

**Ministry of Finance of Ukraine****National Bank of Ukraine****MEMORANDUM****on interaction, cooperation and coordination of actions on the introduction of International Financial Reporting Standards in Ukraine**

The Ministry of Finance of Ukraine and the National Bank of Ukraine realizing the necessity to apply International Financial Reporting Standards (IFRS) in Ukraine as an important measure on enhancement of investment attraction of the national economy and deepening of European integration, further reforming of accounting and also providing of fulfillment of the tasks of the Program of Economic Reforms for 2010 – 2014 “Prosperous Society, Competitive Economy, Efficient State”, the Laws of Ukraine “On the National Bank of Ukraine” and “On Banks and Banking”, measures of the Strategy of Application of International Financial Reporting Standards in Ukraine have agreed on the following:

1. Coordinate the activity in the area of the introduction of International Financial Reporting Standards in Ukraine for ensuring their application by certain categories of business entities specified by the legislation, starting from 2012, having entrusted the functions of the key coordinator with the Ministry of Finance of Ukraine.

2. Exert every effort for successful implementation of measures on the introduction of International Financial Reporting Standards in Ukraine that are an attachment to this Memorandum.

3. Suggest that government bodies, public organizations, other interested persons that share the agreements enshrined by it and are ready to join the implementation of measures on the introduction of International Financial Reporting Standards in Ukraine accede to this Memorandum.

F. Yaroshenko

S. Arbuzov

Minister of Finance of Ukraine

Governor of the National Bank of Ukraine

Annex

to Memorandum on interaction, cooperation and coordination of actions on the introduction of International Financial Reporting Standards in Ukraine

**MEASURES****on application of International Financial Reporting Standards in Ukraine in 2011**

	<b>Measures</b>	<b>Implementors</b>	<b>Deadline</b>
1.	Development of a concept of methodological regulation of accounting under the conditions of IFRS application	Minfin NBU Academy of Financial Management	Quarter II
2.	Making an official translation of amendments to International Financial Reporting Standards approved by the Board of International Financial Reporting Standards as of 01.01.2012		
2.1.	Formation of an editorial committee	Minfin NBU Union of Tax Consultants of Ukraine (UTCU) Ukrainian Association of Certified Accountants and Auditors (UACAA) Ukrainian Federation of Professional Accountants and Auditors (UFPAA) Federation of Auditors, Accountants and Financiers of agro-industrial complex of Ukraine (FAAF AICU)	Quarter II
2.2	Translation of IFRS	Minfin UFPAA Financial Sector Development Project (FINREP)	Quarter III
2.3	Reviewing of IFRS translation	Editorial committee Minfin	Quarter IV
2.4.	Publication of IFRS on the website of Minfin	Minfin	Quarter IV
3.	Development of an accounting regulatory framework for introducing IFRS		
3.1.	Improvement of the Chart of Accounts and the procedure of its application by businesses (other than banks) in accordance with IFRS	Minfin	Quarter IV
3.2.	Improvement of the Chart of Accounts Ukraine's Banks and the procedure of its application	NBU	Quarter IV

	<b>Measures</b>	<b>Implementors</b>	<b>Deadline</b>
3.3.	Amending accounting provisions (standards) as regards specification of the area of their application	Minfin	Quarter IV
3.4.	Organization of measures on application of financial reporting forms under IFRS	Minfin NBU	Quarter IV
3.5.	Amending the Procedure of filing financial reporting approved by resolution of the Cabinet of Ministers of Ukraine of 02.28.2000 No. 419 regarding specification in connection with IFRS application	Minfin	Quarter IV
4.	<b>Information support to IFRS application</b>		
4.1.	Holding of press conferences	Minfin NBU	in the course of year
4.2.	Preparation of thematic materials for professional mass media	Minfin NBU	in the course of year
4.3.	Preparation of articles on the prospects of IFRS introduction for leading domestic and foreign mass media	Minfin UTCU	in the course of year
4.4.	Holding of a roundtable on IFRS application in partnership with entrepreneurs	Minfin UTCU	Quarter II
4.5.	Presentation of signed Memorandum for the mass media	Minfin NBU	Quarter II
4.6.	Publication of topical materials on application of IFRS in specialized accounting publications	“Auditor of Ukraine” magazine Balance club company Debit credit magazine UFPAA (periodical “School of professional accountant”) FAAF AICU “Accounting and finance of agro-industrial complex”)	in the course of year
5.	<b>Formation of an information and analytical framework on IFRS application for free access of business entities to training materials, research papers, information on their practical application</b>		
5.1.	Preparation of a scientific and practice commentary to IFRS 1 “First application of IFRS”	Minfin Academy of Financial Management	Quarter IV
5.2.	Preparation of recommendations on IFRS application by businesses of the agricultural sector and a scientific and practical commentary to IFRS 1 “First application of IFRS” and IAS 41 “Agriculture”	FAAF AICU	Quarter IV
5.3.	Creation of Internet resource for posting an information and analytical framework	Minfin	Quarter III
5.4.	Filling of the information and analytical framework with materials on practical IFRS application	Minfin Council of independent accountants and auditors (CIAA) Union of Auditors of Ukraine (UAU) UTCU UACAA UFPAA FAAF AICU	Quarter IV
5.5.	Preparation of recommendations on formation of financial reporting by business entities that apply IFRS proceeding from specific features of the economic activities in the agrarian sector of the economy.	FAAF AICU	Quarter IV
6.	<b>Upgrading of accountants and providing of high level of accounting specialists of the businesses that will prepare financial reporting according to IFRS</b>		
6.1.	Holding of workshops for specialists of accounting services of the businesses that will apply IFRS	UAU UACAA UFPAA	in the course of year
6.2.	Analysis and improvement of the curricula of higher educational establishments with the purpose of training of specialists according to economic specialties who know IFRS, and making of appropriate proposals to the Ministry of Education and Science	Minfin UAU UFPAA	Quarter III
6.3.	Development of a concept of basic professional training, and upgrading of accountants and auditors	Ukrainian Bar Association (UBA) CIAA UAU UTCU UACAA UFPAA FAAF AICU	Quarter IV
6.4.	Professional training of accountants and providing of a high qualification level of accounting specialists of businesses and institutions of the agrarian sector	FAAF AICU	in the course of year
7.	<b>Holding of research and practice conferences and workshops on problem issues of IFRS introduction and application</b>		
7.1.	Holding of a research and practice conference on discussion of IFRS application in Ukraine	Minfin NBU Educational institutions UAU UFPAA	Quarter IV
7.2.	A conference for foreign investors (abroad) on presentation of new approaches in the area of accounting in Ukraine	Minfin	Quarter IV
7.3.	An international research and practice conference on the problems of IFRS application in the agrarian sector of the economy of Ukraine	FAAF AICU	Quarter IV

	<b>Measures</b>	<b>Implementors</b>	<b>Deadline</b>
7.4.	International conference: "Prospects of the development of accounting, audit and analysis in terms of European integration" (the city of Odesa)	UFPAA Minfin	Quarter II
7.5.	International conference	UFPAA UAU	Quarter IV
7.6.	Roundtable "Experience and ways of IFRS introduction in CIS countries"	UFPAA Minfin	Quarter IV
7.7.	International conference "IFRS in Ukraine: the requirement of the global world economy"	CIAA Minfin	Quarter II
7.8.	Roundtable "IFRS, ISA: state of the art, realities, prospects for Ukraine"	UFPAA Minfin NBU Educational institutions UAU	Quarter II
7.9.	Roundtable "Strategy of IFRS introduction in Ukraine" and observation of IFRS requirements by banks	UFPAA Minfin NBU	Quarter III
7.10.	Roundtable "International education standards for professional accountants" (IFAS)	UFPAA	Quarter IV
7.11.	5 <sup>th</sup> annual All-Ukrainian accounting congress	All-Ukrainian accounting club (AUAC)	Quarter III
7.12.	Roundtables on discussion of the issues of practical IFRS application	(AUAC) FAAF AICU	in the course of year
8.	Generalization of the experience of international standard application in the European Union and in the countries with economies in transition		
8.1.	Problems of IFRS application in terms of corporate income taxation	Minfin NBU Academy of Financial Management UTCU	Quarter IV
8.2.	Generalization of the experience of IFRS application in former USSR countries	UACAA	Quarter IV
8.3.	Generalization of the experience of IFRS application by the businesses of the agrarian sector of the economy of Ukraine (agroholdings) that made an IPO on foreign stock exchanges	FAAF AICU	Quarter IV
8.4.	Problem issues of IFRS application by banks	NBU UACAA UFPAA	Quarter IV
9.	Providing of cooperation with the of International Accounting Standards Board (IASB) regarding introduction of IFRS in Ukraine		
9.1.	Conduct of negotiations with IASB regarding introduction of a mechanism of prompt receipt and translation of approved amendments to IFRS for their publication	Minfin	Quarter II
9.2.	Conduct of negotiations with IASB regarding introduction of a mechanism of participation in discussion of draft amendments to IFRS	Minfin	Quarter II
9.3.	Application to IASB with a proposal on joint development of reporting forms in accordance with IFRS	Minfin	Quarter III
10.	Creation of an effective system of control over quality of financial reporting prepared under IFRS		
10.1.	Preparation of proposals as regards amending the legislation on regulation of auditing activities as to ensuring improvement of audit quality and increasing responsibility of auditors, introduction of integrated audit quality control and tightening of social supervision over this area and compulsory application of International Standards of Auditing	Minfin UBA UAU UACAA FAAF AICU UFPAA	Quarter II
10.2.	Popularization of the Code of Ethics for professional accountants developed by the International Federation of Accountants	UFPAA UAU Educational institutions	in the course of year