Closing Rate Approach

(Functional to Presentation)

Asset/Liabilities = Closing Rate

Equity:

Share Capital/Share Premium @ Historical rate	XX
RE Beg @ Prior Year Translation Rate	XX
Dividends declared @ Spot at Declaration	(xx)
NI/(NL) @ Translation date rate or Average rate	xx/(xx)
RE End	<u>XX</u>

Forex Differences = OCI, reclassifiable to P/L

Temporal Approach

(Forex to Functional)

Monetary Asset/Liabilities = Closing rate
Nonmonetary Asset/Liabilities = Historical rateCO.UKEquity:XXShare Capital/Share Premium @ Historical rateXXRE Beg @ Prior Year Translation Rate
Dividends declared C opt at DeclarationXXNI/(NL):(XX)If Monetary: @ Translation date rate or Average rate
If Nonmonetary @ Historical rateXX/(XX)RE EndXXForex Differences = Profit/Loss

Net Asset per Rollforward > Net Asset Per Closing = Loss Net Asset per Rollforward < Net Asset Per Closing = Gain

Net Asset per Rollforward < Net Asset Per Closing = Gain Cumulative Translation Adjustment = Equity Current Year Translation Adjustment = OCI

*If Hedge item is an investment in foreign operations and entered into a hedge activity to migrate the risk related to that operation, the hedging activity is accounted for as Cashflow Hedge.