

**TEXT OF E-MAIL FROM MICHELLE SANSOM TO DUE PROCESS OVERSIGHT COMMITTEE (DPOC)**  
**Date: 21 April 2015**

**April 2015 – IASB Report to the DPOC**

Dear DPOC members

The IASB will hold its next meeting the week commencing 27 April 2015 in London. There are two papers (attached to this email) to be brought to the attention of the DPOC:

- **Draft Practice Statement *Materiality*** - Due process steps and permission to ballot the Exposure Draft of a draft Practice Statement
- **Draft Interpretation for IAS 12 *Income Taxes***—Accounting for uncertainties in income taxes  
- Summary of due process followed and technical matters agreed by the IFRS Interpretations Committee

**Agenda paper 11A -Draft Practice Statement *Materiality***

The IASB has tentatively decided to publish a draft Practice Statement on the application of materiality. A Practice Statement is not a Standard and is not an authoritative part of IFRS.

The draft Practice Statement is part of the Disclosure Initiative. It is anticipated the draft Practice Statement will encourage preparers to exercise better judgement, leading to a reduction in the amount of immaterial information in the financial statements and an increase in the quality and accessibility of information.

Whilst the Practice Statement is non-authoritative, the IASB staff have followed the due process steps required for the publication of an exposure draft for a Standard. The due process steps are set out in Appendix A of agenda paper 11A.

In accordance with the *Due Process Handbook* for the publication of an exposure draft a 120 day comment period is proposed.

**Agenda paper 12C- Draft Interpretation for IAS 12 *Income Taxes***

The IFRS Interpretations Committee has tentatively decided to publish a draft Interpretation of IAS 12 on the accounting for uncertainties in income tax. The draft Interpretation will aim to address diversity in practice for recognition and measurement of a tax liability or asset when there is uncertainty in the amount of income tax payable (or recoverable).

The Interpretations Committee is asking the IASB to confirm that it is satisfied that all due process requirements to date have been complied with. A summary of the Interpretations Committee's due process steps is set out in Appendix A of agenda paper 12C.

In accordance with paragraph 7.11 of the *Due Process Handbook* a 90 day comment period is recommended to the IASB.

Please do not hesitate to contact me if you have any questions.