopts XBRL for financial reporting?

As a corporate Registry, substantial and prevailing benefits that would be gained by SSM and filers/companies through implementation of XBRL:

- **Reduce time and cost of gathering financial or non-financial information**, since XBRL would lead to savings on data entry efforts as well as conversion of data formatting as it will be carried out with less human intervention.
- Implementation of XBRL would facilitate SSM and Malaysia as a whole in **exchanging or sharing company's information amongst regulators**.
- The information is capable to be translated into **various languages**.

Why SSM adopts XBRL for financial reporting?

- **Enhance data integrity**, with assured reliability since the process of data gathering would include validity checks, mathematical automated calculations and elimination of transcriptional errors;
- XBRL would be able **to facilitate the analysis of financial reports** for decision making (stakeholders) or aid investigative efforts & assist SSM's enforcement in detecting fraud and other compliance matters;
- Would **enhance corporate compliance processes** as company accounts will have to be presented according to the **accounting standards** that are embedded into the XBRL system; and
- The move to XBRL will provide **SSM and other regulators with detailed data** which can be aggregated and be made available to stakeholders in the form of industry analysis or industrial benchmarking.

Implementation Plan:

1st

- Listed Companies with
- It's subsidiaries; and
- Non Listed Public companies

2nd

- Private Limited companies

- SSM considers the phased approach in implementing the XBRL format of reporting for financial statements to all companies.
- The 1st phase is proposed to be implemented in 2014 and mandatory reporting to be determined by the Registrar.

SSM's IMPLEMENTATION PLAN FOR TAXONOMY

Development (due process)

1. Define scope

IFRS taxonomies

Local GAAP (PERS)

Companies Act 2013

(non-financial reporting requirements)

2. Build, review & test taxonomies

Element / Architecture guide

Adjustment from SSM

Prepare for Exposure Draft (ED)

3. Exposure draft 1

ED 1

ED 1 to the invited Consultees

Review ED1

- compile comments & suggestions for review & consideration

- Adjustment (if necessary)

4. Exposure draft 2

ED 2

ED 2 to public

Review ED 2

- compile comments & suggestions for review & consideration

- Adjustment (if necessary)

5. Final release

Final taxonomy

Release to Steering Committee

Release to public

(in thousands of RM)

	2012 Group	2011 Group	2012 Company	2011 Company
Statement of financial position [abstract]				
Statement of financial position [line items]				
Assets [abstract]				
Non-current assets [abstract]				
Property, plant and equipment	75,606	63,459	75,606	63,459
Investment in subsidiaries, joint ventures and associates	130,991	127,866	2,000	2,000
Deferred tax assets	11,757	14,757	11,757	14,757
Total non-current assets	218,354	206,082	89,363	80,216
Current assets [abstract]				
Cash and cash equivalents	470,402	500,938	470,402	500,938
Current inventories	18,293	18,789	18,293	18,789
Trade and other current receivables	52,757	53,435	52,757	53,435
Current tax assets, current	2,445		2,445	
Other assets	662	1,184	662	1,184
Total current assets	544,559	574,346	544,559	574,346
Total assets	762,913	780,428	633,922	654,562

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Scope of SSM Taxonomy (SSMT)

Financial Reporting

- **Malaysian Financial Reporting Standards (MFRS)**
- **Private Entity Reporting Standards (PERS)**
 - Balance Sheet / Statement of Financial Position;
 - Income Statement;
 - Statement of Changes in Equity;
 - Cash Flow Statement; and
 - Notes to the financial statements.

Non Financial Reporting - as required under the Companies Act 1965 / New Bill:

- Directors' Report
- Statement by Directors;
- Directors' Business Review (New bill); and
- Auditors Report to the Members

Type of companies and industries will be included/ excluded in the first phase of SSM's XBRL submission

- **Include**
 - Public Companies – Listed and Non Listed
 - Private Companies
- **Exclude**
 - Industries that have been excluded in the adoption of the IFRS by MASB e.g. agricultural industry
 - Banking, financial and insurance industry (Bank Negara taxonomy)
 - Companies which are limited by guarantee and
 - Foreign Companies.

Guiding principles and architecture of SSMT

- *Base Taxonomy*

The SSM XBRL Taxonomy 2012 (SSMT) is using the 2012 version of the IFRS Taxonomy (IFRS Taxonomy 2012) as issued by the IFRS Foundation as its base taxonomy.

- *IFRS Elements*

The 3,771 IFRS elements were adopted into the SSM core elements. SSM plans to re-use the concepts and related resources from the base IFRS taxonomy.

- *Malaysian jurisdictional reporting requirements*

SSMT also includes local reporting concepts, necessary to support Malaysian jurisdictional requirements as well as additional information not covered by the IFRS Taxonomy 2012 and necessary to support the reporting.

- *Extensions*

SSM data requirements for regulatory, compliance, data collection and statistical purposes were identified and selected. Elements not listed in IFRS are created as an extensions for SSMT. Extensions are created following the guidelines defined in the IFRS Taxonomy Guide.

Summary of elements in SSMT

Statement	IFRS Elements	SSMT Elements	Total elements
Malaysian Financial Reporting Standard (MFRS)	498	102	600
Private Entity Reporting Standard (PERS)	410	89	499
Requirements under the Companies Act 1965 and the New Bill	21	92	113
IN TOTAL			
Companies reporting under MFRS framework			713
Companies reporting under PERS framework			612

SSM's Consultative Document On XBRL Taxonomy Elements For Financial Reporting

Released 28 December 2012

SSM's Consultative Document On XBRL Taxonomy Elements For Financial Reporting

- SSM's exposure draft entitled "*A Consultative Document on XBRL taxonomy Elements for Financial Reporting*" was issued on 28 December 2012.
- SSM invited comments and feedback from selected regulatory and supervisory authorities, accounting professional bodies and government agencies on the Consultative Document.

The Consultative Document

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2. Explanatory Notes on Instance Document



A Consultative Document On XBRL Taxonomy Elements For Financial Reporting

Issued by:

The Companies Commission of Malaysia
December 2012

Feedback procedures - Next Steps

- Timeline for Consultation:

Date	Agenda
28 December 2012	Release of Consultative Documentation to regulators, government agencies and accounting professional bodies.
09 January 2013	Briefing to XBRL Steering Committee members
20 March 2013	Feedback submission deadline

- The SSM XBRL Taxonomy 2012 will be released for **PUBLIC CONSULTATION** during the SSM National Conference scheduled to be held on 20 -21 May 2013.

THE FEEDBACK AND RESPONSE REQUIRED FROM CONSULTEES:

Consultees were invited to give views and comments based on the following Appendices:

EXPLANATORY NOTES ON FEEDBACK TEMPLATES

Used as a basis to develop the SSMT following the defined guiding principles. A column for comments and suggestions were included on each element for any feedback.

- i. Appendix 1: MFRS Feedback Templates*
- ii. Appendix 3: PERS Feedback Templates*

These documents represent the taxonomy elements in a non-technical manner and being used as a basis to develop the SSMT following the defined guiding principles. A column for comments and suggestions were included on:

TERMINOLOGY USED

- Whether the terminologies are easily understood and commonly used by preparers; and

ADEQUACY OF LINE ITEMS IN THE NOTES TO THE ACCOUNT

- whether the line items in the notes to the accounts are sufficient to capture all disclosures

Appendices (relationship and differences)

EXPLANATORY NOTES ON INSTANCE DOCUMENTS

Instance Documents are a representative of how the presentation of the financial statements may appear when it is generated from the XBRL enabled software. These Instance Documents are introduced as the following appendices:

- i. *Appendix 2: MFRS Instance Document with Nil value*
- ii. *Appendix 4: PERS Instance Document with Nil value*

Breakdown of elements in SSMT - MFRS

No	Statement	IFRS Elements	SSMT Elements	Total elements
1	Statement of comprehensive income, by function of expense	45	4	49
2	Statement of comprehensive income, by nature of expense	45	4	49
3	Statement of financial position	53	2	55
4	Statement of changes in equity	23	0	23
5	Statement of cash flows - Indirect	64	4	68
6	Statement of cash flows - Direct	53	2	55
7	Notes - Corporate information	1	0	1
8	Notes - Summary of significant accounting policies	1	0	1
9	Notes - Critical accounting estimates and judgments	1	0	1
10	Notes - Revenue	15	3	18
11	Notes - Finance Income	10	4	14
12	Notes - Other income	16	8	24
13	Notes - Finance costs	0	1	1
14	Notes - Profit before tax	11	4	15
15	Notes - Employee Benefits Expense	12	3	15
16	Notes - Key management personnel compensation	1	0	1
17	Notes - Income tax expense	1	0	1
18	Notes - Earnings / loss per share	1	0	1
19	Notes - Property, plant and equipment	1	0	1
20	Notes - Investment property	1	0	1

Breakdown of elements in SSMT - MFRS

No	Statement	IFRS Elements	SSMT Elements	Total elements
21	Notes - Intangible assets	1	0	1
22	Notes - Investments in subsidiaries, associates and joint ventures	0	1	1
23	Notes - Deferred tax	1	0	1
24	Notes - Trade and other receivables	9	3	12
25	Notes - Inventories	12	2	14
26	Notes - Cash and cash equivalents	10	2	12
27	Notes - Provisions	9	2	11
28	Notes - Borrowings	15	2	17
29	Notes - Trade and other payables	9	2	11
30	Notes - Share capital	10	12	22
31	Notes - Other reserves	13	8	21
32	Notes - Retained earnings	4	8	12
33	Notes - Post employment benefit	0	1	1
34	Notes - Related party transactions	25	10	35
35	Notes - Commitments	1	0	1
36	Notes - Contingencies	13	0	13
37	Notes - Financial instruments	1	0	1
38	Notes - Other comprehensive income	1	0	1
39	Notes - Other assets	1	0	1
40	Notes - Other liabilities	1	0	1

Breakdown of elements in SSMT - MFRS

No	Statement	IFRS Elements	SSMT Elements	Total elements
41	Notes - Other transactions with owners	0	1	1
42	Notes - Other changes in equity	0	1	1
43	Notes - Other adjustments for non cash items	0	1	1
44	Notes - Other changes in working capital	0	1	1
45	Notes - Other operating activities	0	1	1
46	Notes - Other investing activities	0	1	1
47	Notes - Other financing activities	0	1	1
48	Notes - Other cash receipts from operating activities	0	1	1
49	Notes - Other cash payments from operating activities	0	1	1
50	Notes - Other notes	0	1	1
51	Axis - Retrospective application and retrospective restatement	7	0	7
	Total	498	102	600

Breakdown of elements in SSMT - PERS

No	Statement	IFRS Elements	SSMT Elements	Total elements
1	Income statement, by function of expense	18	3	21
2	Income statement, by nature of expense	18	3	21
3	Balance sheet	48	2	50
4	Statement of changes in equity	19	0	19
5	Statement of cash flows - Indirect	64	4	68
6	Statement of cash flows - Direct	53	2	55
7	Notes - Corporate information	1	0	1
8	Notes - Summary of significant accounting policies	1	0	1
9	Notes - Critical accounting estimates and judgements	1	0	1
10	Notes - Revenue	15	3	18
11	Notes - Finance Income	8	5	13
12	Notes - Other income	14	8	22
13	Notes - Finance costs	0	1	1
14	Notes - Profit before tax	11	4	15
15	Notes - Employee Benefits Expense	11	3	14
16	Notes - Key management personnel compensation	1	0	1
17	Notes - Income tax expense	1	0	1
18	Notes - Property, plant and equipment	1	0	1
19	Notes - Investment property	1	0	1
20	Notes - Intangible assets	1	0	1

Breakdown of elements in SSMT - PERS

No	Statement	IFRS Elements	SSMT Elements	Total elements
21	Notes - Investments in subsidiaries, associates and joint ventures	0	1	1
22	Notes - Deferred tax	1	0	1
23	Notes - Trade and other receivables	9	3	12
24	Notes - Inventories	12	2	14
25	Notes - Cash and cash equivalents	10	2	12
26	Notes - Borrowings	15	2	17
27	Notes - Trade and other payables	9	2	11
28	Notes - Share capital	10	12	22
29	Notes - Other reserves	9	8	17
30	Notes - Related party transactions	25	10	35
31	Notes - Commitments	1	0	1
32	Notes - Contingencies	13	0	13
33	Notes - Other assets	1	0	1
34	Notes - Other liabilities	1	0	1
35	Notes - Other changes in equity	0	1	1
36	Notes - Other adjustments for non cash items	0	1	1
37	Notes - Other changes in working capital	0	1	1
38	Notes - Other operating activities	0	1	1
39	Notes - Other investing activities	0	1	1
40	Notes - Other financing activities	0	1	1

Breakdown of elements in SSMT - PERS

No	Statement	IFRS Elements	SSMT Elements	Total elements
41	Notes - Other cash receipts from operating activities	0	1	1
42	Notes - Other cash payments from operating activities	0	1	1
43	Notes - Other notes	0	1	1
44	Axis - Retrospective application and retrospective restatement	7	0	7
	Total	410	89	499

Breakdown of elements in SSMT- Based on the requirements under the Companies Act 1965 and the New Bill

No	Statement	IFRS Elements	SSMT Elements	Total elements
1	Filing Information	20	48	68
2	Directors' Report	0	10	10
3	Statement by Directors	0	6	6
4	Directors' Business Review	1	3	4
5	Auditor's Statement	0	25	25
	Total	21	92	113



THANK YOU

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