

---

# IASB update—Q&A with IASB leadership

The views expressed in this presentation are those of the presenter, not necessarily those of the IFRS Foundation, International Accounting Standards Board or the International Sustainability Standards Board.  
Copyright © 2025 IFRS Foundation. All rights reserved.

## Presenters



**Linda Mezon-Hutter**  
IASB Vice-Chair



**Nili Shah**  
IASB Executive  
Technical Director

- 1 Highlights since WSS 2024
- 2 Technical work
- 3 What will affect you in 2025-2027

Questions and Answers Session

---

# Highlights since WSS 2024

## IASB composition

1

### Finished their terms

---

2

3



Ann Tarca



Jianqiao Lu

### Starting term from 01.01.2026

---



Yu Chen

More details on the IFRS Foundation Website [International Accounting Standards Board](#)

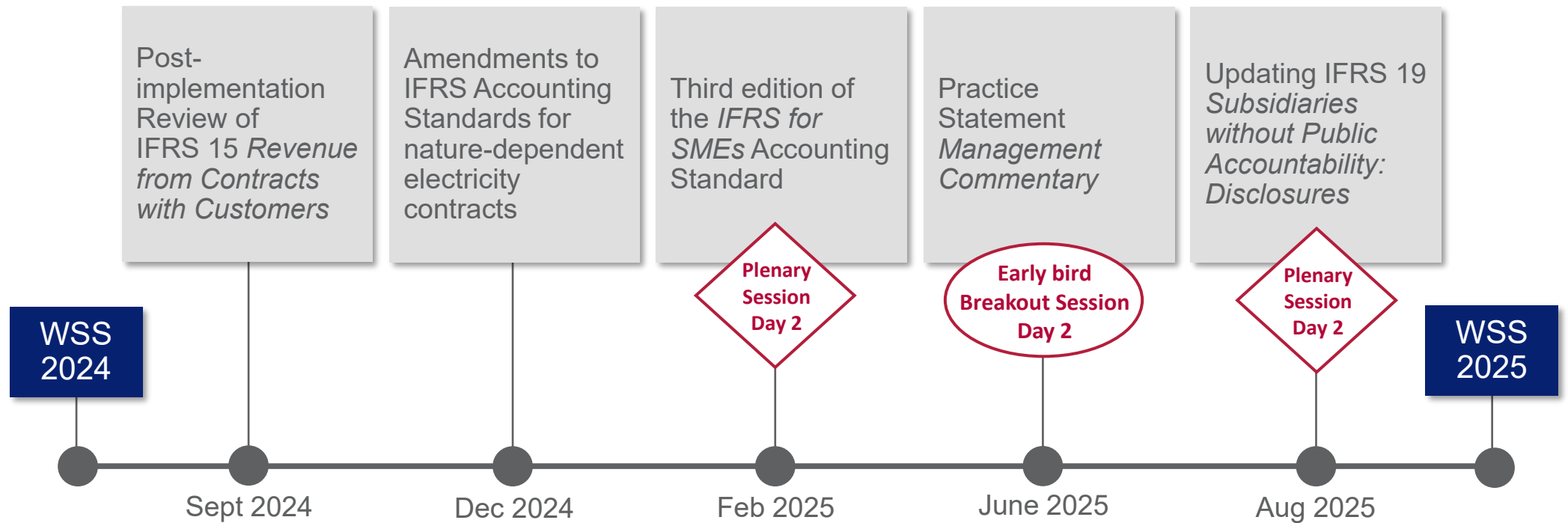
# Highlights since WSS 2024

## Projects completed

1

2

3



---

# Highlights since WSS 2024

Consultations published

1

2

3

Comment  
period closed

Exposure Draft

***Provisions—Targeted Improvements***

Proposed amendments to IAS 37 *Provisions, Contingent Liabilities and Contingent Assets*

Comment  
period open

Request for Information

**Post-implementation Review IFRS 16 Leases**

**Submit comment letter by 15 October 2025**

# Highlights since WSS 2024

## Other publications

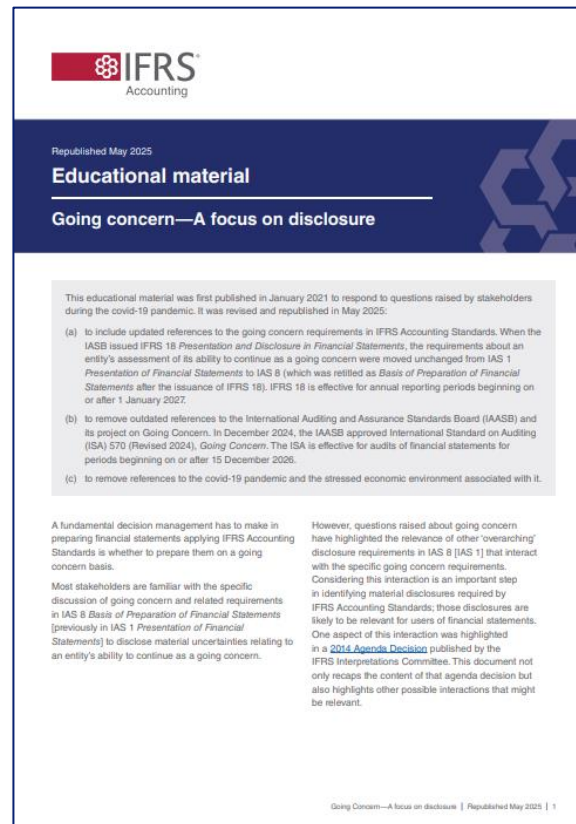
1

2

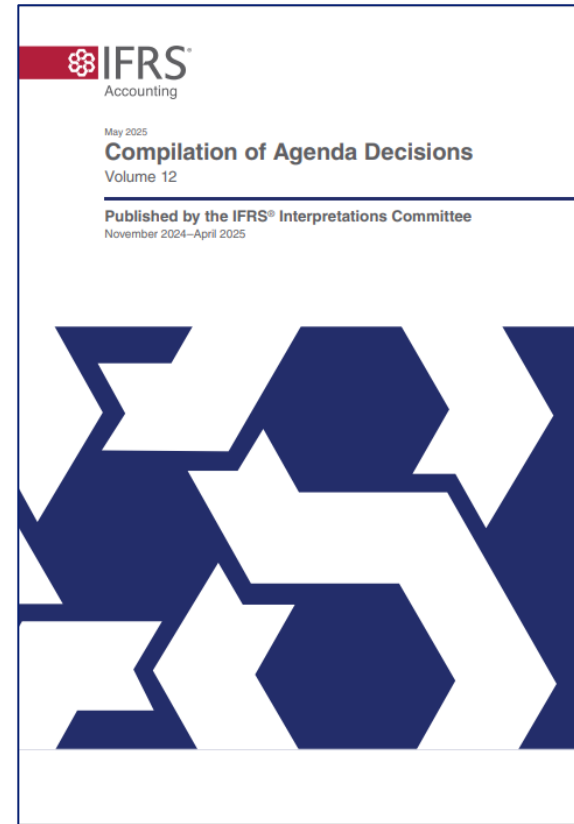
3



[\[LINK\]](#)



[\[LINK\]](#)



[\[LINK\]](#)

---

# Highlights since WSS 2024

## Agenda Consultation

1

2

- In March 2025 the IASB announced that the Request for Information (RFI) for its Fourth Agenda Consultation will be published in October 2025

3

- In July 2025 the IASB and ISSB discussed the benefits of a **concurrent agenda consultation**
  - ☑ Hear directly from stakeholders about **priorities holistically**, separate and joint
  - ☑ Work is expected to start in **late 2026** with plans to publish a RFI in **2027**
- The period of the Third Agenda Consultation **will be extended** until the conclusion of the concurrent agenda consultation in 2028
- Any freed capacity will be used on existing and new projects

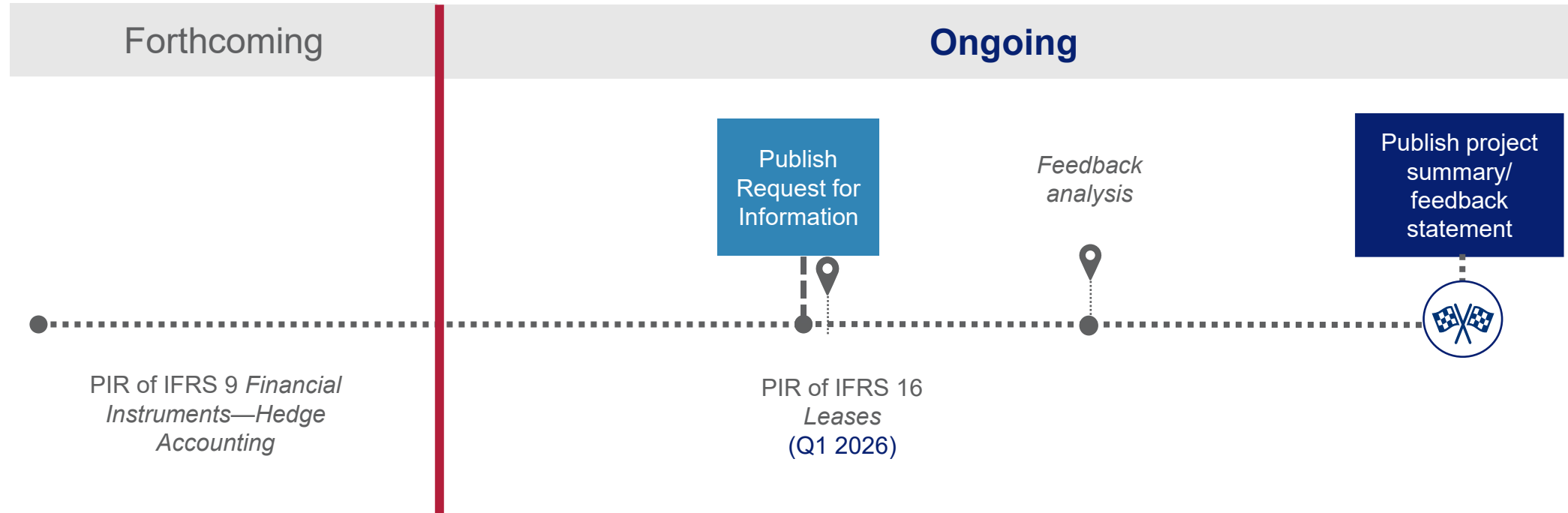
# Technical work

## Post-implementation review projects

1

2

3





# PIR of IFRS 16 *Leases*

1

## Objective

2

Assess whether the effects of applying IFRS 16 on users of financial statements, preparers, auditors and regulators are as intended when the Standard was issued

3

## Matters to examine in the public consultation

- ☒ Overall assessment of IFRS 16
- ☒ Usefulness of information resulting from lessees' application of judgement in determining lease term, discount rates and which variable lease payments to include in (or exclude from) the measurement of the lease liability
- ☒ Usefulness of information about lessees' lease-related cash flows
- ☒ Ongoing costs of applying the requirements for discount rates and subsequent measurement of the lease liability
- ☒ Potential improvements to future transition requirements
- ☒ Other matters (including the effects of applying IFRS 16 with IFRS 9 and IFRS 15)



Next milestone

Request for information feedback in Q1 2026

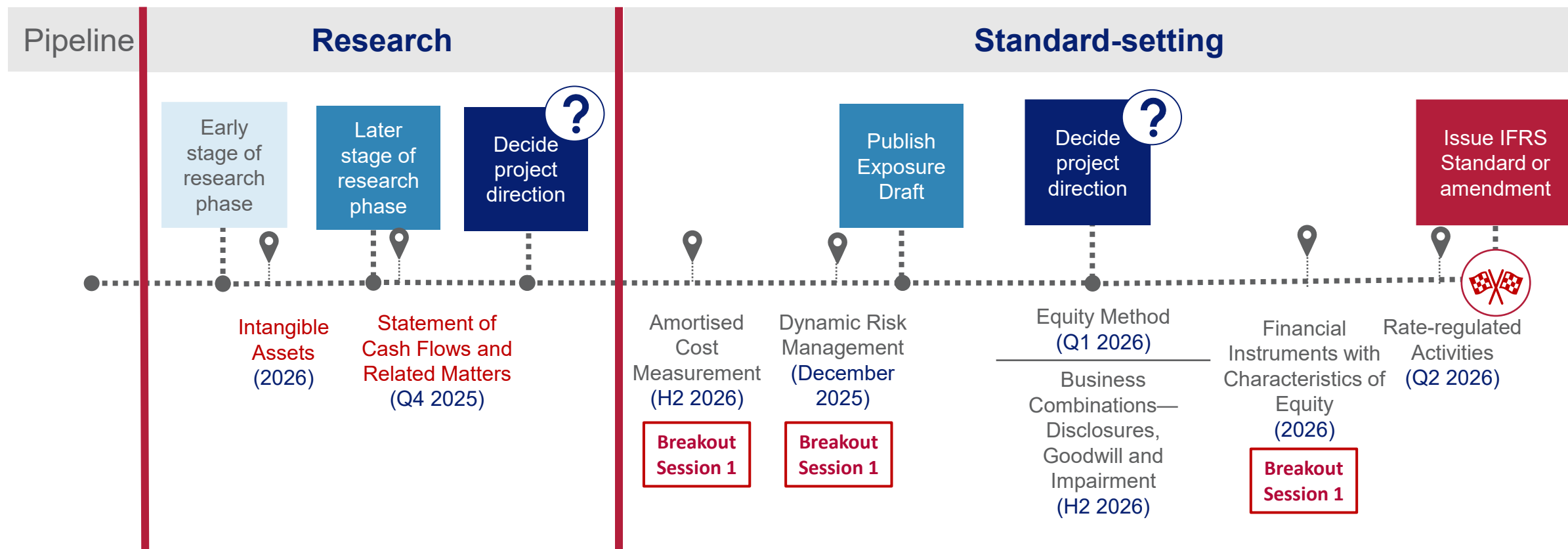
# Technical work

## Standard-setting and research projects

1

2

3



# Intangible Assets

1

2

3



## Objectives

- Improve the usefulness of information entities provide about intangible items in their financial statements
- Update IAS 38, in particular to make it more suitable for newer types of intangible items and new ways of using them



## Next milestone

Explore initial streams and decide project direction in 2026

# Intangible Assets

1

## Topics the project will explore

2

- ✓ User **information needs**
- ✓ Potential changes to the **definition** and **some aspects of recognition requirements** (using test cases)

*Initial  
streams*

3

- ✓ Intangible assets **held for investment**
- ✓ Broader **review of recognition**
- ✓ **Disclosure** requirements
- ✓ Comparability of information about **acquired and internally generated** intangible assets
- ⊕ **Broader intangible items**

*Later streams  
(subject to  
change)*

*TBC*

# Intangible Assets—Initial streams of work

1

2

3

Exploring user  
information needs

**Cross-cutting stream**—would contribute to all topics

- 🎯 explore user information needs in more detail particularly whether this differs by type of intangible asset
- 🎯 consider whether changes in the definition, recognition, measurement and/or disclosure requirements would be necessary to provide more useful information

Exploring possible  
updates to the  
definition of an  
intangible asset,  
related guidance and  
some aspects of  
recognition  
requirements based  
on test cases

**Good entry point**—explores fundamental aspects of IAS 38 and could inform other aspects of the project

- 🎯 explore underlying causes of application issues based on test cases related to newer types of intangible assets and new ways of using them
- 🎯 develop potential solutions using the *Conceptual Framework for Financial Reporting* as a starting point and consider the effects of any potential amendments on the broader population of intangible assets

After completing work,  
the IASB will be able to:

- assess whether there is an opportunity to make discrete meaningful improvements to IAS 38 or whether further work is needed before the IASB could consult on any changes to IAS 38
- assess how its findings may affect other groups of topics and their prioritisation

# Statement of Cash Flows and Related Matters

1

2

3



## Objective

Assess potential ways to improve the requirements of IAS 7 *Statement of Cash Flows* in response to feedback on the Third Agenda Consultation and initial project research



## Next milestone

Decide project direction in Q4 2025

# Statement of Cash Flows and Related Matters

1

## Topics the project will explore

2

✓ **Disaggregation** of cash flow information

✓ Reporting of information about **non-cash transactions**

3

✓ Transparency of information communicated about **cash flow measures not specified in IFRS Accounting Standards**

*Investor  
priorities*

✓ Consistent application of requirements to **classify cash flows** as operating, investing, or financing

✓ Consistent application of the **definition of cash equivalents**

✓ Applicability of the statement of cash flows and any possible improvements for **financial institutions**

*Consistent  
application  
Other*

# Equity Method

1

2

3

Proposals in the Exposure Draft	Feedback on the Exposure Draft
Measurement of cost at initial recognition	● Support
Purchase of an additional ownership interest	● Mixed feedback
Other changes in an investor's ownership interest	● Mixed feedback
Transactions between an investor and its associates	● ● Divergent views
Impairment indicators	● ● Mixed feedback
Use of the equity method in separate financial statements	● Polarised views depending on jurisdiction's use of equity method
Retrospective recognition of gains and losses from transactions with associates	● Request to apply prospectively



## Next milestone

Decide project direction in Q1 2026



# Business Combinations—Disclosures, Goodwill and Impairment

1

## Objective

Improve information entities provide about their acquisitions at a reasonable cost

2

## Package of proposals

- A package of improved disclosure requirements in IFRS 3 *Business Combinations*
- Targeted changes to the impairment test of cash-generating units containing goodwill in IAS 36 *Impairment of Assets*

3



## Next milestone

Decide project direction in H2 2026

# Rate-regulated Activities

1

## Challenge

2

Rate regulation might create differences in timing that arise when compensation for regulatory goods or services supplied in one period is included in the regulated rate charged in a different period

3

When differences in timing arise, the information arising from IFRS 15 is not complete

## Proposals

The forthcoming Accounting Standard:

- will require entities to account for differences in timing as regulatory assets, regulatory liabilities, regulatory income and regulatory expense. By doing so, entities will reflect compensation for regulatory goods or services in the period goods or services are supplied
- will include some recognition exceptions for when there is no direct relationship between an entity's regulatory capital base and its property, plant and equipment



## Next milestone

IFRS Accounting Standard *Regulatory Assets and Regulatory Liabilities* is expected in Q2 2026

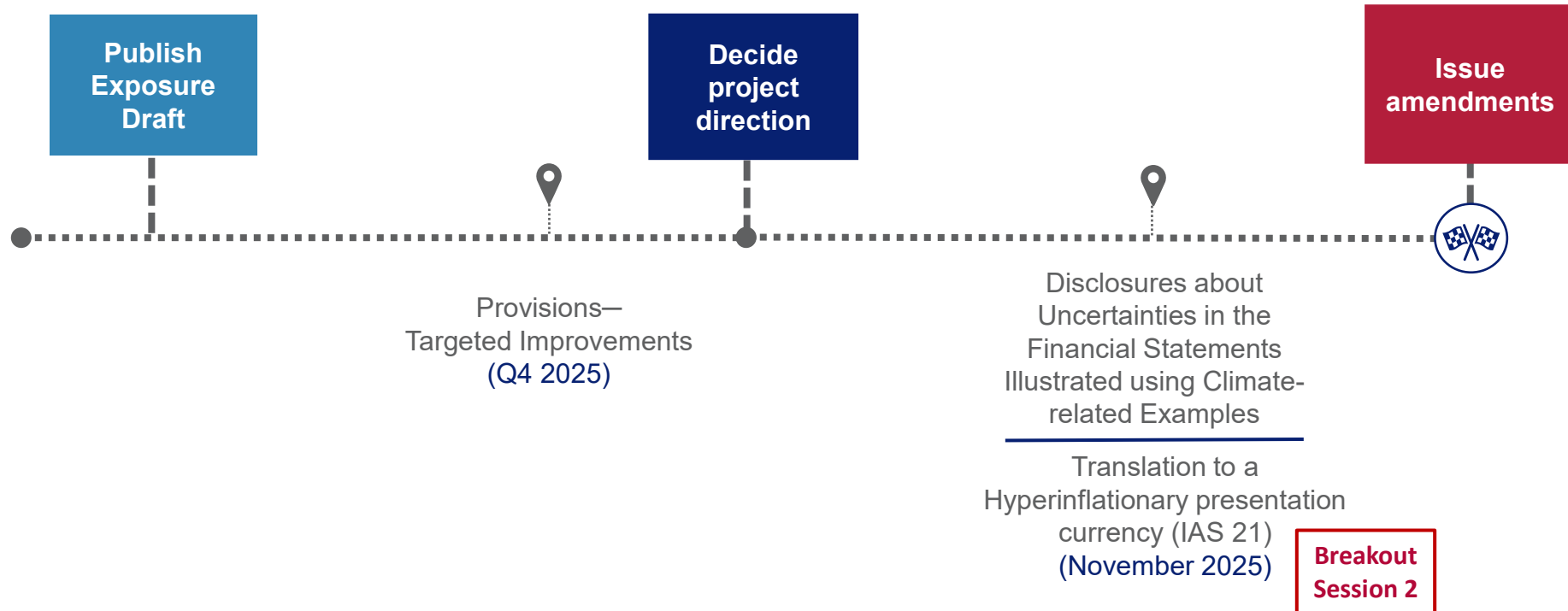
# Technical work

## Maintenance projects

1

2

3



# Provisions—Targeted Improvements

1

## Proposals to amend IAS 37 *Provisions, Contingent Liabilities and Contingent Assets*

2

### **Recognition:** alignment with *Conceptual Framework*

- clearer requirements for ‘soft’ obligations
- earlier recognition of some levies

3

**Measurement:** requirement to include both incremental costs and an allocation of other directly-related costs

**Measurement:** requirement to discount at a risk-free (not credit-adjusted) rate

## Feedback on the Exposure Draft

- General support
- Suggestions for refinements
- Concerns about outcomes for some levies

- General support
- Requests for clarification of scope

- General support



## Next milestone

Decide project direction in Q4 2025

# Disclosures about Uncertainties in the Financial Statements Illustrated using Climate-related Examples

1

2

3

## Objective

- Explore **targeted actions** to improve the reporting of the effects of **uncertainties** in the financial statements
- Stakeholders said reporting of such uncertainties was **insufficient** or appeared ***inconsistent*** with information disclosed elsewhere

## Progress update

- Published a **near-final draft of the illustrative examples** in July to support timely and informed application
- Examples use **climate-related fact patterns** to illustrate principles that apply broadly to **all types of uncertainties**

## Working together

Throughout its work on this project, the IASB **collaborated** with ISSB members and technical staff

**New name:** *Disclosures about Uncertainties in the Financial Statements*  
*Illustrated using Climate-related Examples*

## High-level summary of the examples

1

### Main areas illustrated

2



**Making materiality judgements**

3



**Disclosing information about assumptions**



**Disaggregating information**

### Objective of the examples

Illustrate connections between information provided in financial statements and information provided outside the financial statements

Illustrate disclosure about assumptions a company makes and other sources of estimation uncertainty (for example, climate-related assumptions used in impairment tests)

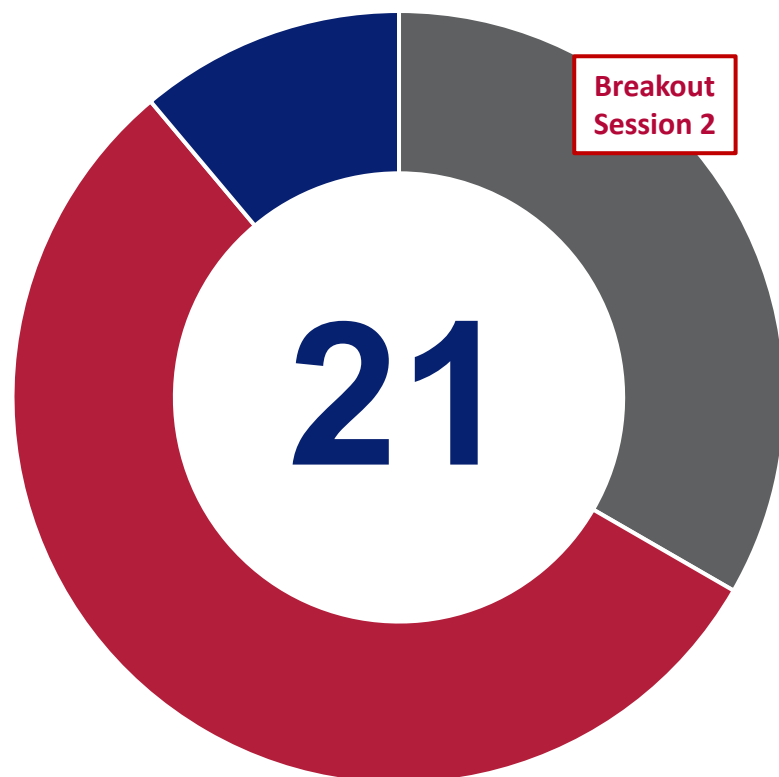
Illustrate the provision of disaggregated information based on different risk characteristics (for example, based on exposures to climate-related transition risks)

# Overview of the Committee's 2025 discussions<sup>1</sup>

1

2

3



**8** agenda decisions

- **4** final agenda decisions
- **4** tentative agenda decisions

**10** proposed updates to agenda decisions for IFRS 18  
*open for comment until 6 October 2025*

**3** input on IASB's project:

- Business Combinations—Disclosures, Goodwill and Impairment
- Statement of Cash Flows and Other Related Matters
- Translation to a Hyperinflationary Presentation Currency

<sup>1</sup> up to and including the September 2025 Committee meeting

# What will affect you in 2025-2027

## New Standards and amendments

1

2

3

### Issued in past two years

### Effective date

IFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 Jan 2027
IFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i> and Amendments to IFRS 19	1 Jan 2027
Third edition of the <i>IFRS for SMEs</i> Accounting Standard	1 Jan 2027
Revised Practice Statement <i>Management Commentary</i>	23 Jun 2025 (not required)
Near-final staff draft: <i>Disclosures about Uncertainties in the Financial Statements Illustrated using Climate-related Examples</i>	N/A

### Expected in 2025:

- ✓ **November 2025:** Translation to a Hyperinflationary presentation currency (IAS 21)
- ✓ **Q2 2026:** Accounting Standard *Regulatory Assets and Regulatory Liabilities*



---

# What will affect you in 2025-2027

## Consultations

**1****Open for comments:****Until****2**

Post-implementation Review IFRS 16  
Leases – Request for Information

**15 October  
2025**

**3**

---

**Expected Exposure Drafts:****When**

Dynamic Risk Management

**December  
2025**

Amortised Cost Measurement

**H2 2026**

---

# Questions and Answers Session

Linda Mezon-Hutter  
Nili Shah



---

## Follow us online

 ifrs.org

 @IFRSFoundation

 IFRS Foundation

 International Accounting  
Standards Board