



MALAYSIAN INSTITUTE
OF ACCOUNTANTS

31 May 2024

Mr Ross Smith
Program and Technical Director
International Public Sector Accounting Standards Board
International Federation of Accountants
277 Wellington Street West
Toronto, Ontario M5V 3H2
CANADA

Dear Ross,

EXPOSURE DRAFT 87, STRIPPING COSTS IN THE PRODUCTION PHASE OF A SURFACE MINE (AMENDMENTS TO IPSAS 12)

The Malaysian Institute of Accountants (“MIA”) is pleased to provide comments on the International Public Sector Accounting Standards Board (“IPSASB”) Exposure Draft 87, *Stripping costs in the Production Phase of a Surface Mine (Amendment to IPSAS 12)* as attached in Appendix 1 to this letter.

We hope our comments would contribute to the IPSASB’s deliberation in finalising the matter. If you have any queries or require clarification of this submission, please contact Rasmimi Ramli, Executive Director of Sustainability, Digital Economy, and Reporting at +603 2722 9277 or by email at rasmimi@mia.org.my.

Yours sincerely,

MALAYSIAN INSTITUTE OF ACCOUNTANTS

DR WAN AHMAD RUDIRMAN WAN RAZAK
Chief Executive Officer

Specific Matter for Comment 1:

The IPSASB decided to propose IFRIC 20-aligned guidance in ED 87 (see paragraph BC9). Do you agree that amendments to IFRIC 20, for the public sector, are limited to terminology and other IPSASB-specific formatting and consistency amendments (see paragraph BC10)? If not, please explain your reasons, stating clearly where the guidance should be included and why.

We agree with the proposal. However, we propose for the IPSASB to align the subsequent measurement of stripping activity asset with the requirement in paragraph 17 of IPSAS 46 *Measurement*.

Specific Matter for Comment 2:

The IPSASB decided to propose the IFRIC 20-aligned guidance in ED 87 as an amendment to IPSAS 12, *Inventories*, by including the guidance as an Appendix (see paragraph BC11). Do you agree with the IPSASB's decision? If not, please explain your reasons, stating clearly where the guidance should be included and why.

We agree with the IPSASB's proposal to include the guidance as an Appendix to IPSAS 12 *Inventories*.