



IFRS on Point

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IFRS Foundation Trustees propose amendments to the Constitution

The Trustees of the IFRS Foundation are proposing amendments to the IFRS Foundation Constitution that would enable the creation of a new International Sustainability Standards Board (ISSB) under the governance of the Foundation. They also released a feedback statement summarising the main messages they received in response to their sustainability consultation paper.

Please click to access the following:

- **Press release** on the IFRS Foundation website
- **Proposed amendments** on the IFRS Foundation website
- **Feedback statement** on the IFRS Foundation website
- **IFRS in Focus** explaining the proposed amendments on IAS Plus

Board publishes proposed amendments to IAS 21 to clarify the accounting when there is a lack of exchangeability

The International Accounting Standards Board (Board) published Exposure Draft ED/2021/4 *Lack of Exchangeability* that contains proposed amendments to IAS 21 to specify when a currency is exchangeable and how to determine the exchange rate when it is not. Comments are requested by 1 September 2021.

Please click to access the following:

- **Press release** on the IFRS Foundation website
- **Exposure Draft** on the IFRS Foundation website
- **Introductory webcast** to the Exposure Draft on the IFRS Foundation website
- **IFRS in Focus** newsletter explaining the proposed amendments on IAS Plus

Board meeting (April 2021)

The Board met on 27 and 28 April 2021. The following topics were discussed:

- Dynamic Risk Management
- Financial Instruments with Characteristics of Equity
- Goodwill and Impairment
- Primary Financial Statements
- Maintenance and Consistent Application

For more information please see the following websites:

www.iasplus.com

www.deloitte.com

Please click to access the following:

- **IASB Update** and **post-meeting podcast** on the IFRS Foundation website
- **Agenda and related agenda papers** on the IFRS Foundation website
- **Work plan analysis** on IAS Plus
- **Detailed notes** taken by Deloitte observers on IAS Plus

IFRS Interpretations Committee meeting (April 2021)

The IFRS Interpretations Committee (Committee) met on 20 April 2021. The Committee discussed the comment letter analyses for three tentative agenda decisions:

- IAS 19 *Employee Benefits*—Attributing Benefit to Periods of Service
- IAS 1 *Presentation of Financial Statements*—Classification of Debt with Covenants as Current or Non-current
- IFRS 9 *Financial Instruments*—Hedging Variability in Cash Flows due to Real Interest Rates

Please click to access the following:

- **IFRIC Update** on the IFRS Foundation website
- **Addendum** to the March 2021 *IFRIC Update* to include finalised agenda decision on Configuration or Customisation Costs in a Cloud Computing Arrangement (IAS 38 *Intangible Assets*) on the IFRS Foundation website
- **Agenda and related agenda papers** on the IFRS Foundation website
- **Detailed notes** taken by Deloitte observers on IAS Plus

Podcast on IFRS Interpretations Committee developments

The Board issued a podcast on the developments of the Committee during the first quarter of 2021.

The podcast is hosted by Committee Chair and Board Vice-Chair Sue Lloyd and technical staff member Patrina Buchanan. It focuses on the definition of net realisable value (IAS 2), sale of a subsidiary with a leaseback (IFRS 10 and IFRS 16), accounting policies and accounting estimates (IAS 8), and rent concessions (IFRS 16).

Please click to access the following:

- **Press release** on the IFRS Foundation website
- **Podcast** on the IFRS Foundation website

IFRS Foundation publishes fourth compilation of Committee agenda decisions

The IFRS Foundation issued *Compilation of Agenda Decisions—Volume 4* which contains all the agenda decisions made by the Committee from October 2020 to March 2021.

Please click to access the following:

- **Press release** on the IFRS Foundation website
- **Compilation** on the IFRS Foundation website

Board proposes update to IFRS Taxonomy 2021

The Board issued proposed IFRS Taxonomy Update PTU/2021/1 *IFRS Taxonomy 2021—Disclosure of Accounting Policies and Definition of Accounting Estimates*.

The proposed taxonomy update includes changes to elements to reflect new and amended disclosure requirements in *Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2)* and *Definition of Accounting Estimates (Amendments to IAS 8)*. Comments on the proposed taxonomy update are due by 21 June 2021.

Please click to access the following:

- **Press release** on the IFRS Foundation website
- **Proposed taxonomy update** on the IFRS Foundation website

Board issues Investor Update newsletter

The Board issued the latest edition of its *Investor Update* newsletter, which profiles recently introduced IFRS Standards and other changes that are in the pipeline as well as how those changes may affect companies and performance

Please click to access the **Investor Update** newsletter on the IFRS Foundation website.

Summary of the March 2021 ASAF meeting

The Board published a summary of the Accounting Standards Advisory Forum (ASAF) meeting held on 18 and 19 March 2021.

The topics covered during the meeting were the following:

- Primary Financial Statements
- Third Agenda Consultation
- Management Commentary
- Post-implementation Review of IFRS 9—Classification and Measurement
- Post-implementation Review of IFRS 10, IFRS 11 and IFRS 12
- Extractive Activities

Please click to access the **summary** of the meeting on the IFRS Foundation website.

Summaries of the March 2021 CMAC and GPF meetings

Representatives from the Board met with both the Capital Markets Advisory Council (CMAC) on 11 March 2021 and with the Global Preparers Forum (GPF) on 12 March 2021. The Board released notes and recordings from the joint meeting.

The topics discussed at the CMAC meeting included:

- Post-implementation Review of IFRS 9—Classification and Measurement
- Post-implementation Review of IFRS 10, IFRS 11 and IFRS 12
- Rate-regulated Activities
- Business Combinations under Common Control

Please click to access the **meeting summary** on the IFRS Foundation website.

The topics discussed at the GPF meeting included:

- Update on IFRS Foundation Trustees' Consultation Paper on sustainability reporting
- Post-implementation Review of IFRS 9—Classification and Measurement
- Post-implementation Review of IFRS 10, IFRS 11 and IFRS 12
- Rate-regulated Activities
- IFRS Interpretations Committee update

Please click to access the **meeting summary** on the IFRS Foundation website.

IFRS Foundation to hold virtual conference

The IFRS Foundation announced its annual conference will be held virtually on 3 and 4 June 2021.

The virtual conference will include panel discussions on capital markets and international financial reporting during the past 20 years with key people from this arena; an interactive panel session on the future of corporate reporting with investors, preparers and auditors; and the latest developments in the IFRS Foundation Trustees' work on sustainability reporting.

Please click to access the following:

- **Press release** on the IFRS Foundation website
- **Conference page** on the IFRS Foundation website.

IFRS Foundation publishes its 2020 annual report

The IFRS Foundation published its annual report and audited financial statements for the year ended 31 December 2020.

Please click to access the following:

- **Press release** on the IFRS Foundation website
- **Annual report** on the IFRS Foundation website

IFRS Foundation announces new Board member

The Trustees of the IFRS Foundation announced the appointment of Bertrand Perrin as Board member.

Please click to access the **press release** on the IFRS Foundation website.

IFRS Foundation seeks Board members

The IFRS Foundation Trustees are seeking candidates to fill four vacancies on the Board, two from Europe and two from the Americas.

Please click to access the **press release** on the IFRS Foundation website.

IFRS Foundation Trustees seek new Advisory Council Chair and members

The Trustees of the IFRS Foundation are seeking a new Chair for a three-year appointment commencing on 1 February 2022. They are also calling for candidates to fill vacancies occurring at the end of 2021 for membership to the IFRS Advisory Council.

Please click to access the following:

- Advisory Council Chair **press release** on the IFRS Foundation website
- Advisory Council members **press release** on the IFRS Foundation website

March 2021 IFRS for SMEs Update

The Board published its March 2021 *IFRS for SMEs* Update, which is a staff summary of news, events and other information about the *IFRS for SMEs* Standard and related SME activities.

Please click to access the **IFRS for SMEs Update** on the IFRS Foundation website.

ESMA publishes report on the activities of accounting enforcers and their findings within the EU in 2020

The European Securities and Markets Authority (ESMA) published a report providing an overview of its activities and the activities of the accounting enforcers in the European Union (EU) when examining compliance of financial information provided by issuers listed on regulated markets with the applicable financial reporting framework in 2020.

Please click to access the **report** on the ESMA website.

EC publishes proposed Corporate Sustainability Reporting Directive

In its efforts to revise the EU Non-Financial Reporting Directive (NFRD), the European Commission (EC) published a proposal for a Corporate Sustainability Reporting Directive (CSRD).

Please click to access the following:

- **Press release** on the EC website
- **Proposed sustainable finance package** on the EC website
- **Purpose-driven Business Reporting in Focus** explaining the proposals on IAS Plus

Report and video of an EAA workshop on the post-implementation review of IFRS 10, IFRS 11 and IFRS 12

On 26 March 2021, the Board, in conjunction with the European Accounting Association (EAA), held an EAA Financial Reporting Standards workshop that provided an overview of the Request for Information regarding the post-implementation review of IFRS 10, IFRS 11 and IFRS 12.

Please click to access the **recording and slides** of the workshop on the EAA website.

EFRAG launches survey on crypto-assets (liabilities)

The European Financial Reporting Advisory Group (EFRAG) is inviting stakeholders to participate in a survey on its Discussion Paper *Accounting for Crypto-Assets (Liabilities): Holder and Issuer Perspective*.

Please click to access the **press release** on the EFRAG website.

EFRAG draft comment letter on the Board's proposed new standard on rate-regulated activities

EFRAG issued a draft comment letter on the Board's Exposure Draft ED/2021/1 *Regulatory Assets and Regulatory Liabilities*.

Please click to access the following:

- **Press release** on the EFRAG website
- **Draft comment letter** on the EFRAG website

EFRAG BCUCC briefing

The Secretariat of EFRAG published a briefing paper as part of the EFRAG strategy to stimulate debate on the Board discussions on how to account for business combinations under common control (BCUCC).

Please click to access the **press release** on the EFRAG website.

Final report on the EC's fitness check on public reporting by companies

In March 2018, the EC initiated a "fitness check assessment" on public reporting by EU companies. The EC published the final results of this assessment.

Please click to access the **report** on the fitness check on the EC website.

AASB research into financial reporting by non-corporate or small entities

The Australian Accounting Standards Board (AASB) published its Research Report No. 16 *Financial Reporting by Non-Corporate or Small Entities* that presents an overview of the academic literature on financial reporting by non-corporate and small entities.

Please click to access the **research report** on the AASB website.

IPSASB publishes four interrelated EDs on measurement

The International Public Sector Accounting Standards Board (IPSASB) released four exposure drafts (EDs) proposing changes in the measurement of assets and liabilities in financial statements; measurement; property, plant and equipment; and non-current assets held for sale and discontinued operations. Comments on all EDs are requested by 25 October 2021.

Please click to access the following on the IPSASB website:

- **ED 76** *Conceptual Framework Update: Chapter 7, Measurement of Assets and Liabilities in Financial Statements*
- **ED 77** *Measurement*
- **ED 78** *Property, Plant, and Equipment*
- **ED 79** *Non-Current Assets Held for Sale and Discontinued Operations*

Updates to Deloitte iGAAP manual

Available at dart.deloitte.com/iGAAP [on subscription only].

Added Deloitte Guidance

Chapter	Reference	Deloitte guidance title
A4 Presentation of financial statements	4.3B.7.5-1	Current/non-current: classification of asset-backed securities (entities that have not adopted the January 2020 amendments) – example
A14 Revenue from contracts with customers	6.1.6-1	Co-branded credit card arrangements
A14 Revenue from contracts with customers	11.2.4-1	Assessing whether goods or services are distinct for a licence to a portfolio of patents

Amended Deloitte Guidance

Chapter	Reference	Deloitte guidance title
A36 Government grants	6.1-2	Impairment testing of assets with related government grants
B13 Transition to IFRS 9	6.4-1	Transition to IFRS 9: accounting for modification or exchange of a financial liability that does not lead to derecognition

Deloitte IFRS communications and publications

Issuance Date	Description
1 April 2021	IFRS in Focus —IASB seeks views on what the Board’s priorities should be over the next five years
8 April 2021	IFRS on Point —March 2021
23 April 2021	IFRS in Focus —IASB proposes amendments to IAS 21 to specify when a currency is exchangeable and how to determine the exchange rate when it is not
30 April 2021	Purpose-driven Business Reporting in Focus —European Commission publishes proposed Corporate Sustainability Reporting Directive
4 May 2021	IFRS in Focus —IFRS Foundation Trustees propose amendments to the IFRS Foundation <i>Constitution</i> to accommodate an International Sustainability Standards Board

Comment letters

	Description	Receiving party	Comment letter deadline
Comment letters issued	Tentative Agenda Decision: Costs Necessary to Sell Inventories (IAS 2)	IFRS IC	14/04/2021
	Tentative Agenda Decision: Preparation of Financial Statements when an Entity is No Longer a Going Concern (IAS 10)	IFRS IC	14/04/2021
Comment letters pending	Request for Information—Post-implementation Review of IFRS 10 Consolidated Financial Statements, IFRS 11 Joint Arrangements and IFRS 12 Disclosure of Interests in Other Entities	IASB	10/05/2021
	Tentative Agenda Decision: Non-refundable Value Added Tax on Lease Payments (IFRS 16)	IFRS IC	24/05/2021
	Tentative Agenda Decision: Accounting for Warrants that are Classified as Financial Liabilities on Initial Recognition (IAS 32)	IFRS IC	24/05/2021
	Proposed IFRS Taxonomy Update: PTU/2021/1—Disclosure of Accounting Policies and Definition of Accounting Estimates	IASB	21/06/2021
	Exposure Draft: Proposed Targeted Amendments to the IFRS Foundation Constitution to Accommodate an International Sustainability Standards Board to Set IFRS Sustainability Standards	IFRS Foundation Trustees	29/07/2021
	Exposure Draft: ED/2021/1—Regulatory Assets and Regulatory Liabilities	IASB	30/07/2021
	Discussion Paper DP/2020/2—Business Combinations under Common Control	IASB	01/09/2021
	Exposure Draft: ED/2021/4—Lack of Exchangeability	IASB	01/09/2021
	Request for Information—Third Agenda Consultation	IASB	27/09/2021
	Exposure Draft: ED/2021/3—Disclosure Requirements in IFRS Standards—A Pilot Approach	IASB	21/10/2021

Effective dates

Click [here](#) for upcoming and recent effective dates.

The Deloitte Accounting Research Tool (DART) is a comprehensive online library of accounting and financial disclosures literature. **iGAAP on DART** allows access to the full IFRS Standards, linking to and from:

- Deloitte's authoritative, up-to-date, iGAAP manuals which provide guidance for reporting under IFRS Standards; and
- Model financial statements for entities reporting under IFRS Standards.

To apply for a subscription to DART, click **here** to start the application process and select the iGAAP package.

For more information about DART, including pricing of the subscription packages, click **here**.

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