

Annual synthesis – Year 2019

September 2019

Summary

- 1 Work performed during the year
- 2 ERICA database
- 3 ERICA results
- 4 Documents published
- 5 Work plan 2019-2020
- 6 Group Members
- 7 Meetings organized
- 8 How to contact this group

Studies based on ERICA to be presented in Brussels analyze data of the year 2017. Data concerning year 2018 are under analysis and synthesis will be issued

Work performed during the year

- **External publication in January 2019** of our study about European non-financial listed groups (analysis of financial structure, profitability, financial debt and coverage) via ECCBSO website.
- **Presentation of this study** in most of the members' countries.
- **Dataset available for internal dissemination & use**
- **Specific topics analysed with ERICA database:**
 - Employment
 - Goodwill & goodwill impairment
 - Cash flow analysis
 - Clustering
 - Impact of IFRS 16
- **Launch of the BACH-ERICA website in June 2019:** this website is aimed at improving the visibility of the ERICA database and the different studies produced by the working group



Meeting in Ankara, September 2019

ERICA database



ERICA: European Records of IFRS Consolidated Accounts

The ERICA database is based on a reduced format which contains around 280 items. Concerning year 2017 data, around 160 items have been collected per group on average.

For example, we have used:

- 20 items for financial structure
- 8 items for profitability analysis

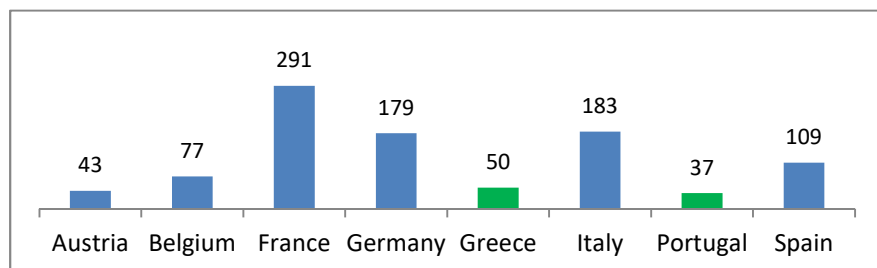
The sample is representative for listed non-financial European groups. The number of groups by country depends on the way the data was obtained (**in blue**, extraction from national databases; **in green**, manual filling).

However, it is useful to note that IFRS are not always implemented in the same way and that groups do not communicate on the same level of detail.

Data available in ERICA database

Number of groups collected in ERICA

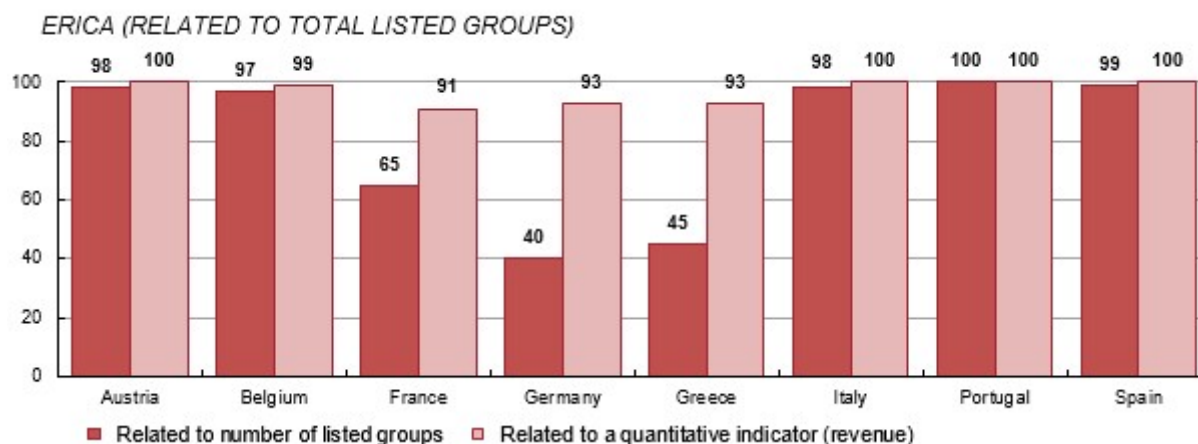
(On average **160 items** collected by group for year 2017)



Summary of content of ERICA database

General characteristics on group (ultimate parent, sector of activities, options chosen for IFRS, employees, capitalization, auditor opinion, reasons for previous year restated data)
 Statement of profit and loss
 Statement of comprehensive income
 Balance sheet assets
 Balance sheet liabilities & equity
 Statement of cash flows

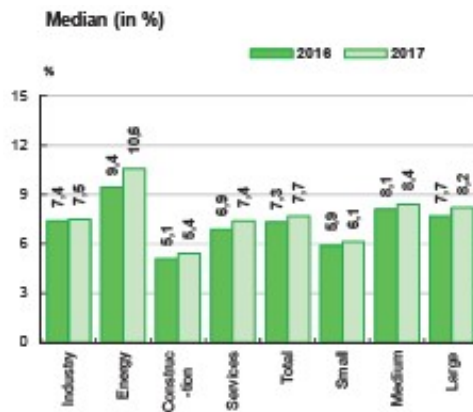
COVERAGE OF ERICA DATABASE IN EACH COUNTRY



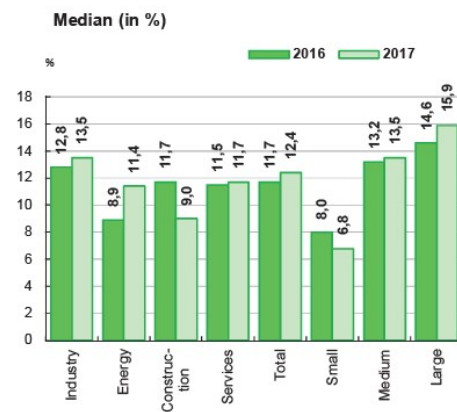
Main results obtained from ERICA database



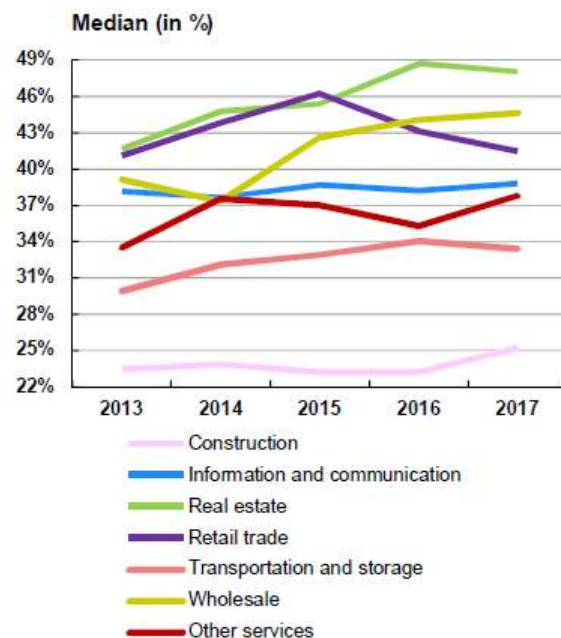
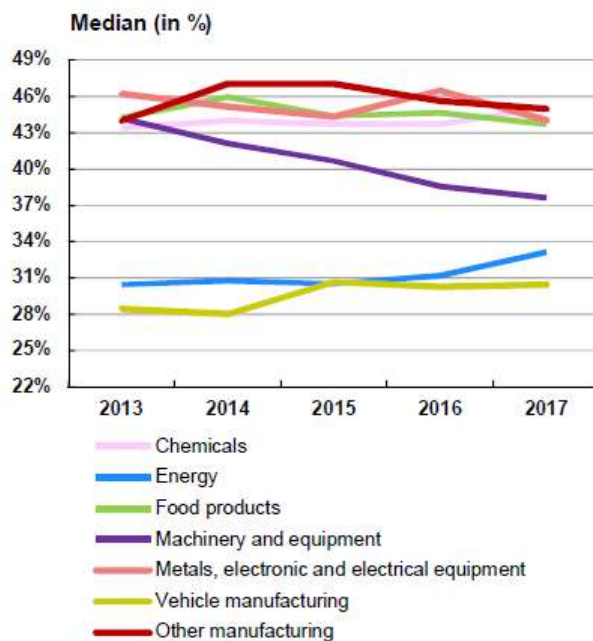
EBIT margin (EBIT / Revenue): Important increase in the energy sector driven by the continuous recovery in this sector



Return on Equity (Profit before tax/Equity): Total increase except in the small groups and the construction sector

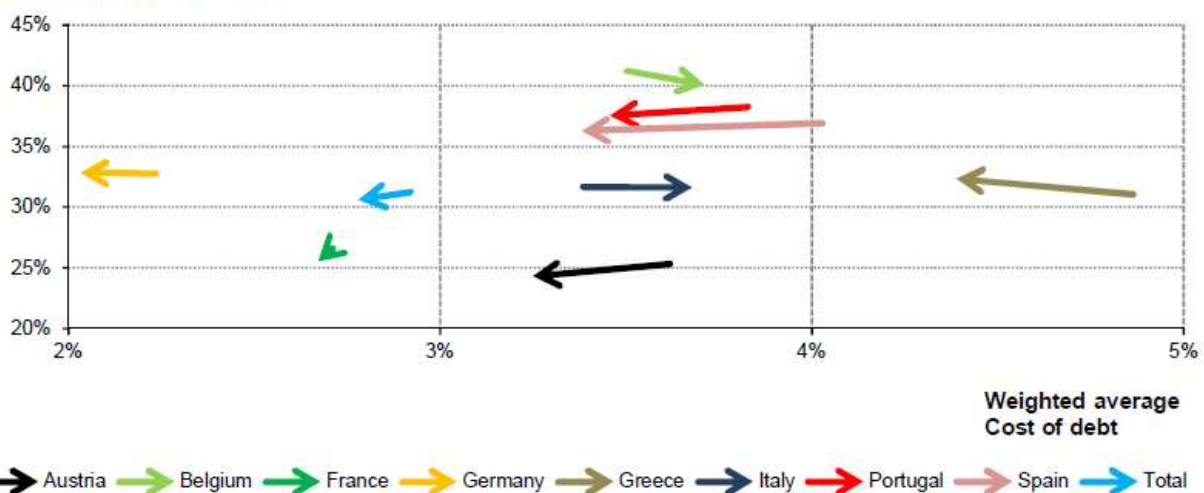


Equity ratio by branch of activity: Over the 2013-2017 period, the median equity ratio rose gradually, to a large extent driven by the southern countries and by the non-industrial sectors.



Cost of debt by country: In 2017, the weighted average cost of financial debt came down in all countries except Belgium and Italy. Greek groups experienced the strongest decline. Nevertheless, their cost of debt remains the highest, both in weighted average and median terms.

Weighted average
Financial debt / total assets





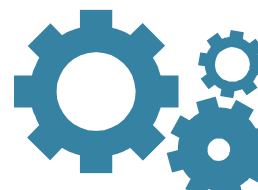
Documents published and presented to ECCBSO plenary meeting (October, 17 & 18 2019 – Brussels)

Type	Documents	Time frame
ERICA RESULTS	1. 2017 ERICA analysis 2. ERICA series: Employment 3. Other ERICA series: Goodwill & goodwill impairment, Cash flow analysis, Clustering and Impact of IFRS 16	January 2019 October 2019 In progress
ACCOUNTING RULES FOR LISTED GROUPS	1. IFRS impact	October 2019
ERICA FORMAT	IFRS-compliant formats (IFRS 2018): 1. ERICA format 2. Extended format 3. Methodological note 4. Some statistical data	January 2019 September 2019 September 2019 January 2019
REPORTING MATTERS AND NEW DEVELOPMENTS	1. XBRL in European CBSO	October 2019
SUMMARY	Brochure : Annual synthesis – Year 2019	September 2019

Other documents prepared by ERICA WG

Monographic points in the agenda of our meetings
<ul style="list-style-type: none">○ The identification of changes in consolidation perimeter of German group accounts using machine learning (Deutsche Bundesbank)○ Contribution to the emerging discussion on the allocation of economic activities: The Greek shipping estimation model (Bank of Greece)○ Foreign Currency Debt and Credit Network Externalities (CBRT)

Working plan 2020: targets



- **January 2020:**
 - Annual analysis on ERICA 2018 data
 - Update of content in the BACH/ERICA website
- **May 2020:**
 - Results obtained with (new) themes of analysis
 - Possible extension of data available in BACH/ERICA website
- **September 2020**
 - Revision of documents for plenary committee of ECCBSO
 - Follow-up on developments at country level regarding ESEF 2020

Group Members



Members of the ERICA (European Records of IFRS Consolidated Accounts) WG					
Saskia Vennix (chairwoman)	saskia.vennix@nbb.be	Banque Nationale de Belgique	Joana Irle	joana.irl@bundesbank.de	Deutsche Bundesbank
Ilse Rubbrecht	Ilse.Rubbrecht@nbb.be	Banque Nationale de Belgique	Klaus Gerstner	Klaus.Gerstner@bundesbank.de	Deutsche Bundesbank
Anne de Langlard-Vitte	Anne.Delanglard-vitte@banque-france.fr	Banque de France	Susanne Walter	Susanne.Walter@bundesbank.de	Deutsche Bundesbank
Laurent Carlino	Laurent.CARLINO@banque-france.fr	Banque de France	Sabine Wukovits	Sabine.Wukovits@oenb.at	Oesterreichische Nationalbank
Ana Bárbara Pinto	apinto@bportugal.pt	Banco de Portugal	Olga Lymperopoulou	olimperopoulou@bankofgreece.gr	Bank of Greece
Javier González	gonzalez.sainza@bde.es	Banco de España	Onur Yilmaz	ismailOnur.Yilmaz@tcmb.gov.tr	Central Bank of the Republic of Turkey
Vincenzo Favale	vincenzo.favale@cerved.com	Cerved Group	Katarzyna Bankowska	Katarzyna.Bankowska@ecb.int	European Central Bank
Riccardo Renzi	riccardo.renzi@bancaditalia.it	Banca d'Italia	Izabela Ruta (observer)	iruta@ifrs.org	IASB

Meetings organized during year 2019

Meetings planned for year 2020

Frankfurt	January 24 & 25
Athens	May 22 & 23
Ankara	September 24 & 25

Frankfurt	January 16 & 17
Madrid	May 28 & 29
Paris	September 17 & 18

How to contact this working group

Our internet site:	http://www.eccbso.org/wba/pubblica/wgdetails.asp?id=4
Contact:	saskia.vennix@nbb.be