

Upcoming IFRS Taxonomy updates and publications

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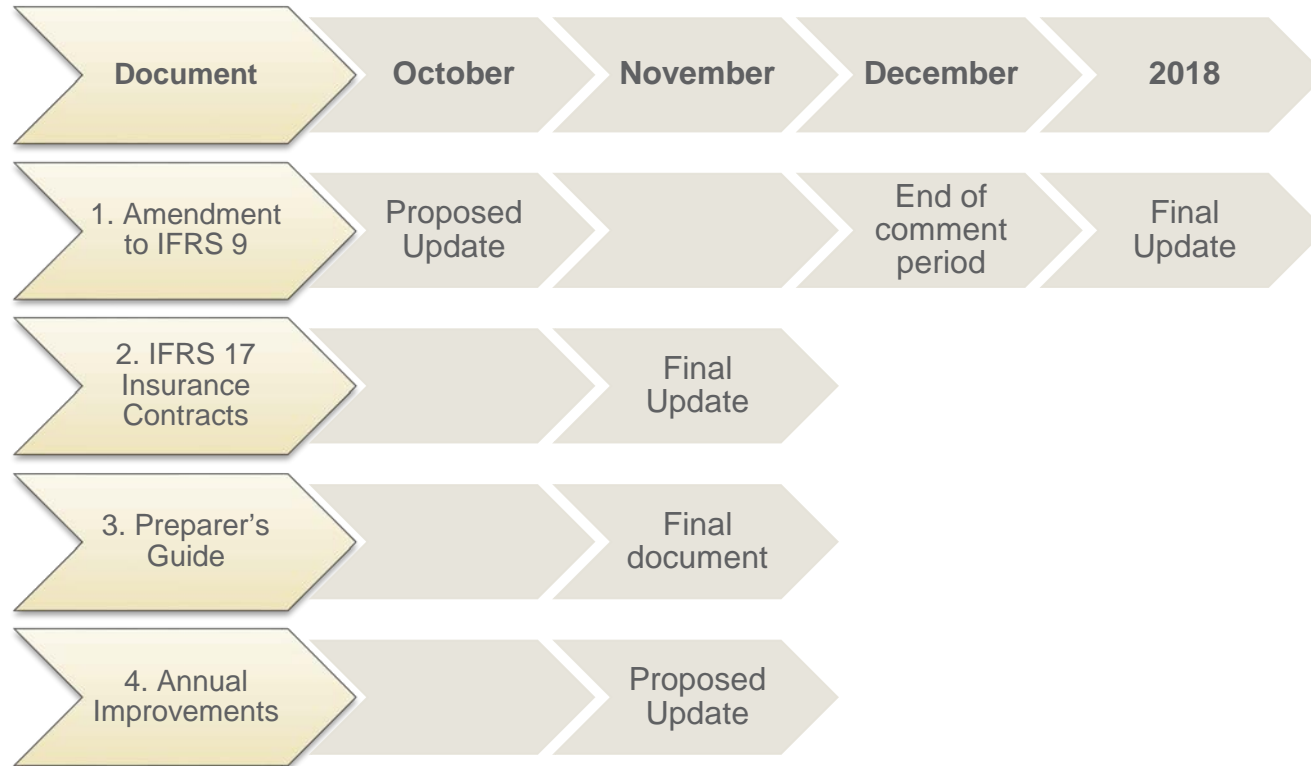
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1. **Update** you on upcoming IFRS Taxonomy activities
2. **Ask for your views** on the proposed new data model for defined benefit plans (Annual Improvements)

1. Updates

Agenda for the next three months



1. Amendment to IFRS 9—Prepayment features with negative compensation

- **ITCG review** ended on 11 September
 - One comment related to the amendment itself
 - Second comment asked for clarification on the use of existing axes in IFRS Taxonomy
- Publish Proposed IFRS Taxonomy Update at the same time (or shortly after) the amendment is issued (**expected mid October**) with a **60-day comment period**
- The proposed changes to the IFRS Taxonomy are narrow in scope, hence the XBRL IFRS Taxonomy Files will be published for the final update only

2. IFRS 17 Insurance Contracts

- Proposed IFRS Taxonomy Update published on the same day IFRS 17 was issued (18 May 2017)
- Public comment period of 120 days (ended 18 September 2017)
- No public comment letters were received, consequently no changes are being made to the proposals
- Final IFRS Taxonomy Update planned for November

3. Preparer's Guide on using IFRS Taxonomy

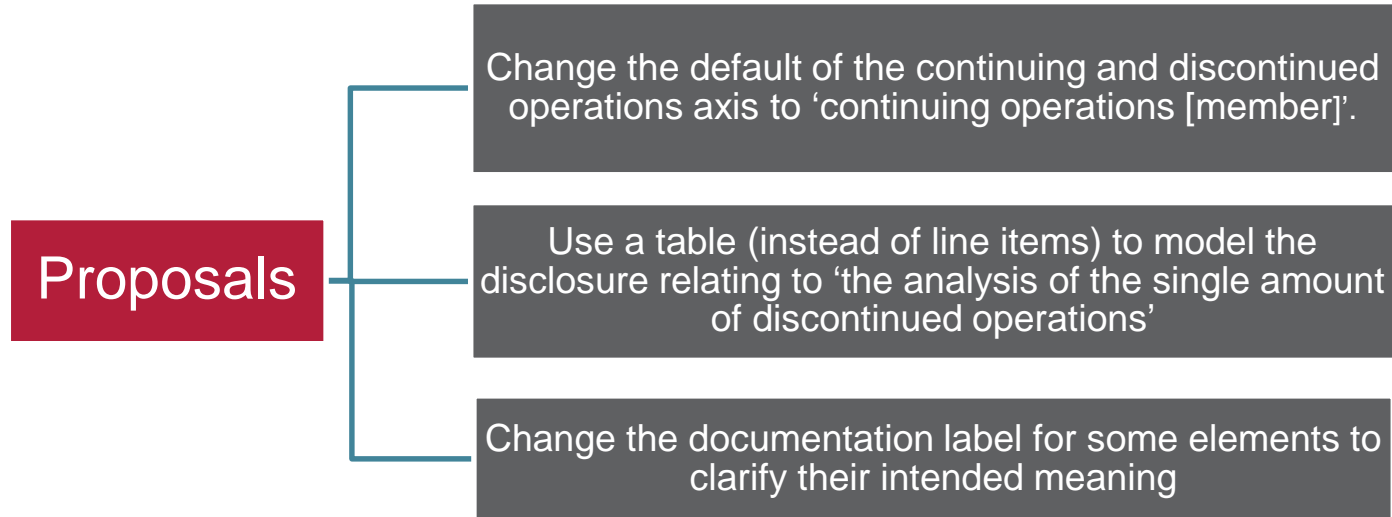
- The Trustees of the IFRS Foundation identified 'additional implementation guidance to support accurate tagging' as one of the key strategic objectives for the IFRS Taxonomy project
- You reviewed a draft of this Guide at the June 2017 meeting
- Final Guide is expected to be published in November

4. Annual Taxonomy improvements

Topic	Description of change	ITCG input
IFRS 5 Non-current Assets Held for Sale <i>and</i> IAS 1 Presentation of Financial Statements	Enhanced model for continuing and discontinued operation (see next slide for summary)	Discussed in June 2017
IFRS 19 Employee Benefits	Changes to reflect examples regarding defined benefit plans	Please refer to slides in next section
IFRS 7 Financial Instruments	Transition disclosures based on modelling in IFRS 17 Insurance Contracts	To be reviewed in the future
Other improvements	Minor changes to presentation of existing elements	To be reviewed in the future

Reporting continuing and discontinued operations

- At the June 2017 ITCG meeting, you generally agreed with the staff proposals:



Expected changes to IFRS Standards in the next three months

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Project Topic	Expected publication date	Taxonomy impact
Long-term interest in associates and joint ventures (Amendments to IAS 28)	October 2017	limited or none
Borrowing costs eligible for capitalisation (Amendments to IAS 23)	December 2017	limited or none
Income tax consequences of payments on instruments classified as equity (Amendments to IAS 12)	December 2017	limited or none
Plan amendment, curtailment or settlement (Amendment to IAS 19)	December 2017	limited or none
Previously held interest in joint operation (Amendments to IFRS 3 and IFRS 11)	December 2017	limited or none

All of the expected changes are based on IFRIC® Interpretations

2. New data model for defined benefit plans









- To discuss IFRS Taxonomy modelling for defined benefit plans:
 - IFRS requirements
 - Proposed changes
 - geographical axis
 - existing ‘Defined benefit plans’ axis
 - disaggregation of defined benefit plans
 - existing ‘Segments’ axis
 - Questions to ITCG members

- Paragraph 138 of IAS 19 states that:

An entity shall assess whether all or some disclosures should be disaggregated to distinguish plans or groups of plans with materially different risks. For example, an entity may disaggregate disclosure about plans showing one or more of the following features:

- (a) different geographical locations.
- (b) different characteristics such as flat salary pension plans, final salary pension plans or post-employment medical plans.
- (c) different regulatory environments.
- (d) different reporting segments.
- (e) different funding arrangements (eg wholly unfunded, wholly or partly funded).

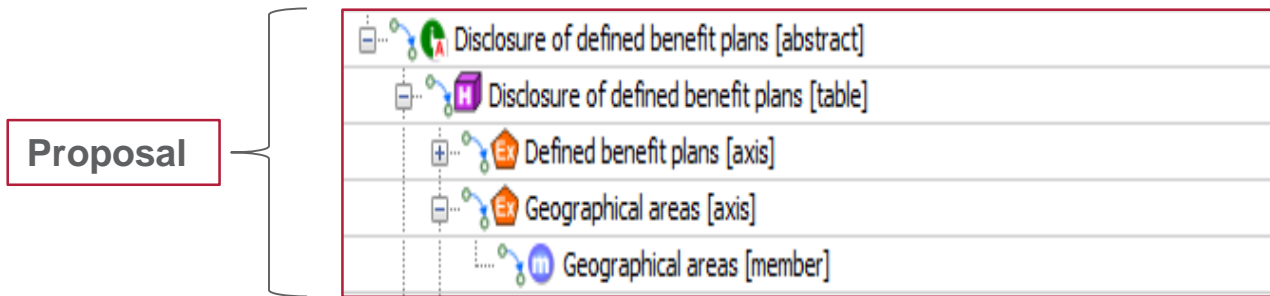
- The IFRS Taxonomy only has a ‘Defined benefit plans’ axis with the following members:

  Defined benefit plans [axis]
 Defined benefit plans [member]
 Foreign defined benefit plans [member]
 Domestic defined benefit plans [member]
 Multi-employer defined benefit plans [member]
 State defined benefit plans [member]
 Defined benefit plans that share risks between entities under common control [member]

- Split between *Foreign* and *Domestic* is inconsistent with the requirement in paragraph 138(a)
- Table does not include elements to capture the examples in paragraph 138(b)–(e)

Proposed Change 1—Use of existing ‘Geographical areas’ axis

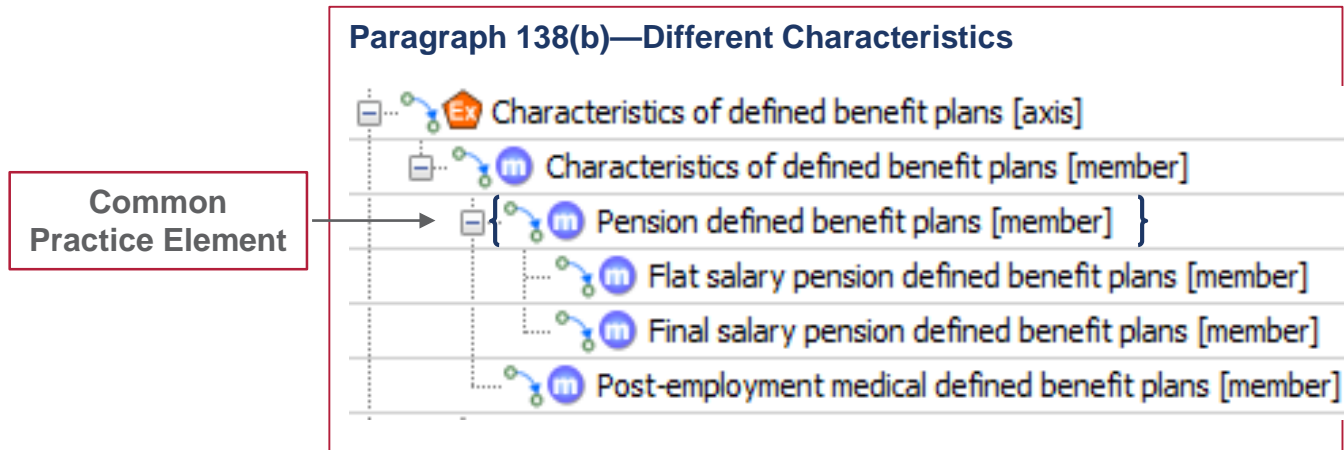
- **Proposal 1A:** Add the existing ‘Geographical areas’ axis to capture the disclosure requirements in paragraph 138(a)
 - Use of this axis is consistent with the way geographical areas are modelled within the IFRS Taxonomy



- **Proposal 1B:** Deprecate ‘Foreign defined benefit plans’ and ‘Domestic defined benefit plans’ members

Proposed Change 2—New axes for disaggregation of defined benefit plans

- **Proposal 2:** Add new axis and members to capture the examples provided in paragraph 138(b)
 - In addition, the staff have observed that it is *common reporting practice* for entities to provide aggregated disclosures for ‘all pension defined benefit plans’ but there is no element in the Taxonomy currently to capture that practice

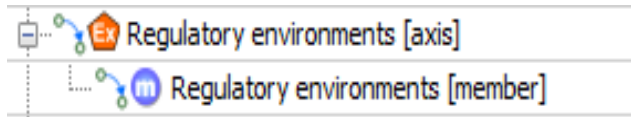


Proposed Change 3—New axes for disaggregation of defined benefit plans

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- **Proposal 3:** Add new axes and members to capture the examples provided in paragraph 138(c) and 138(e)

Paragraph 138(c)—Different regulatory environments

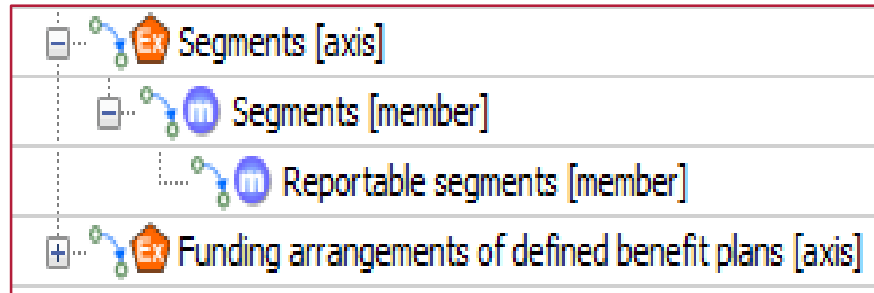


Paragraph 138(e)—Different Funding Arrangements



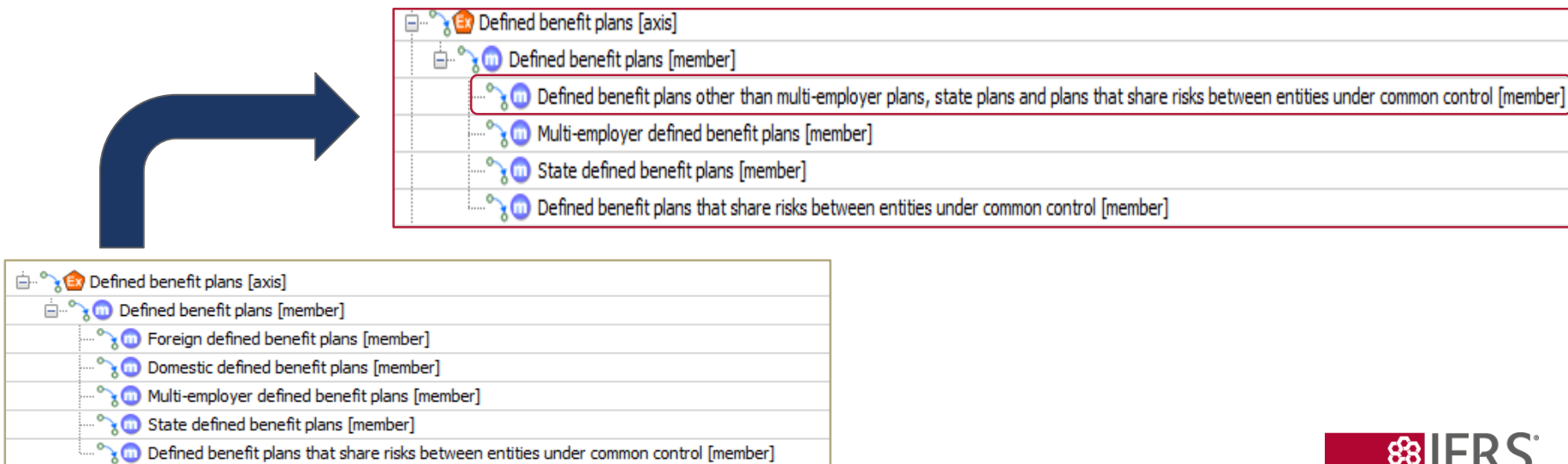
Proposed Change 4—Addition of existing ‘Segments’ axis

- **Proposal 4:** Add the existing ‘segments’ axis to capture the disclosure requirements in paragraph 138(d)



Proposed Change 5—Amendments to existing ‘Defined benefit plans’ axis

- **Proposal 5:** Add a new member for aggregated disclosure for all defined benefit plans other than those mentioned in the Standard



- **Existing modelling** for IAS 19 *Employee Benefits* includes the following tables:
 - disclosure of defined benefits plans
 - disclosure of net defined benefit liability (asset)
 - disclosure of reimbursement rights
 - disclosure of fair value of plan assets
 - disclosure of sensitivity analysis for actuarial assumptions
- **All proposed changes** discussed in the slides **15–19** will apply to all those tables

1. Do you agree with the proposals as set out in the previous slides?
2. Are there other options that you think we should explore?

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