

21 November 2018

Ms. Sue Lloyd
Chair
IFRS Interpretations Committee (Committee)
Columbus Building
7 Westferry Circus
Canary Wharf
London E14 4HD
United Kingdom

Dear Ms. Lloyd

Tentative Agenda Decision – Application of the highly probable requirement in a cash flow hedge relationship (IFRS 9 *Financial Instruments* and IAS 39 *Financial Instruments: Recognition and Measurement*)

The Malaysian Accounting Standards Board (MASB) welcomes the opportunity to provide comments on the above Tentative Agenda Decision.

We agree with the Interpretations Committee's conclusion.

However, we are concerned that the reference made to paragraph BC6.95 of IFRS 9 may confuse users. In this regard we recommend the Committee to explain in the Agenda Decision the International Accounting Standards Board's (IASB) rationale for deleting the Implementation Guidance accompanying IAS 39, albeit the IASB had not rejected that guidance. Alternatively, the Committee could consider reproducing the guidance in the Agenda Decision.

If you need further clarification, please contact the undersigned by email at beeleng@masb.org.my or at +603 2273 3100.

Thank you.

Yours sincerely,



TAN BEE LENG
Executive Director