



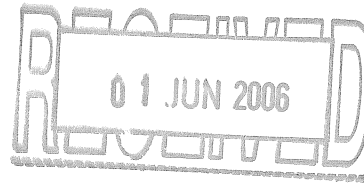
LEMBAGA PIAWAIAN PERAKAUNAN MALAYSIA
MALAYSIAN ACCOUNTING STANDARDS BOARD

rec'd 1/6/06

CL 49

19 May 2006

The Chairman
International Accounting Standards Board
30 Cannon Street
LONDON EC4M 6XH
UNITED KINGDOM



Dear Sir David,

**IASB EXPOSURE DRAFTS OF PROPOSED AMENDMENTS TO IFRS 2
SHARE-BASED PAYMENT**

The Malaysian Accounting Standards Board (MASB) appreciates the opportunity to offer its views on the proposed amendments to IFRS 2 Share-based Payment - Vesting Conditions and Cancellations.

We support the efforts of IASB to provide clarification that:

- (a) vesting conditions of a share-based payment transaction are restricted to service conditions and performance conditions only; and
- (b) the accounting treatment of a share-based payment cancellation by parties other than the entity should be accounted for in the same way as cancellation by the entity.

Having reviewed the Exposure Draft, we are in favour of the proposals laid out in the Exposure Draft.

Should you require further information, please contact Dr. Nordin, the technical director of MASB, via e-mail at nordin@masb.org.my.

Yours sincerely,

Dato' Zainal Abidin Putih
Chairman