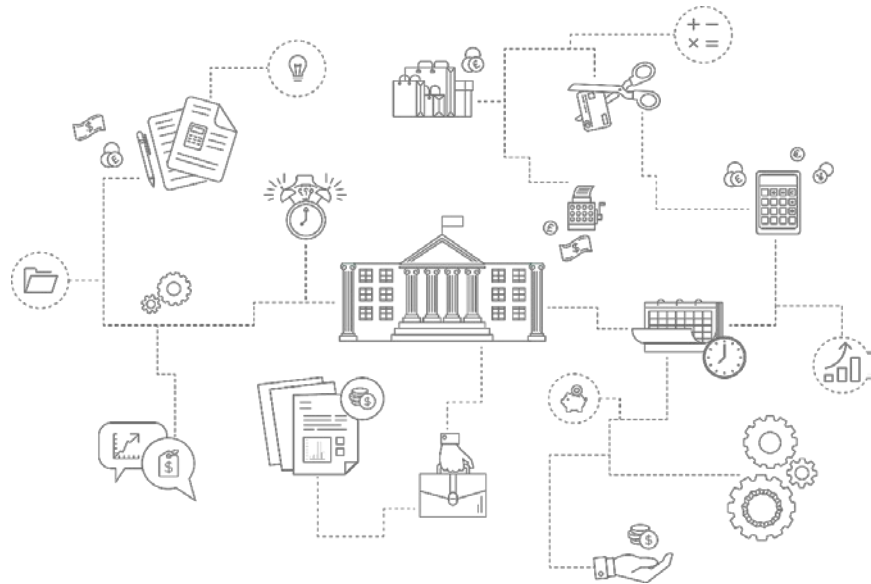


Overview of other comprehensive income (OCI)

RSM Vietnam - IFRS News (06/2020)

Introduction of other comprehensive income



Under definition of IAS 01: Incomes and expenses (include adjustments due to reclassify) are not allowed to record in profit and loss report as prescribed or allowed by other IFRS.

Substance: Other comprehensive income (OCI) segregate revenues, expenses, gains, and losses that have yet to be realized to the one that realized, thus financial statement users have a clearer view of business performance.

Presentation on financial statements

- OCI can be presented separately or together in income statement (when OCI join in income statement, it is placed after the presentation of profit after tax then the statement called statement of comprehensive income)
- Be a part of equity on balance sheet

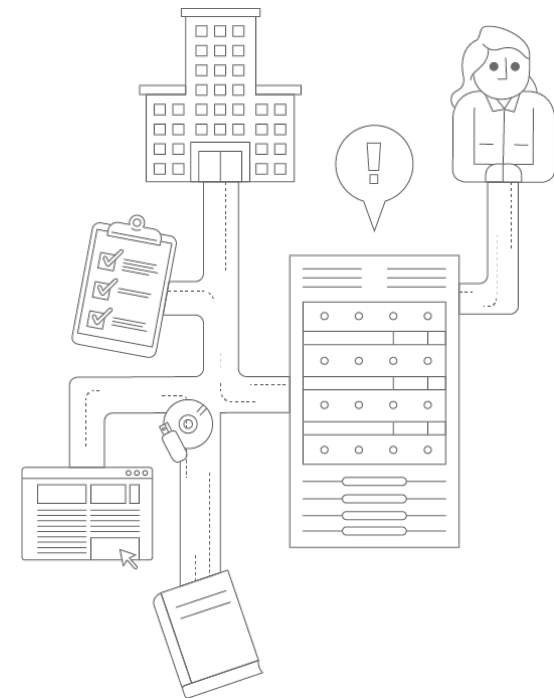
Distinguish to statement of profit and loss

- Income statement (P&L): Business performance changed by primary activities of the entity
- Statement of other comprehensive income: Change the business performance with other activities prescribed by IFRS

Examples of other comprehensive income

A several of gains and losses which are recorded in statement of other comprehensive income:

- Gains or losses on revaluation of PPE and other financial investments
- Foreign currency adjustments
- Unrealized gains or losses on available-for-sale securities
- Unrealized gains or losses on pension and retirement benefit plans (not yet applied in Vietnam)



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