

Mr Robert Garnett
Chairman
IFRS Interpretations Committee
30 Cannon Street
London
United Kingdom
EC4M 6XH

Email: ifric@iasb.org

12 August 2010

Dear Mr Garnett,

**Tentative agenda decision: IAS 21 The Effects of Changes in Foreign Exchange Rates —
Repayments of investments**

Deloitte Touche Tohmatsu Limited is pleased to respond to the IFRS Interpretations Committee's publication in the July 2010 IFRIC Update of the tentative decision not to take onto the IFRS Interpretations Committee's agenda a request for an Interpretation of IAS 21 *The Effects of Changes in Foreign Exchange Rates* with respect to providing guidance on the reclassification of the foreign currency translation reserve when a repayment of a foreign investment occurs.

We acknowledge the reasons for the IFRS Interpretations Committee's decision not to take this item onto its agenda and accept that it would probably not be possible to reach a timely consensus on this issue at this time. Nonetheless, given the current diversity in practice, we recommend that this issue be included in any review of IAS 21 *The Effects of Changes in Foreign Exchange Rates* the Board may undertake as part of its post-2011 agenda.

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 - Technical