

**CICA handbook – accounting  
highlight summary no. 54  
June 2009**

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**HIGHLIGHT SUMMARY**

(Note: New Handbook material or changes in existing material are identified in each HANDBOOK REVISIONS RELEASE.)

**Accounting changes, Section 1506**

This Section has been amended to exclude from its scope changes in accounting policies upon the complete replacement of an entity's primary basis of accounting. The amendment applies to interim and annual financial statements relating to fiscal years beginning on or after July 1, 2009.

**Financial instruments — recognition and measurement, Section 3855**

This Section has been amended to clarify the application of the effective interest method after a debt instrument has been impaired.

This Section has also been amended to clarify when an embedded prepayment option is separated from its host debt instrument for accounting purposes. This amendment applies to interim and annual financial statements relating to fiscal years beginning on or after January 1, 2011. Earlier adoption is permitted.

**Financial instruments — disclosure and presentation, Section 3861**

This Section has been amended to clarify application of the Section by non-publicly accountable enterprises.

**Financial instruments — disclosures, Section 3862**

This Section has been amended to include additional disclosure requirements about fair value measurements of financial instruments and to enhance liquidity risk disclosure requirements for publicly accountable enterprises and other entities that choose to apply this Section. The amendments apply to annual financial statements relating to fiscal years ending after September 30, 2009. Earlier adoption is permitted.

**EIC Abstracts**

New

- Credit risk and the fair value of financial assets and financial liabilities (EIC-173)
- Mining exploration costs (EIC-174)

Withdrawn

- Accounting by mining enterprises for exploration costs (EIC-126)

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