

Global Forum

Athens 21st October 2008

“Interoperability and trust in the financial world”

➤ XBRL a tool for global
Transparency:

Gilles Maguet – Secretary General XBRL
Europe

Tuesday 21 October 2008

Transforming Business Reporting



(en millions d'euros)

	Notes	2004	2005
Chiffre d'affaires		7 013	7 562
Autres produits opérationnels		51	60
CHIFFRE D'AFFAIRES OPÉRATIONNEL	3	7 064	7 622
Charges d'exploitation	4	(5 239)	(5 636)
RÉSULTAT BRUT D'EXPLOITATION	5	1 825	1 986
Loyers	6	(790)	(837)
EXCÉDENT BRUT D'EXPLOITATION		1 035	1 149
Amortissements et provisions	7	(423)	(432)
RÉSULTAT D'EXPLOITATION	8	612	717
Résultat financier	9	(101)	(122)
Quota part dans le résultat net des sociétés mises en équivalence	10	2	8
RÉSULTAT AVANT IMPÔT ET ÉLÉMENTS NON RÉCURRENTS		513	
Charges de restructuration	11	(22)	
Dépréciation d'actifs	12	(52)	
Résultat de la gestion du patrimoine hôtelier	13	(8)	
Résultat de la gestion des autres actifs	14	(23)	
RÉSULTAT AVANT IMPÔT		408	
Impôts	15	(152)	
RÉSULTAT NET DE L'ENSEMBLE CONSOLIDÉ	40	256	
Intérêts minoritaires	25	(23)	
RÉSULTAT NET PART DU GROUPE		233	

WHY XBRL ?



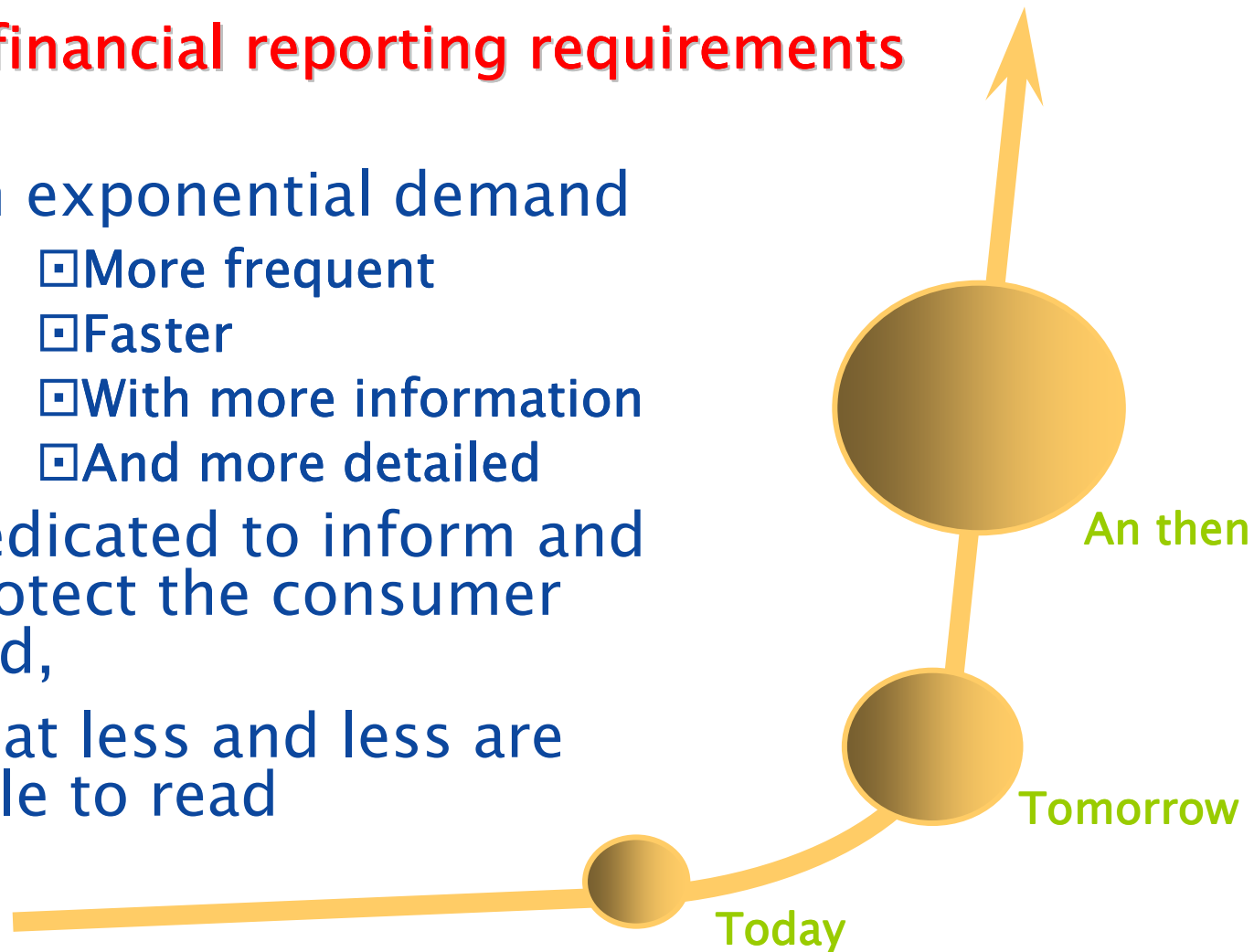
Source Reuters

	Period End Date	31-déc.-2005	31-déc.-2004
		Normal	Restated
	Update Type/Date	05-avr.-2006	05-avr.-2006
Annual Income Statement: (EUR, In millions)			
Net Sales		7,562.00	7,013.00
Other Revenue		60.00	51.00
Total Revenue		7,622.00	7,064.00
Cost of Revenue		5,636.00	5,239.00
Gross Profit		1,926.00	1,774.00
Depreciation		432.00	423.00
Amortization of Acquisition Costs		--	--
Restructuring Charge		43.00	22.00
Other Unusual Expense		--	--
Loss/Gain on Sale of Assets		(35.00)	31.00
Other Operating Expense		837.00	790.00
Other Operating Expense, Net		107.00	52.00
Total Operating Expense		7,020.00	6,557.00
Operating Income		602.00	507.00
Non Operating Interest Expense		(135.00)	(123.00)
Non-Operating Interest Expense, Net		(135.00)	(123.00)
Non-Operating Interest Income (Expense), Net		(135.00)	(123.00)
Other Non-Operating Income		13.00	22.00
Other Non-Operating Income, Net		13.00	22.00
Income Before Tax		480.00	406.00
Total Income Tax		124.00	152.00
Income After Tax		356.00	254.00

- To avoid false and non transparent information, mistakes, re-keying, proprietary IT format to convert,
- To reinforce interoperability
- To decrease « overcosts » all along the supply chain of Financial information between stakeholders

The financial reporting requirements

- An exponential demand
 - ▣ More frequent
 - ▣ Faster
 - ▣ With more information
 - ▣ And more detailed
- Dedicated to inform and protect the consumer and,
- That less and less are able to read



The question ?

- Isn't it strange that in such a formatted and standardized sector than the accountancy and the financial information, we cannot rely upon the veracity of the information?
- While in many sectors like telecom we are able now to call with cell phones from one country to the others, or to exchange e-mails, etc.
- And why is that?

The answer ?

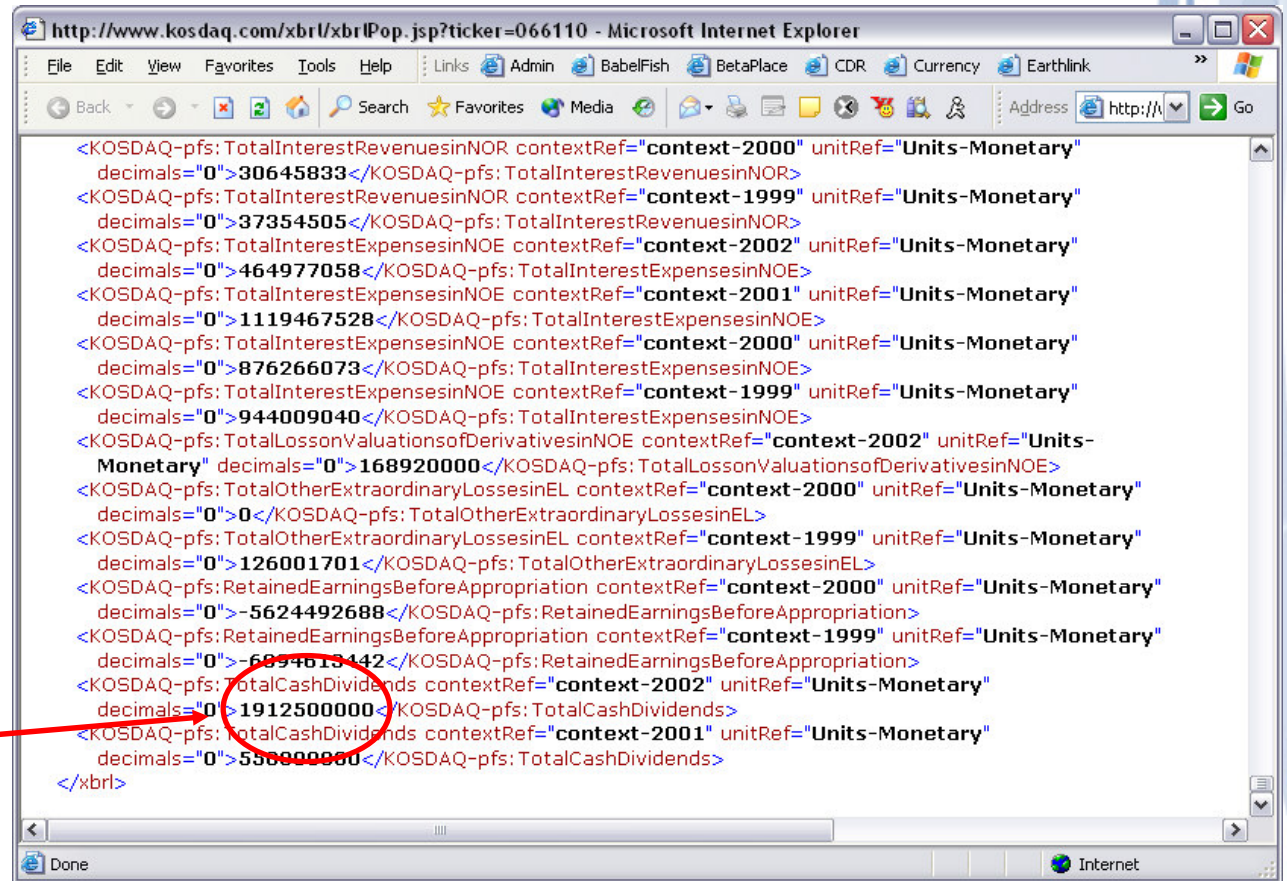
- Because the accountancy standards are not the same from one country to the other for certainly good reasons, even if they start to converge (as with the IFRS)
- Because we do not have set up an exchange format in the world which is able to store with the data all the related information (charters of account, how it has been calculated, etc, ...),
- An open language which allows interoperability in the world,
- While this language exists: XBRL

WHAT IS XBRL?

XBRL is kind of BAR-code for data



The Financial data is always transmitted with all the information which allows to understand it.



WHAT IS XBRL?

XBRL stands for eXtensible Business Reporting Language, language based on the XML.

XBRL is technology and an 'Open Standard' for the electronic exchange of information (reports / data)

The data-elements are defined in a 'Taxonomy', a dictionary-like classifications in XBRL for describing the context of data in financial statements and business documents.

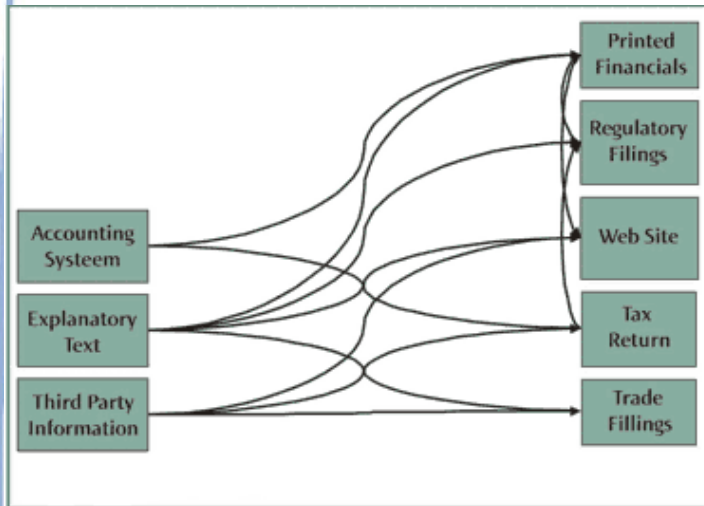
An 'Instance document' contains' the data elements in XBRL format to be exchanged electronically.

A 'Style sheet' is a kind of template to present or publish data in XBRL format

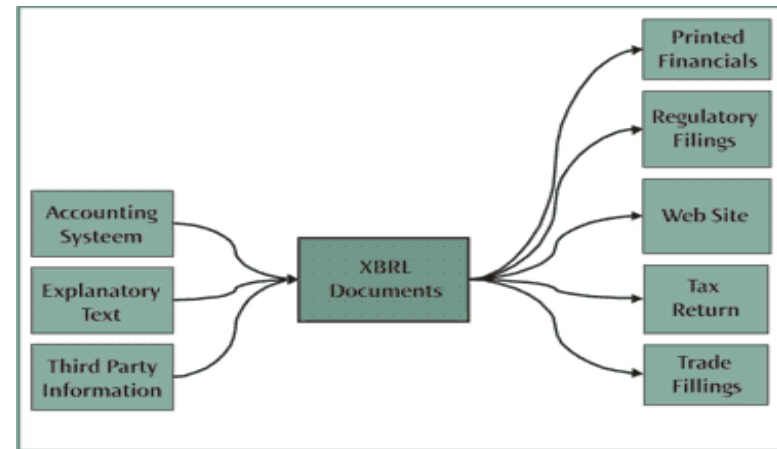
The XBRL standard is being developed and maintained XBRL International Inc.

XBRL for Global Transparency

Financial Reporting **without** XBRL



Financial Reporting **with** XBRL



- XBRL is an open and free of any rights Language
- XBRL is extensible which allows a great flexibility in building the electronic files.
- XBRL allows to avoid constant re-keying, mistakes, misinterpretations in reusing as much as possible the e-filed datas
- XBRL as based on the internet protocol allows to be free of proprietary transfers protocols
- XBRL is the perfect language to avoid costly converters between financial softwares
- XBRL allows thus easy Interoperability and reinforces Transparency

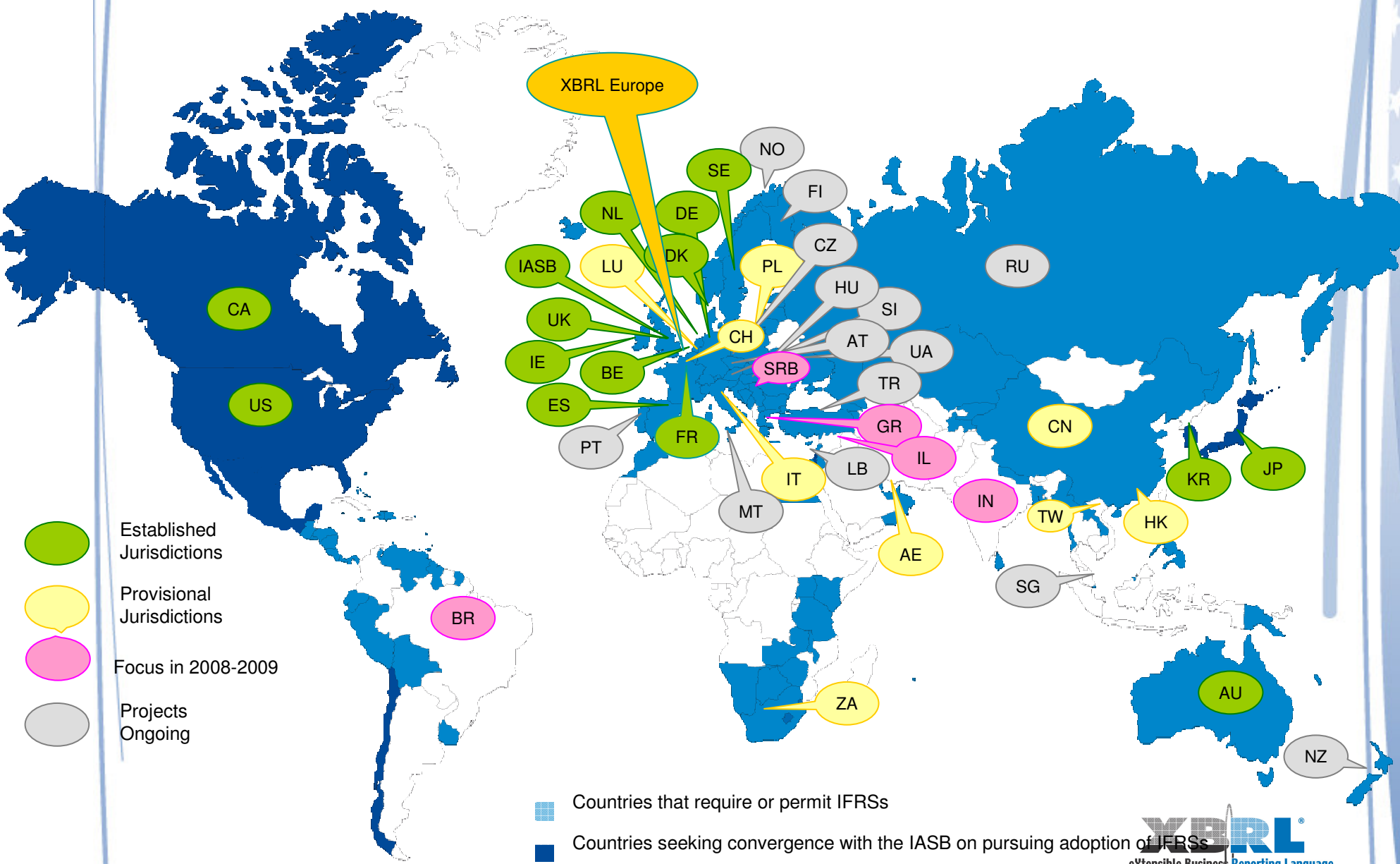
XBRL : A WORLDWIDE PROJECT

XBRL, a worldwide and not for profit project supported by:

- Institutional organisations such as:
 - Public authorities as:
 - Various National Ministries and regulators, like Banking regulators, Tax authorities, Business registers, etc.
 - European Commission (Transparency directive, Action Plan for reducing administrative burdens by 25%)
 - European Parliaments resolution
 - US governments agencies (Security and Exchange Commission, FDIC) to impose
 - Professional federations (National Institutes of chartered Accountants, Banking federations, etc)
 - International Accounting Standard Board which manages the development of the IFRS (International Financial Reporting Standard)
- Private support (Banks, Stock markets, etc.), Audit participation, IT support, Universities
- **But more support is needed to increase Interoperability and Trust!**

XBRL is managed by an international Non profit organisation: XBRL International with more than 550 members in all the countries

Jurisdictional Status October 2008



SOME XBRL PROJECTS IN THE WORLD

Belgian Central Bank	Belgian non-financial companies use XBRL for the drawing up of their statutory annual accounts to be filed with the National Bank (Central Balance Sheet Office - CBSO) in the form of XBRL-instance documents.	Mandatory Filing
CEBS	COREPFINREP- Common solvency ratio REPorting framework, for credit institutions and investment firms under the future European Union capital requirements regime.	Mandatory Filing
Commission bancaire/Banque de France	Commission Bancaire has started receiving COREP and FINREP reportings in XBRL. Commission bancaire launched a new SURFI project.	Mandatory Filing
Government of Netherlands NTP	The eGovernment program is scheduled to reduce compliance costs by €350 million per annum. The program is focussed on financial, tax and statistical reporting as well as financial services industry for credit risk filings (based on Basel II).	Voluntary Filing
UK Companies House	Business register based on UK GAAP Taxonomy	Mandatory Filing
UK Inland Revenue	Tax return mandatory in 2011 based on UK GAAP Taxonomy	Mandatory Filing
Bundesanzeiger Germany	Public Register for company information based on German GAAP and IFRS taxonomies	Mandatory Filing
Infogreffe France	Business register based on French GAAP	Voluntary Filing
Infocamere Italy	Business Register based on Italian GAAP	Voluntary filing
China Securities Regulator	Mandatory filing required by China Securities Regulator for all listed companies from 2009	Mandatory Filing
Japan	XBRL filings available with Bank of Japan, Tokyo Stock Exchange and Japan Tax agency. Taxonomy alignment program underway between IASB, US SEC and Japanese Financial Services Agency on interoperability of Japanese taxonomy with IFRS and US GAAP taxonomies. Initiatives underway for single filing solution between Bank of Japan, Tax Agency and Tokyo Stock Exchange to reduce compliance cost for filers	Mandatory Filing



More information and Support? 19th International XBRL Conference in Paris 23/24 June 2008 – <http://conference.xbrl.org>



Reducing reporting burden with XBRL: A catalyst for better regulation

19th XBRL International Conference
Paris, FRANCE | June, 2009

With the French, Czech and Swedish Presidencies of the Council of European Union, covering the period July 2008 to December 2009, the strategic framework will focus on enhancing the growth potential of SMEs.

Priority will be given to carrying forward the Better Regulation agenda to improve the conditions under which businesses operate and to enable European citizens to better access EU legislation.

In that context, the 19th international XBRL Conference will take place in Paris in June 2009, don't miss it and save the date in your agenda!

Paris is today one of the world's leading business and cultural centres, and its influence in politics, education, entertainment, media, fashion, science and the arts all contribute to its status as one of the world's major global cities.

For more information on the Program plans, contact:
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For more information on the Logistics, contact:
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Hosted by **XBRL France**
in cooperation with XBRL Europe



Thank you

About the Author



Gilles Maguet is the Secretary General of XBRL Europe, the European organisation grouping European XBRL Members of the non-profit XBRL International consortium of over 550 members developing the XBRL Standard.

He is the past Secretary General of XBRL France which has developed several XBRL projects such as those in the banking sector or in the business register sector.

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