Main Focus Areas 2013

(Berlin, 11 October 2012)

1. Impairments of assets including goodwill
   - Consistency of cash flow projections for cash generating units with related operating budgets/forecasts, particularly with respect to the forecasting period
   - Reasonableness of forecasted cash flows during the detailed forecasting period, particularly if forecasts were not achieved in the past or if assumptions differ from market data
   - Reasonableness of growth rate and discount rate (determination of the peer group in calculating the cost of capital; derivation of the discount rate according to the timing of the underlying cash flows (IAS 36.56))
   - Sufficiently precise disclosure of valuation methods and underlying assumptions (IAS 36.134)

2. Accounting for defined benefit pension obligations
   - Reasonableness of actuarial assumptions (particularly discount rates) used to determine the obligation (IAS 19.75, IAS 19.78)
   - Determination of the expected return on plan assets (IAS 19.106) and valuation of plan assets (IAS 19.102)
   - Completeness of disclosures on pension obligations and plan assets in the notes to the consolidated financial statements
   - Disclosures on IFRS issued but not yet effective (IAS 8.30) with respect to pension obligations

3. Non-cash income and expenses
   - Additions to and reversals of restructuring provisions
   - Gains and losses on subsequent purchase price adjustments (IFRS 3.58)
   - Gains and losses related to business combinations achieved in stages (IFRS 3.42)
   - Gains on bargain purchases

4. Group management report
   - Presentation of significant factors impacting results of operations (GAS 15.50)
   - Complete and accurate presentation of significant risks in accordance with GAS 5.10
   - Report on forecasts in relation to segments (GAS 15.89)

5. Correction of errors
   - Understandable presentation of the nature of the corrected error in the notes to the consolidated financial statements (IAS 8.49)
   - Correct presentation in the consolidated balance sheet across three periods (IAS 1.39) and in the statement of shareholders’ equity (IAS 1.106(b))