Main Focus Areas 2014

(Berlin, 15 October 2013)

1. Goodwill impairment test
   - Consistency and reliability of cash flow forecasts (external sources, management reports, past plan achievement)
   - Derivation of growth rate and discount rate (peer group analysis, derivation of beta and debt to equity ratio) (IAS 36.55 et seq.)
   - Sufficiently detailed description of key valuation assumptions (IAS 36.134 (d) and (e), IAS 1.125)

2. Business combinations
   - Determination of fair values with respect to the principles of IFRS 13
   - Meaningful note disclosures regarding the factors giving rise to goodwill or a gain on a bargain purchase and regarding the financial effect of the business combination (IFRS 3.59 et seq., IFRS 3 Appendix B64 (e), (n) and (q))

3. Accounting for defined benefit pension obligations
   - Transparency and consistency in the determination of the discount rate (IAS 19.135 et seq.)
   - Description of the characteristics of the benefit plan and the associated risks (IAS 19.139)
   - Presentation and sensitivities of actuarial assumptions (IAS 19.144 et seq.)
   - Presentation of a third statement of financial position where initial application of IAS 19 (2011) has a material effect (IAS 1.40A)

4. New consolidation standards
   - If IFRS 10, 11, 12 are applied early in 2013:
     - Determination of entities to be consolidated in accordance with IFRS 10
     - Assessment of joint arrangements (joint operation versus joint venture) in accordance with IFRS 11
     - Note disclosures in accordance with IFRS 12
   - If the new consolidation standards are initially applied in 2014:
     - Meaningful note disclosures on the expected impact in accordance with IAS 8.30

5. Group management report, particularly new requirements arising from GAS 20
   - Comparison of prior year forecast with actual results (GAS 20.57)
   - Increased requirements regarding level of detail of forecasts (GAS 20.128)
   - Presentation of risks (GAS 20.146 et seq.) and the risk management system (GAS 20.K137 et seq.)