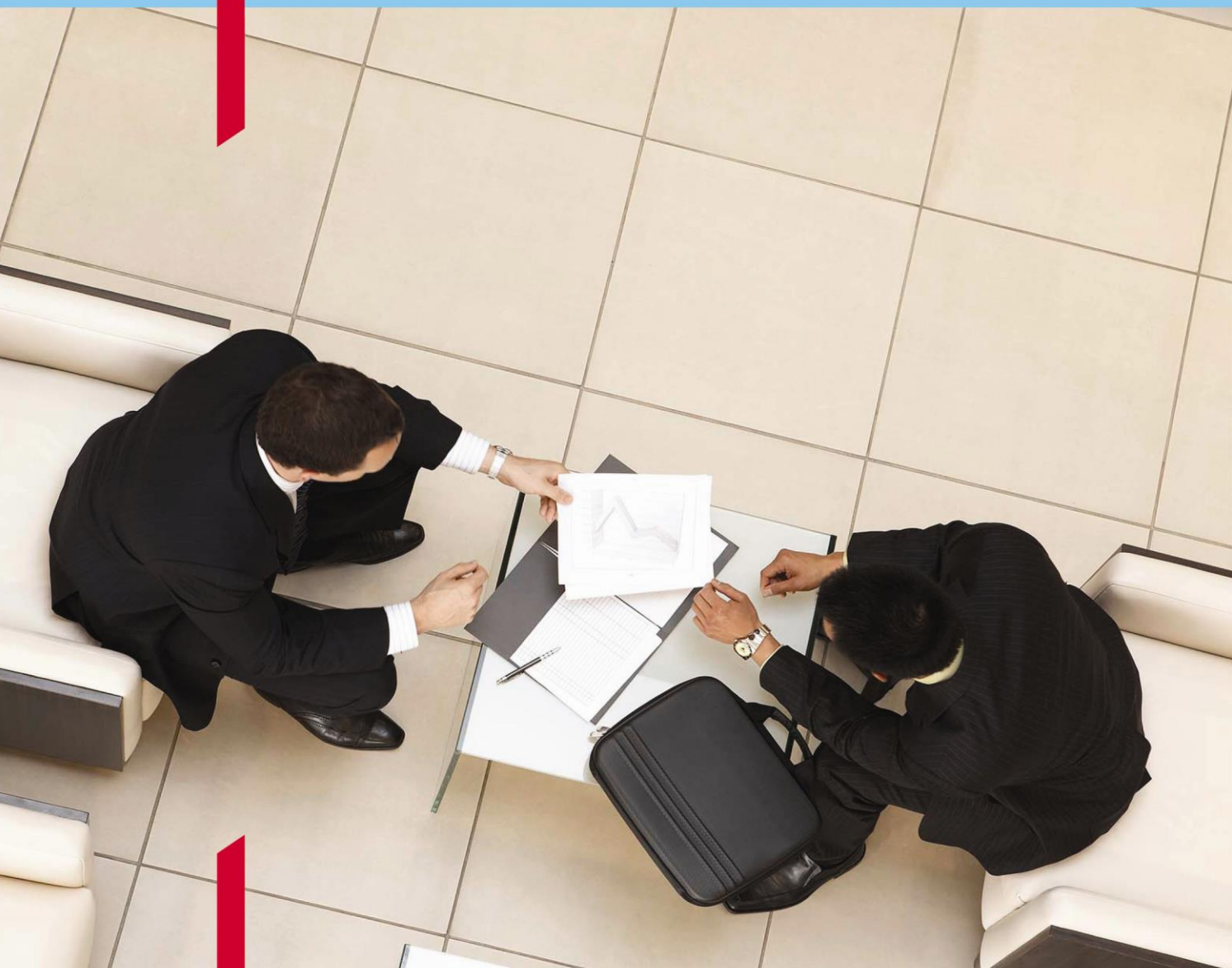


IFRS AT A GLANCE

IAS 33 *Earnings per Share*



IAS 33 Earnings per Share

Effective Date
Periods beginning on or after 1 January 2005

APPLICABLE TO

- Entities whose ordinary shares or potential ordinary shares are publicly traded
- Entities in the process of listing ordinary shares or potential ordinary shares in public markets.

TYPES OF EARNINGS PER SHARE (EPS)

BASIC EPS

(To be disclosed on face of statement of comprehensive income)

DILUTED EPS (DEPS)

(To be disclosed on face of statement of comprehensive income)

OTHER

(To be disclosed in notes to the financial statements)

EARNINGS / WEIGHTED AVERAGE NUMBER OF SHARES

Basic earnings

Profit or loss from continuing operations adjusted for:

- Non-controlling interest's share of profit
- Dividends on preference shares (after tax), differences arising in settlement of preference shares, and other similar effects where preference shares are classified as equity.

Diluted earnings

Basic earnings adjusted for after-tax effect of:

- Changes in Statement of Comprehensive Income that will result from conversion of all dilutive potential ordinary shares (e.g. interest on loan no longer charged once converted to equity).

- Same number of shares, different numerator (earnings number)
- Disclose in notes to annual financial statements - not on face of statement of comprehensive income
- Examples:
 - Headline earnings per share
 - Net assets value per share
 - Core earnings per share.

Basic - Weighted average number of shares

- Time weighted average number of shares issued from date consideration receivable
- For additional shares where no consideration received - time weighted average number of shares from beginning of year / date of issue of shares with consideration (e.g. bonus issue)
- Restate comparatives.

Diluted - Weighted average number of shares

- Starting point is the weighted average number of shares in Basic EPS
- If any consideration will be received on conversion the dilutive impact is based only on the number of shares issued for no consideration
- Adjust for number of shares that would be issued on conversion
- Adjust presuming conversion at beginning of year / date of issue of potential ordinary shares
- Diluted EPS presented for only those instruments which result in a reduction of EPS - i.e. instruments which prove to be anti-dilutive are excluded.

CONSIDERATIONS TO NOTE

- Where an entity presents discontinued operations, Basic EPS and diluted EPS are required to be presented for continuing and discontinuing operations. Continuing operations amount is presented on face of statement of comprehensive income
- Complex areas:
 - Contingently issuable shares
 - Share-based payment transactions
 - Contracts settled in shares / in cash
 - Written put options
 - Options, warrants and their equivalents
 - Potential ordinary shares of subsidiaries.

For further information about how BDO can assist you and your organisation, please get in touch with one of our key contacts listed below. Alternatively, please visit <http://www.bdointernational.com/Services/Audit/Pages/default.aspx> where you can find full lists of regional and country contacts.

Europe

Caroline Allouët	France	caroline.allouet@bdo.fr
Jens Freiberg	Germany	jens.freiberg@bdo.de
Teresa Morahan	Ireland	tmorahan@bdo.ie
Ehud Greenberg	Israel	ehudg@bdo.co.il
Ruud Vergoossen	Netherlands	ruud.vergoossen@bdo.nl
Reidar Jensen	Norway	reidar.jensen@bdo.no
María Sukonkina	Russia	m.sukonkina@bdo.ru
René Krügel	Switzerland	rene.kruegel@bdo.ch
Brian Creighton	United Kingdom	brian.creighton@bdo.co.uk

Asia Pacific

Wayne Basford	Australia	wayne.basford@bdo.com.au
Zheng Xian Hong	China	zheng.xianhong@bdo.com.cn
Fanny Hsiang	Hong Kong	fannyhsiang@bdo.com.hk
Khoon Yeow Tan	Malaysia	tanky@bdo.my

Latin America

Marcelo Canetti	Argentina	mcanetti@bdoargentina.com
Luis Pierrend	Peru	lpierrend@bdo.com.pe
Ernesto Bartesaghi	Uruguay	ebartesaghi@bdo.com.uy

North America & Caribbean

Armand Capisciolto	Canada	acapisciolto@bdo.ca
Wendy Hambleton	USA	whambleton@bdo.com

Middle East

Arshad Gadit	Bahrain	arshad.gadit@bdo.bh
Antoine Gholam	Lebanon	agholam@bdo-lb.com

Sub Saharan Africa

Nigel Griffith	South Africa	ngriffith@bdo.co.za
----------------	--------------	---------------------

This publication has been carefully prepared, but it has been written in general terms and should be seen as broad guidance only. The publication cannot be relied upon to cover specific situations and you should not act, or refrain from acting, upon the information contained therein without obtaining specific professional advice. Please contact your respective BDO member firm to discuss these matters in the context of your particular circumstances. Neither BDO IFR Advisory Limited, Brussels Worldwide Services BVBA, BDO International Limited and/or BDO member firms, nor their respective partners, employees and/or agents accept or assume any liability or duty of care for any loss arising from any action taken or not taken by anyone in reliance on the information in this publication or for any decision based on it.

Service provision within the international BDO network of independent member firms ('the BDO network') in connection with IFRS (comprising International Financial Reporting Standards, International Accounting Standards, and Interpretations developed by the IFRS Interpretations Committee and the former Standing Interpretations Committee), and other documents, as issued by the International Accounting Standards Board, is provided by BDO IFR Advisory Limited, a UK registered company limited by guarantee. Service provision within the BDO network is coordinated by Brussels Worldwide Services BVBA, a limited liability company incorporated in Belgium with its statutory seat in Brussels.

Each of BDO International Limited (the governing entity of the BDO network), Brussels Worldwide Services BVBA, BDO IFR Advisory Limited and the member firms is a separate legal entity and has no liability for another such entity's acts or omissions. Nothing in the arrangements or rules of the BDO network shall constitute or imply an agency relationship or a partnership between BDO International Limited, Brussels Worldwide Services BVBA, BDO IFR Advisory Limited and/or the member firms of the BDO network.

BDO is the brand name for the BDO network and for each of the BDO member firms.

© 2015 BDO IFR Advisory Limited, a UK registered company limited by guarantee. All rights reserved.

www.bdointernational.com