

IFRS Foundation Monitoring Board 2018-2019 Work Plan

April 2018

Capital markets authorities responsible for setting the form and content of financial reporting in jurisdictions where the use of IFRS is mandated or permitted are able to more effectively discharge their mandates regarding investor protection, market integrity and capital formation through the IFRS Foundation Monitoring Board (MB).

The MB plans to conduct the following activities in 2018 and 2019, which encompass two key areas: a) reviewing the Trustees' oversight of the IASB's standard-setting process; and b) monitoring and conferring with the Trustees on their responsibilities.

The MB intends to update its work plan periodically and keep stakeholders informed of its areas of focus which enhances both the operational efficiency of the MB and transparency regarding its operations.

a) Reviewing the Trustees' oversight of the IASB¹

(IASB's due process arrangements)

- The MB plans to review and comment on the Trustees' plan for the review of the IASB's due process arrangements, as appropriate.

(Agenda referral)

- The MB will continue its dialogue with the Trustees on accounting matters of broad public interest for consideration by the IASB. Such matters could encompass the following:
 - The MB will continue a dialogue with the Trustees regarding the IASB's Effects Analysis, in particular in terms of scope, timing and method. This will include monitoring the Trustees' review of the IFRS Due Process Handbook as planned by the IFRS Foundation.
 - Achieving consistent implementation of new accounting standards, including IFRS 15 on Revenue from Contracts with Customers, IFRS 9 on

¹ Section 10.B. of the Memorandum of Understanding to Strengthen the Institutional Framework of the International Financial Reporting Standards Foundation notes "the IFRSF Monitoring Board may refer accounting issues to, and will confer regarding these issues with, the Trustees and the IASB Chair. In all cases, it is understood that the Monitoring Board will neither influence the decision-making process nor challenge the decisions made by the IASB with regard to its standard-setting".

Financial Instruments, IFRS 16 on Leases, and IFRS 17 on Insurance Contracts.

- The IASB’s project on better communication in financial reporting; and
- Digital reporting and the IFRS Taxonomy.

b) Monitoring and Conferring with the Trustees on Their Responsibilities

(Good governance of the IFRS Foundation)

- The MB plans to continue its ongoing dialogue with Trustees on its efforts to strengthen the governance framework of the IFRS Foundation and, in particular, will review and confer regarding the MB’s views on the IFRS Foundation’s policy on conflicts of interest;
- The MB will confer with the Trustees on the follow up of the IFRS Reputation Research Report (July 2017);
- The MB will discuss the progress and results of the IFRS Foundation’s exercise to identify and evaluate its operational risks, including the development of evaluation metrics and key performance indicators.

(Financing arrangements)

- The MB will continue to review the adequacy and appropriateness of the Trustees’ arrangements for the IFRS Foundation’s funding and share its perspectives with the Trustees, as appropriate.

(Nomination process)

- The MB plans to participate and provide input and help to the IFRS Foundation nomination and approval process for Trustee candidates, including its Chair.

The activities in the work plan are the responsibilities of the MB specified by the “Charter of the IFRSF Monitoring Board” (hereinafter referred to as the “Charter”), the Memorandum of Understanding to Strengthen the Institutional Framework of the International Financial Reporting Standards Foundation (hereinafter referred to as the “MoU”), decisions made by the MB principals, and the “Final report on the Review of the IFRS Foundation’s Governance” (hereinafter referred to as the “Governance Review Report”).

Section 7 v) of the MoU is the basis for the MB’s work on the Trustees’ oversight of the IASB, including its due process arrangements, section 7 vii) for the agenda referral,

section 7 iv) for the MB's work on the IFRS Foundation's financing arrangement, section 7 i) and ii) for the Trustee nomination process.