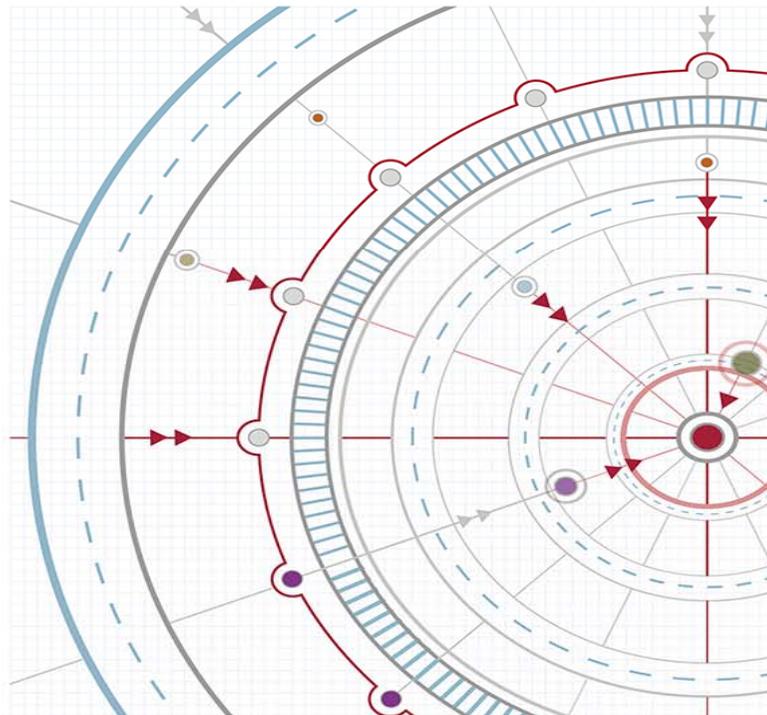


June 2016

Agenda Paper 1

IFRS® Foundation



Update on activities

*Financial Reporting Initiative including the
IFRS Taxonomy™*

Rachel Knubley—Technical Principal

The views expressed in this presentation are those of the presenter, not necessarily those of the International Accounting Standards Board (the Board) or IFRS Foundation.

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Aims of this agenda topic

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- To **update members** of the IFRS Taxonomy Consultative Group (ITCG) on the Financial Reporting Initiative and the recent activities of the IFRS Taxonomy team; and
- To **answer any questions** members may have

Agenda

- Introduction by Hugh Shields
- The Financial Reporting Initiative—overview
- IFRS Taxonomy activities—overview
- IFRS Taxonomy due process
- Other areas of interest

June 2016

IFRS Foundation



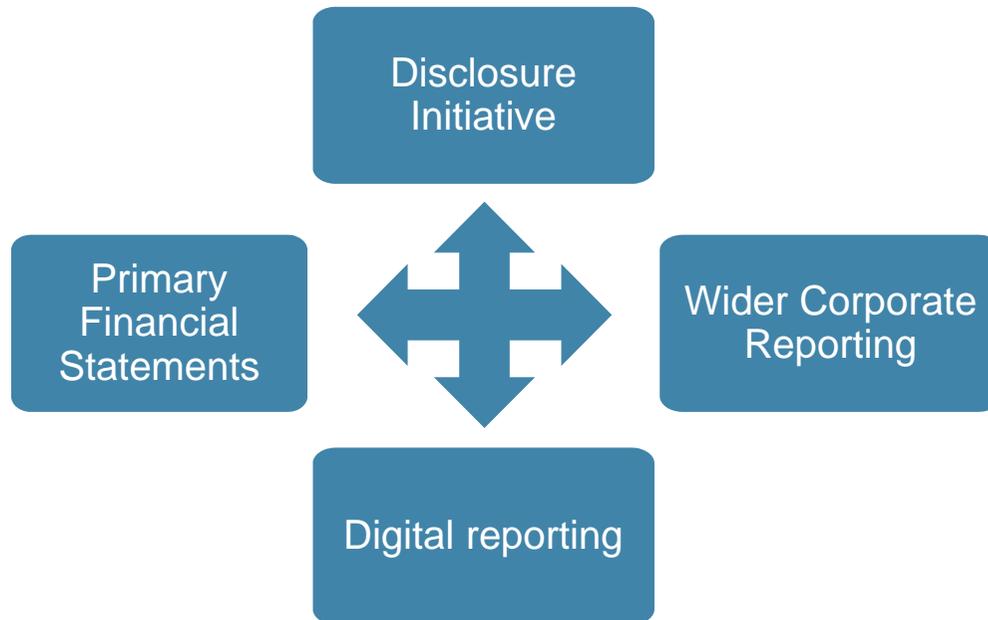
The Financial Reporting Initiative



New organisational structure

5

The Financial Reporting Initiative Team

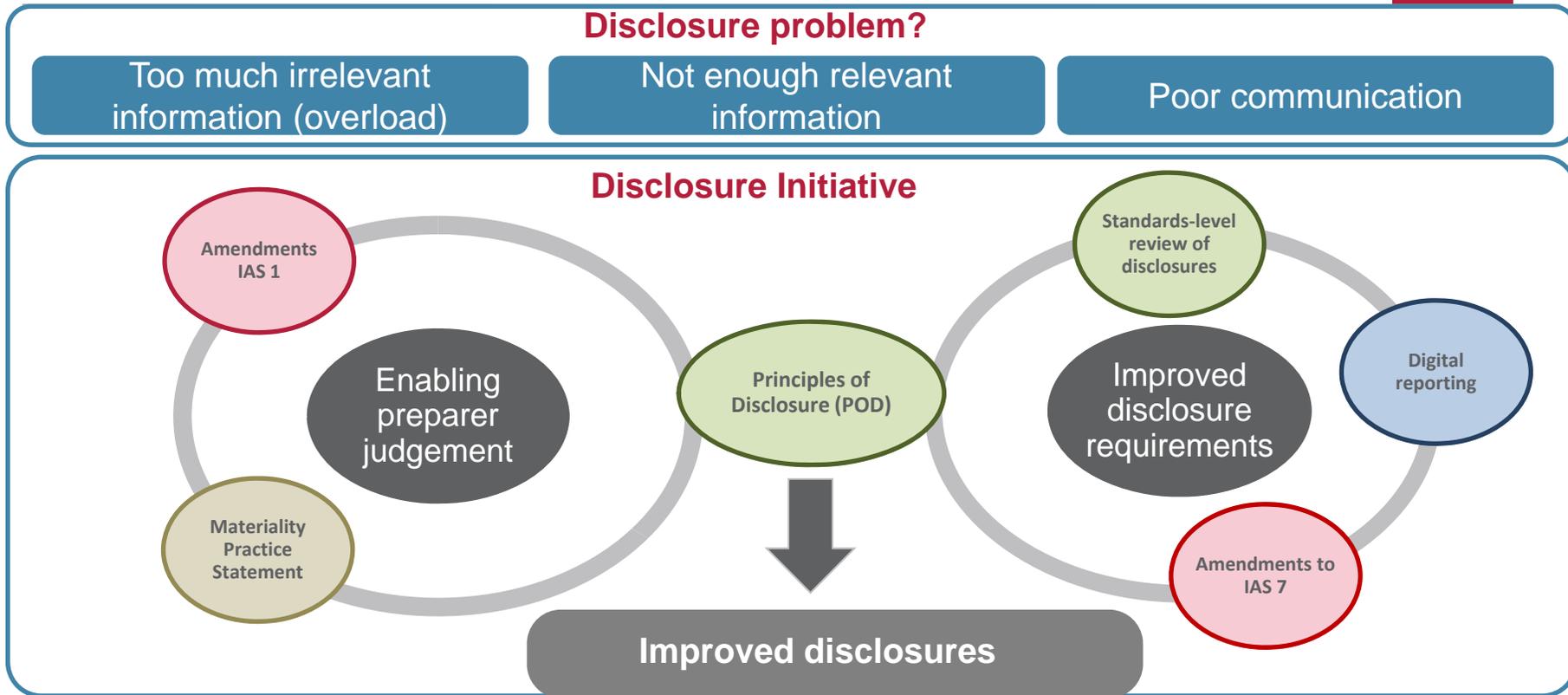


A group of interrelated projects and work streams

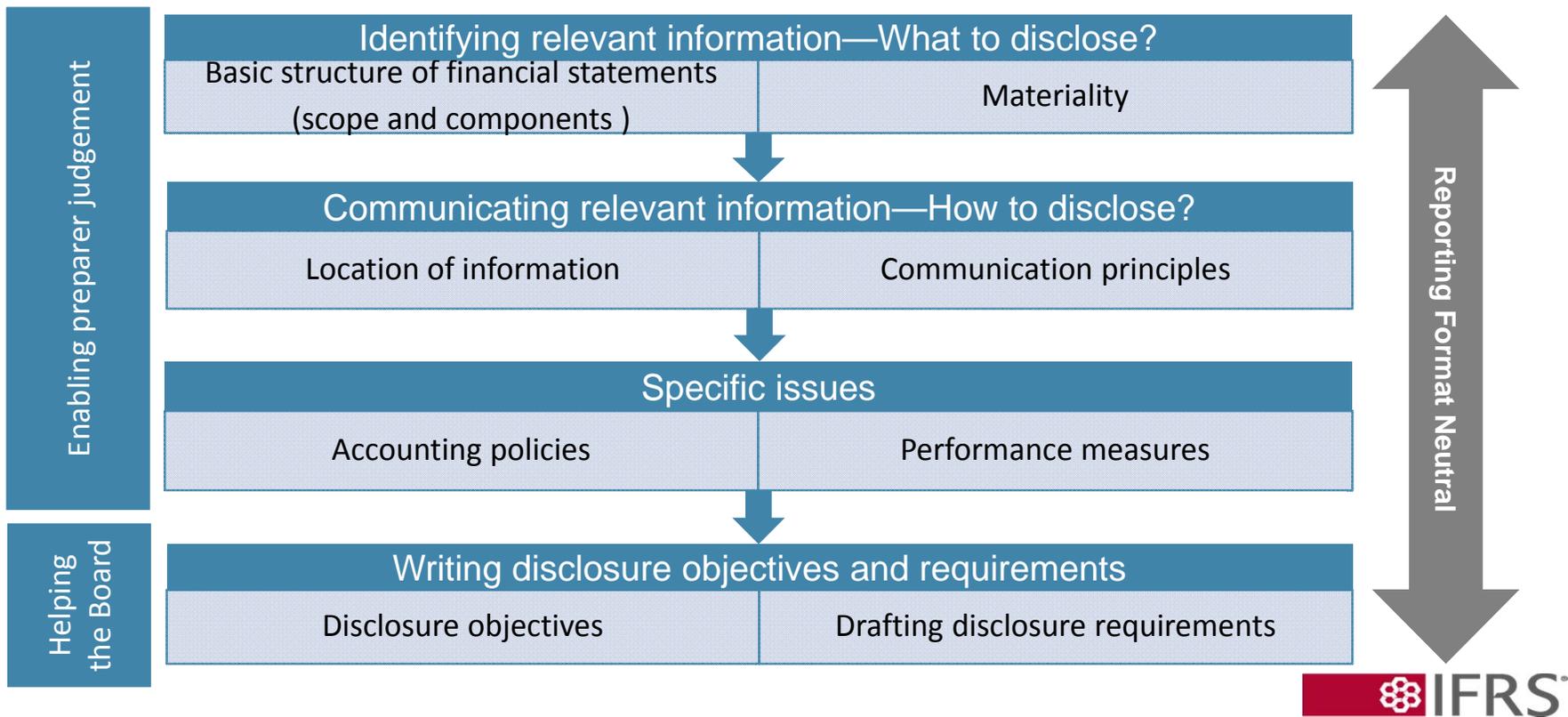
Digital reporting includes the activities relating to the IFRS Taxonomy and the impact of developments in technology on financial reporting



Disclosure Initiative—Overview



POD—Discussion Paper



Primary Financial Statements Project

8

What is the Primary Financial Statements Project?

- **Early stage research project** looking at the structure and content of Primary Financial Statements
- **Initial focus** is on:
 - improving the communication of financial performance; and
 - researching problems with the existing structure and content of statement of cash flows and statement of financial position

We will consider implications of digital reporting for our approach to the Primary Financial Statements project

Wider Corporate Reporting

Trustees' Review of Structure and Effectiveness—views of Trustees

- Developments in corporate reporting have and continue to be made
- The Board and the Foundation **should be fully aware and participate** in these developments so that, if appropriate, the necessary steps can be taken to **maintain the relevance of the IFRS Standards**
- Some modest staff resource will be dedicated to this area



Creation of a new work stream 'Corporate Reporting'



IFRS Taxonomy activities Overview

Areas of focus in the last six months

11

IFRS Taxonomy content

- Publication of the *Annual IFRS Taxonomy 2016* and three IFRS Taxonomy Updates

Governance

- Finalisation of the revised IFRS Taxonomy due process (see slides 14 to 17)

Adoption and implementation

- IFRS filing profiles and outreach*
- Management of entity-specific disclosures*

Educational and supporting materials

- *Guide to IFRS Taxonomy™ common practice content**
- Enhancements to the IFRS Taxonomy Illustrated (see next slide)

Trustees' review

- Strategy relating to the IFRS Taxonomy and wider impact of technology upon the relevance of the IFRS Standards*

* These topics are being discussed in detail later today



The IFRS Taxonomy Illustrated (ITI) in HTML

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- We discussed the proposed enhancements at our February 2016 call
 - <http://www.ifrs.org/Meetings/MeetingDocs/XBRL/2016/February/AP3%20-%20IFRS%20Taxonomy%20Illustrated.pdf>
 - you reviewed and supported the proposals
- Implementation is planned for July 2016 (eIFRS website)

| | |
|---|---|
| [Expand all] [Collapse all] Toggle column: [Data type] [References] [Documentation Label] | |
| ▼ [813000] Notes - Interim financial reporting | |
| ▼ [815000] Notes - Events after reporting period | |
| ▼ [816000] Notes - Hyperinflationary reporting | |
| ▼ [817000] Notes - Business combinations | |
| ▼ [818000] Notes - Related party | |
| ▼ [819100] Notes - First time adoption | |
| ▲ [822100] Notes - Property, plant and equipment | |
| Disclosure of property, plant and equipment [text block] | The entire disclosure for property, plant and equipment. |
| Disclosure of detailed information about property, plant and equipment [text block] | The disclosure of detailed information about property, plant and equipment. [Refer: Property, plant and equipment] |
| Disclosure of detailed information about property, plant and equipment [abstract] | |
| Disclosure of detailed information about property, plant and equipment [table] | Schedule disclosing information related to details of property, plant and equipment. |

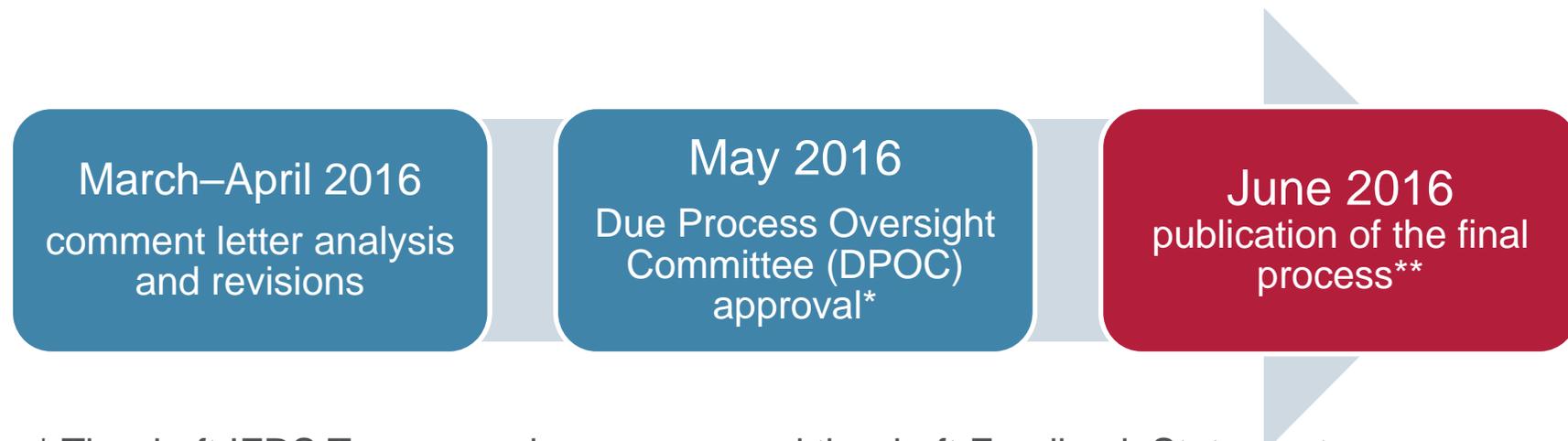




IFRS Taxonomy due process

Near finalisation

14



* The draft IFRS Taxonomy due process and the draft Feedback Statement are available at: <http://www.ifrs.org/Meetings/Pages/Due-Process-Oversight-Committee-meeting-May-2016.aspx>

** *The IASB and IFRS Interpretations Due Process Handbook* will be amended to include the IFRS Taxonomy due process



Retention of the core proposals

15

Oversight

- The Board approves taxonomy content directly reflecting the IFRS Standards
- The IFRS Taxonomy Review Panel reviews, but does not approve, common practice content

Timing

- Public consultation of taxonomy updates for the final IFRS Standards only
- Concurrent drafting and publication of the *Proposed IFRS Taxonomy Update* document and the related final IFRS Standard (but with some exceptions)

Role of the ITCG

- Review of proposed amendments to the taxonomy
- Reviews to take place at the same time as the editorial fatal flaw review of the related IFRS Standard
- Guidance during the IFRS Taxonomy development process

Main changes to the proposals

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The *IFRS Taxonomy Update* document is no longer an accompanying material to the final IFRS Standard

- Not all respondents supported the staff's view that the *IFRS Taxonomy Update* document can aid the understanding of the IFRS presentation and disclosure requirements

Introduction of a new section describing the objectives of the IFRS Taxonomy due process

- A few respondents expressed a concern that the due process lacks a clear purpose

Other changes to the proposals—drafting

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Clarification that *Proposed IFRS Taxonomy Files* for content amendments are published if considered appropriate

- A few respondents and some members of the ITCG thought that certain stakeholders may prefer to view (and therefore are more likely to comment) the proposed content changes using the *Proposed IFRS Taxonomy Files*

Better explanation of how the IFRS Taxonomy interacts with standard-setting

- Many respondents warned that taxonomy considerations should not constrain the principles-based approach of standard-setting



Other areas of interest

Other projects

| Project | Notes |
|--------------------------------------|---|
| Translations | See slides 20 and 21 |
| Encouraging regular taxonomy updates | Outreach with regulators to encourage update continues. We will continue to consider how we can provide better support for regulators in the longer term based on ITCG feedback |
| Data modelling | Considered in review of the IFRS Taxonomy strategy |
| Terms and conditions | Work on terms and conditions for the IFRS Taxonomy continues. ITCG review and regulator outreach will follow once internal discussions are completed. |

Available translations—IFRS Taxonomy

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| Language | Latest before 2014 | 2014 | 2015 | 2016 |
|-----------------------|--------------------|----------|----------|----------|
| Arabic | 2013 | X | X | |
| Chinese, simplified | 2009 | | | |
| Chinese, traditional | 2010 | | | |
| Dutch | 2009 | | | |
| French | 2009 | | | |
| German | 2009 | | | |
| Hungarian | 2012 | X | X | WIP |
| Italian | 2011 | | | |
| Japanese | 2013 | X | X | WIP |
| Korean | 2013 | X | X | WIP |
| Portuguese (Portugal) | 2006 | | | |
| Spanish | 2013 | X | X | WIP |
| Ukrainian | 2013 | WIP | | |
| Turkish | 2013 | | WIP | |
| | Total: | 5 | 5 | - |

WIP—work in progress (request received and form has been sent out)



Other IFRS Taxonomy translations

21

- The ITI is translated fully in Spanish

| [110000] Información general sobre estados financieros | | |
|--|-----------------|----------------------------------|
| Información a revelar sobre información general sobre los estados financieros [bloque de texto] | bloque de texto | NIC 1.51 Información a revelar |
| Nombre de la entidad que informa u otras formas de identificación | texto | NIC 1.51 a Información a revelar |
| Explicación del cambio en el nombre de la entidad que informa u otras formas de identificación desde el final del periodo sobre el que se informa precedente | texto | NIC 1.51 a Información a revelar |



For other languages, group and element labels are only translated

- The **versioned IFRS Taxonomy Illustrated** is available for Arabic, Hungarian, Japanese, Korean and Spanish.

Contact us

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-  go.ifrs.org/email-alerts
-  IFRS Foundation

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-  go.ifrs.org/comment

Join the organisation, and help shape the future of financial reporting

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