



14 May 2010

Our ref: ICAEW Rep 44/10

Deepa Raval  
Financial Reporting Council  
5<sup>th</sup> Floor, Aldwich House  
71-91 Aldwich  
London  
WC2B 4HN

By email: [uitf@frc-asb.org.uk](mailto:uitf@frc-asb.org.uk)

Dear Deepa

**Draft UITF Abstract 47 Extinguishing Financial Liabilities with Equity Instruments**

The ICAEW welcomes the opportunity to comment on the draft *UITF Abstract 47 Extinguishing Financial Liabilities with Equity Instruments* published by the Urgent Issues Task Force in April 2010.

The ICAEW operates under a Royal Charter, working in the public interest. Its regulation of its members, in particular its responsibilities in respect of auditors, is overseen by the Financial Reporting Council. As a world leading professional accountancy body, we provide leadership and practical support to over 134,000 members in more than 160 countries, working with governments, regulators and industry in order to ensure the highest standards are maintained. We are a founding member of the Global Accounting Alliance with over 775,000 members worldwide.

We agree that convergence should be maintained between UK and International Financial Reporting Standards and consequently we support publication of Draft UITF Abstract 47.

We agree with the scope restriction in paragraph 3A. The Abstract should be restricted to those entities applying FRS 26, as adoption by those still applying FRS 4 would not be appropriate.

Please contact me should you wish to discuss any of the points raised in this response.

Yours sincerely

John Boulton ACA  
Technical Manager, Financial Reporting  
T +44 (0) 20 7920 8642  
E [john.boulton@icaew.com](mailto:john.boulton@icaew.com)

