MALAYSIAN INSTITUTE OF ACCOUNTANTS

30 June 2026

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 Mr Smith

EXPOSURE DRAFT 96, *DEFINITION OF AN OPERATION AND RECOGNITION OF ACQUIRED LIABILITIES AND CONTINGENT LIABILITIES* (AMENDMENTS TO IPSAS 40)

The Malaysian Institute of Accountants ("MIA") is pleased to provide comments on the International Public Sector Accounting Standards Board (IPSASB) Exposure Draft (ED) 96, *Definition of an Operation and Recognition of Acquired Liabilities and Contingent Liabilities* (Amendments to IPSAS 40).

We refer to paragraphs AG4A and AG4B of ED 96 and propose that the IPSASB include a decision tree to clearly illustrate the application and flow of the concentration test.

Furthermore, in reference to paragraph 77A of ED 96, we seek clarification as to whether the acquirer is required to disclose information relating to a contingent asset in accordance with paragraph 42 of IPSAS 19 *Provisions, Contingent Liabilities and Contingent Assets.*

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 Services at +603 2722 9277 or by email at rasmimi@mia.org.my.

Yours sincerely
MALAYSIAN INSTITUTE OF ACCOUNTANTS

G SHANMUGAM
Chief Executive Officer