



## IFRS on Point

### Financial and Sustainability Reporting Developments and Information from November 2022

---

#### International headlines

#### Updates to Deloitte iGAAP manual

#### Deloitte IFRS communications and publications

#### Comment letters

#### Effective dates

---

#### International Headlines

##### [IASB meeting \(November 2022\)](#)

The IASB met on 22-24 November 2022.

The following topics were discussed:

- Post-implementation Review (PIR) of IFRS 9—Classification and Measurement
- Dynamic Risk Management
- Rate-regulated Activities
- Amendments to the Classification and Measurement of Financial Instruments
- Goodwill and Impairment
- Business Combinations under Common Control
- Disclosure Initiative—Subsidiaries without Public Accountability: Disclosures
- International Tax Reform—Pillar Two Model Rules
- Supplier Finance Arrangements

Please click to access the following:

- **IASB Update** on the IFRS Foundation website
- **Meeting page** with links to the agenda, agenda papers and recordings of the meeting on the IFRS Foundation website
- **Work plan analysis** on IAS Plus
- **Detailed meeting summaries** taken by Deloitte observers on IAS Plus

##### [ISSB meeting \(November 2022\)](#)

The International Sustainability Standards Board (ISSB) held a supplementary meeting on 1-3 November and a regular meeting on 15-16 November 2022.

The following topics were discussed in the supplementary meeting:

- General Sustainability-related Disclosures
- Climate-related Disclosures

The following topics were discussed in the regular meeting:

- General Sustainability-related Disclosures and Climate-related Disclosures
- Current and anticipated financial effects and connected information
- Comparative information and updated estimates
- Timing of reporting

For more information please see the following websites:

[www.iasplus.com](http://www.iasplus.com)

[www.deloitte.com](http://www.deloitte.com)

- Strategy and decision-making and climate-related targets
- IFRS Sustainability Disclosure Taxonomy

Please click to access the following:

- ISSB Update (**supplementary meeting** and **regular meeting**) on the IFRS Foundation website
- Meeting page (**supplementary meeting** and **regular meeting**) with links to the agenda, agenda papers and recordings of the meeting on the IFRS Foundation website
- **Work plan analysis** on IAS Plus
- Detailed meeting summaries (**supplementary meeting** and **regular meeting**) taken by Deloitte observers on IAS Plus

### **IFRS IC meeting (November 2022)**

The IFRS Interpretations Committee (IFRS IC) met on 29 November 2022.

The following topics were discussed:

- Initial consideration—IFRS 16 *Leases*: Definition of a Lease: Substitution Rights
- Potential annual improvements to IFRS Accounting Standards
- Input on IASB project—PIR of IFRS 15

Please click to access the following:

- **IFRIC Update** on the IFRS Foundation website
- **Meeting page** with links to the agenda, agenda papers and recordings of the meeting on the IFRS Foundation website
- **Detailed meeting summaries** taken by Deloitte observers on IAS Plus

### **Jurisdictional Working Group meeting**

The IFRS Foundation has published a summary of the Jurisdictional Working Group meeting held on 17 October 2022.

During the meeting, participants provided an update on the progress of sustainability-related reporting in their jurisdictions and gave observations to the agenda papers for the October 2022 ISSB meeting. The ISSB and IFRS Foundation Trustees will be evaluating the future role of the Jurisdictional Working Group considering the establishment of the Sustainability Standards Advisory Forum.

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

### **Meeting summary of the October 2022 CMAC meeting**

The IFRS Foundation has published a summary of the Capital Markets Advisory Council (CMAC) meeting held on 6 October 2022.

The following topics were discussed:

- Primary Financial Statements
- IAS 37 *Provisions, Contingent Liabilities and Contingent Assets*—Discount rates
- PIR of IFRS 9—Impairment
- PIR of IFRS 15

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

### **Meeting summary of the October 2022 SMEIG meeting**

The IFRS Foundation has published a meeting summary of the SME Implementation Group (SMEIG) meeting held on 13 October 2022.

The following topics were discussed:

- Concepts and basic principles
- Fair value measurement
- Financial instruments
- Business combinations
- The 'consolidation' package
- Revenue

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

### **Meeting summary of the October 2022 IFRS Foundation Trustees meeting**

The IFRS Foundation has published a summary of the Trustees meeting held on 25-26 October 2022.

The following topics were discussed:

- Report of the Chair of the Trustees and the Executive Director
- The history of SASB standards
- Report of the Chair of the ISSB
- Greenhouse gas emissions
- Report of the Chair of the IASB
- Strategy for promoting sustainable operations of the IFRS Foundation
- Engagement with the Chair of the Monitoring Board
- Membership of the IFRS Sustainability Standards Advisory Forum
- Data for green finance
- IFRS Foundation Transitional Advisory Group
- Reports from the Trustee Committee meetings
- Stakeholder engagement

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

### **G20 Leaders support upcoming ISSB Standards**

The G20 has issued a final declaration following the G20 Leaders meeting held on 15-16 November 2022.

In particular, the G20 discussed that “globally consistent data are needed in order to effectively address climate-related financial risks” and are looking “forward to the finalization of standards by the International Sustainability Standards Board (ISSB) in support of globally consistent, comparable and reliable climate-related financial disclosures, and its work beyond climate.” In addition, the G20 welcomes “the efforts to achieve interoperability across disclosure frameworks.”

Please click to access the **final declaration** on the G20 website

### **ISSB announces new Partnership Framework, CDP to incorporate ISSB climate standard into its disclosure platform**

At the 27th United Nations Conference of the Parties (COP27), ISSB Chair Emmanuel Faber introduced the ISSB's new Partnership Framework with more than 20 partner organisations. In addition, CDP (formerly the Carbon Disclosure Project) and the ISSB have announced that CDP will incorporate the requirements in the forthcoming IFRS S2 *Climate-related Disclosures* into its global environmental disclosure platform.

Please click to access the following on the IFRS Foundation website:

- **Details on the partnership framework**
- **Press release**

### **COP27 ISSB podcast**

The ISSB has released a podcast about highlights from COP27.

The podcast covers:

- ISSB announcements made at COP27
- Support for scalability and proportionality and collaboration on capacity building
- Preparedness of the global south in adopting standards
- Discussion of the importance of African jurisdictions in establishing the global baseline
- Expectations over the next 12 months

Please click to access the **podcast** on the IFRS Foundation website.

### **IFRS Foundation announces IRCC**

The IFRS Foundation has announced a new advisory group, the Integrated Reporting and Connectivity Council (IRCC).

The IRCC will advise the IFRS Foundation Trustees, the IASB and the ISSB on how reporting required by the IASB and the ISSB could be integrated, and how the IASB and the ISSB could consider applying principles and concepts from the integrated reporting framework to their projects.

Please click to access the following on the IFRS Foundation website:

- **Press release**
- **List of members**

### **IFRS Foundation publishes compilation of IFRS IC agenda decisions**

The IFRS Foundation has published *Compilation of Agenda Decisions—Volume 7* which contains the agenda decisions issued by the IFRS Interpretations Committee from May 2022 to October 2022.

Please click to access the **compilation** on the IFRS Foundation website.

### **IFRS Foundation issues November 2022 Investor Update newsletter**

The IFRS Foundation has published 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 **newsletter** on the IFRS Foundation website.

### **IFRS Foundation proposes updates to IFRS Taxonomy 2022**

The IFRS Foundation has issued the following proposed changes to the IFRS Taxonomy:

- IFRS Accounting Taxonomy 2022 Proposed Update 1—*General Improvements and Common Practice*
- IFRS Accounting Taxonomy 2022 Proposed Update 2—*Lease Liability in a Sale and Leaseback and Non-current Liabilities with Covenants*

The proposed changes aim to improve the quality of tagged data and to make the IFRS Accounting Taxonomy easier to use.

Please click to access the following on the IFRS Foundation website:

- **Press release** on update 1
- **Proposed update 1**
- **Press release** on update 2
- **Proposed update 2**

### **Call for papers – 2023 IASB Research Forum**

The IFRS Foundation has announced that it will host the 2023 IASB Research Forum in early November 2023 and is seeking research papers to help inform the IASB's standard-setting activities related to intangible assets.

In particular, research papers are welcomed on (but not limited to) the following research areas:

- Recognition and measurement
- Disclosure in financial statements
- Other information sources (i.e. management commentary and sustainability report)
- Pollutant pricing mechanisms and cryptocurrencies

Research papers are requested by 31 March 2023.

Please click to access the following on the IFRS Foundation website:

- **Press release**
- **Call for papers**

### **Recording of EAA-EFRAG-IASB workshop on digital reporting**

The IASB, in conjunction with the European Accounting Association (EAA) and the European Financial Reporting Advisory Group (EFRAG) held a virtual workshop on 18 November 2022 on issues relating to digital financial reporting and digitalisation of financial reports.

The two-hour workshop was structured into three sections:

- What is digital financial reporting?
- IFRS Accounting Taxonomy
- Digital reporting and standard-setting

Please click to access the **recording** of the workshop on Youtube.

### **Meeting summary of the September 2022 IFASS meeting**

EFRAG has published a summary of the International Forum of Accounting Standard Setters (IFASS) meeting held on 27-28 September 2022.

Among the topics discussed at the meeting were the UKEB research on goodwill subsequent measurement and jurisdictional perspectives on sustainability reporting.

Please click to access the **meeting report** on the EFRAG website.

### **EFRAG submits draft ESRS to EC**

EFRAG has submitted its first set of draft European Sustainability Reporting Standards (ESRS) to the European Commission (EC).

The first set of draft ESRS includes two cross-cutting standards, five topical standards on environment, four topical standards on social aspects and one topical standard on governance.

As a next step, the EC has to approve the ESRS drafts or revise them itself before they are to be applied as a delegated act by companies within the scope of the Corporate Sustainability Reporting Directive (CSRD).

Please click to access the following on the EFRAG website:

- **Press release**
- **Draft ESRS**

### **European Parliament and Council adopt CSRD**

The European Parliament and Council have adopted the CSRD proposed by the EC in April 2021.

The CSRD will make businesses more publicly accountable by obliging them to regularly disclose information on their societal and environmental impact.

Please click to access the following on the European Union Council website:

- **Press release**
- **Text of the CSRD**

### **Chairs of EFRAG FRB and EFRAG SRB announced**

EFRAG has announced the name of the Chairs of the two new reporting boards working side-by-side under the new administrative board.

The Financial Reporting Board (FRB) will be chaired by Wolf Klinz, former Member of the European Parliament.

The Sustainability Reporting Board (SRB) will be chaired by Patrick de Cambourg, former President of the French accounting standard setter Autorité des Normes Comptables (ANC).

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

### **IOSCO outlines need for timely sustainability disclosure and assurance standards**

At COP27, the International Organization for Securities Commissions (IOSCO) has outlined the actions it undertakes to protect investors by mitigating greenwashing in financial markets, to contribute to sustainability disclosure standards benefitting issuers and investors, and to promote well-functioning carbon markets.

Please click to access the **statement** on the IOSCO website

### IOSCO statement on financial reporting and disclosure during economic uncertainty

IOSCO has released a statement emphasising issuers' need for fair, transparent and timely disclosure about impacts of economic uncertainty.

Please click to access the **statement** on the IOSCO website

### Updated IPSAS-IFRS alignment dashboard

The International Public Sector Accounting Standards Board (IPSASB), which develops the International Public Sector Accounting Standards (IPSAS) for financial reporting by governments and other public sector entities, has released an updated IPSAS-IFRS alignment dashboard showing how individual IPSAS are aligned with corresponding IFRS Standards.

Please click to access **updated alignment dashboard** on the International Federation of Accountants (IFAC) website.

### IPSASB ED on sustainability reporting implementation guidance

The IPSASB has released an ED proposing additional guidance on how two previously published Recommended Practice Guidelines (RPGs) can be applied now by governments and public sector entities to report on sustainability programme information.

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

### IFR4NPO publishes first exposure draft

International Financial Reporting for Non-Profit Organisations (IFR4NPO), an initiative to develop the first internationally applicable financial reporting guidance for non-profit organisations (NPOs), has released International *Non-Profit Accounting Guidance, Exposure Draft 1*.

The new guidance, International Non-Profit Accounting Guidance (INPAG), seeks to improve clarity and consistency of NPO financial reports.

The exposure draft (ED) is the first of three parts, each followed by a 4-month consultation period. ED 1 addresses four main topics:

- A description of NPOs
- A framework for INPAG
- Financial statements presentation
- Narrative reporting

Please click to access the following on the IFR4NPO website:

- **Press release**
- **ED and supporting material**

## Updates to Deloitte iGAAP manual

Available at [dart.deloitte.com/iGAAP](https://dart.deloitte.com/iGAAP) [on subscription only].

### Added Deloitte Guidance

Chapter	Reference	Deloitte guidance title
B2 Financial Assets	<b>5.2.11-1</b>	Assessing whether a contractual term is 'de minimis'
B8 Recognition and derecognition	<b>3.12-1</b>	Enforcement of collateral on loan: Write-off of a portion of a financial asset – example
B8 Recognition and derecognition	<b>3.12-2</b>	Application of the requirement for write-offs in IFRS 9:5.4.4
B8 Recognition and derecognition	<b>3.12-3</b>	Individual or collective assessment amount to write off
B8 Recognition and derecognition	<b>3.12-4</b>	Writing off a financial asset when the expectation of recovery is low – example
B8 Recognition and derecognition	<b>3.12-5</b>	Recognition of recoveries on financial assets written off under IFRS 9 – example

B8 Recognition and derecognition	<b>3.12-6</b>	No write-off of financial assets in the event of a delay in cash flows – example
D2 Scope of IFRS 17	<b>4.1-1</b>	Contracts with performance guarantee features - issuer accounting

#### Amended Deloitte Guidance

Chapter	Reference	Deloitte guidance title
A3 First-time adoption of IFRS Accounting Standards	<b>7.2.1.4-1</b>	Full retrospective application of IFRS 3 – which version of IFRS 3?
A3 First-time adoption of IFRS Accounting Standards	<b>7.2.11-1</b>	Lease acquired in a business combination not capitalised under previous GAAP – example
A21 Statement of cash flows	<b>3.3-1</b>	Examples of non-cash transactions to be excluded from the statement of cash flows
A21 Statement of cash flows	<b>5.1.2-1</b>	Classification of lease payments – example
A21 Statement of cash flows	<b>5.2.2-1</b>	Cash flows from operating activities – examples
B1 Scope	<b>2.3.3-1</b>	Accounting for contracts that fail the narrow definition of financial guarantee contract
B1 Scope	<b>2.3.3-2</b>	Option to account for financial guarantee contract under IFRS 9 or IFRS 17
B1 Scope	<b>2.3.5-1</b>	General guarantees of subsidiary obligations
B2 Financial Assets	<b>5.2.3-5</b>	Increased cost clauses in financial assets
B3 Financial liabilities and equity	<b>5-1</b>	Purchase of treasury shares – example
B3 Financial liabilities and equity	<b>5-2</b>	Treasury shares held as an economic hedge – example (entity has not yet adopted the amendment to IAS 32 adding IAS 32:33A)
B3 Financial liabilities and equity	<b>5-3</b>	Classification of treasury shares held as part of an investment fund or to economically hedge issued insurance contracts with participation features – example
B3 Financial liabilities and equity	<b>7.1.2.3-2</b>	Applying the fair value option for contracts outside the scope of IFRS 9
B6 Measurement	<b>5.3-1A</b>	Including cash flows from credit enhancements in the measurement of expected credit losses

#### Deloitte IFRS communications and publications

Issuance Date	Description
07 November 2022	<b>IFRS on Point—October 2022</b>

## Comment letters

	Description	Receiving party	Comment letter deadline
Comment letters pending	<b>IASB/ED/2022/1—Third edition of the <i>IFRS for SMEs</i> Accounting Standard</b>	IASB	07/03/2023
	<b>IFRS Accounting Taxonomy 2022—Proposed Update 1: <i>General Improvements and Common Practice</i></b>	IASB	16/12/2022
	<b>IFRS Accounting Taxonomy 2022—Proposed Update 2: <i>Lease Liability in a Sale and Leaseback and Non-current Liabilities with Covenants</i></b>	IASB	28/12/2022
	<b>Tentative Agenda Decision: Definition of a Lease—Substitution Rights (IFRS 16)</b>	IFRS IC	06/02/2023

## 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 IFRS Standards, linking to and from:

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

In addition, our ***Beyond the numbers*** volume of iGAAP provides guidance on disclosure requirements and recommendations which businesses must consider in light of the broader environmental, social and governance matters which can significantly drive the value of an entity.

To apply for a subscription to iGAAP on DART, click [here](#) to start the application process and select the iGAAP package.

For more information about iGAAP on DART, including pricing of the subscription packages, click [here](#).



## Key contacts

### Global IFRS and Corporate Reporting Leader

Veronica Poole

ifrsglobalofficeuk@deloitte.co.uk

#### IFRS Centres of Excellence

<b>Americas</b>		
<i>Argentina</i>	Fernando Lattuca	<b>arifrscoe@deloitte.com</b>
<i>Canada</i>	Karen Higgins	<b>ifrsca@deloitte.ca</b>
<i>Mexico</i>	Miguel Millan	<b>mx_ifrs_coe@deloittemx.com</b>
<i>United States</i>	Magnus Orrell	<b>iasplus-us@deloitte.com</b>
	Ignacio Perez	<b>iasplus-us@deloitte.com</b>
<b>Asia-Pacific</b>		
<i>Australia</i>	Anna Crawford	<b>ifrs@deloitte.com.au</b>
<i>China</i>	Gordon Lee	<b>ifrs@deloitte.com.cn</b>
<i>Japan</i>	Kazuaki Furuuchi	<b>ifrs@tohatsu.co.jp</b>
<i>Singapore</i>	Lin Leng Soh	<b>ifrs-sg@deloitte.com</b>
<b>Europe-Africa</b>		
<i>Belgium</i>	Thomas Carlier	<b>ifrs-belgium@deloitte.com</b>
<i>Denmark</i>	Søren Nielsen	<b>ifrs@deloitte.dk</b>
<i>France</i>	Irène Piquin Gable	<b>ifrs@deloitte.fr</b>
<i>Germany</i>	Jens Berger	<b>ifrs@deloitte.de</b>
<i>Italy</i>	Massimiliano Semprini	<b>ifrs-it@deloitte.it</b>
<i>Luxembourg</i>	Martin Flaunet	<b>ifrs@deloitte.lu</b>
<i>Netherlands</i>	Ralph Ter Hoeven	<b>ifrs@deloitte.nl</b>
<i>South Africa</i>	Nita Ranchod	<b>ifrs@deloitte.co.za</b>
<i>Spain</i>	Jose Luis Daroca	<b>ifrs@deloitte.es</b>
<i>Sweden</i>	Fredrik Walmeus	<b>seifrs@deloitte.se</b>
<i>Switzerland</i>	Nadine Kusche	<b>ifrsdesk@deloitte.ch</b>
<i>United Kingdom</i>	Elizabeth Chrispin	<b>deloitteifrs@deloitte.co.uk</b>

# Deloitte.

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited (“DTTL”), its global network of member firms, and their related entities (collectively, the “Deloitte organisation”). DTTL (also referred to as “Deloitte Global”) and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see [www.deloitte.com/about](http://www.deloitte.com/about) to learn more.

Deloitte provides industry-leading audit and assurance, tax and legal, consulting, financial advisory and risk advisory services to nearly 90% of the Fortune Global 500® and thousands of private companies. Our professionals deliver measurable and lasting results that help reinforce public trust in capital markets, enable clients to transform and thrive and lead the way toward a stronger economy, a more equitable society, and a sustainable world. Building on its 175-plus year history, Deloitte spans more than 150 countries and territories. Learn how Deloitte’s approximately 415,000 people worldwide make an impact that matters at [www.deloitte.com](http://www.deloitte.com).

This communication contains general information only, and none of Deloitte Touche Tohmatsu Limited (“DTTL”), its global network of member firms or their related entities (collectively, the “Deloitte organisation”) is, by means of this communication, rendering professional advice or services. Before making any decision or taking any action that may affect your finances or your business, you should consult a qualified professional adviser.

No representations, warranties or undertakings (express or implied) are given as to the accuracy or completeness of the information in this communication, and none of DTTL, its member firms, related entities, employees or agents shall be liable or responsible for any loss or damage whatsoever arising directly or indirectly in connection with any person relying on this communication. DTTL and each of its member firms, and their related entities, are legally separate and independent entities.

© 2022. For information, contact Deloitte Global.

Designed by Deloitte CoRe Creative Services. RITM1245849