

Going concern in interim financial reporting

Response to the FRC's exposure draft

The Association of Investment Companies (AIC) is a trade body for the closed-ended investment company sector. We represent 360 investment companies, managing assets of over £187 billion. The AIC's members are predominantly listed on the Main Market of the London Stock Exchange. Some have shares admitted to trading on the Specialist Fund Segment; others are quoted on AIM.

The AIC's members include investment trusts, Venture Capital Trusts, UK REITs and non-EU companies. Our non-EU members are primarily domiciled in Guernsey and Jersey.

Closed-ended investment companies are collective vehicles which pool their shareholders' capital and hold a portfolio of assets to spread risk and generate an investment return. Investments include listed securities, private equity, debt, property and infrastructure. Investment in property can be direct or take the form of investment in a company owning property.

The AIC welcomes the [Exposure Draft on going concern](#) published by the Financial Reporting Council (FRC) proposing amendments to FRS 104 'Interim Financial Reporting'.

Question 1 - Do you agree with the proposed amendments to FRS 104? If not, why not?

The AIC agrees with the proposed amendments to explicitly cover the assessment and reporting on the going concern basis of accounting in FRS 104.

Question 2 - In relation to the Consultation stage impact assessment, do you have any comments on the costs and benefits identified? Please provide evidence to support your views.?

The AIC does not have any comment on this question.

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To discuss the issues raised in this paper please contact:

Lisa Easton, Policy and Technical Manager
lisa.easton@theaic.co.uk, 020 7282 5611