

Wayne Upton
Chairman
IFRS Interpretations Committee
30 Cannon Street
London
United Kingdom
EC4M 6XH

25 November 2014

Dear Mr Upton

**Tentative agenda decision - IAS 39 *Financial Instruments: Recognition and Measurement*:
Accounting for embedded foreign currency derivatives in host contracts**

Deloitte Touche Tohmatsu Limited is pleased to respond to the IFRS Interpretations Committee's publication in the September IFRIC Update of the tentative decision not to take onto the Committee's agenda a request for guidance on whether an embedded foreign currency derivative in a licence agreement is closely related to the economic characteristics of the host contract.

We agree with the IFRS Interpretations Committee's decision not to add this item onto its agenda for the reasons set out in the tentative agenda decision.

If you have any questions concerning our comments, please contact Veronica Poole in London at +44 (0) 20 7007 0884.

Yours sincerely



Veronica Poole
Global IFRS Leader