

AGENDA PAPER

IFRS® Foundation Trustees meeting – Due Process Oversight Committee

Hong Kong SAR **January 2018**

Agenda ref 1B

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Technical Activities: Key Issues and Update

Purpose

1. This report provides the Due Process Oversight Committee (DPOC) with an update on the activities of the International Accounting Standards Board® (Board) for the 2 months November and December 2017.
2. The report is prepared by the staff of the Board and is primarily intended to provide information to assist the DPOC in fulfilling its role to oversee the due process activities of the Board and the IFRS Interpretations Committee ('the Committee'), as set out in paragraphs 2.1-2.15 of the *Due Process Handbook*.
3. The DPOC is asked to confirm it is satisfied all projects are proceeding in a manner consistent with the requirements of the *Due Process Handbook*.

Structure of this report

4. The report is organised as follows:
 - (a) A list of the due process documents published in the period (paragraph 5).
 - (b) A report on the status of the work plan, including an update on project timetables (paragraphs 6 and 7).
 - (c) The compliance report on the number of board papers that have been posted after the posting deadline in the period under review (paragraphs 8 and 9).

- (d) A review of the Board’s activities in the period:
 - (i) Section 1—the Board’s Due Process Steps on projects (paragraphs 10 to 16);
 - (ii) Section 2—other Board discussions on standard-setting and research projects (paragraphs 17 to 28); and
 - (iii) Section 3—IFRS implementation activities (paragraphs 29 to 34).

- (e) A summary of all projects on the Board’s work plan:
 - (i) Appendix A—Standard-setting, research and related projects;
 - (ii) Appendix B—IFRS Interpretation Committee activities and implementation projects;
 - (iii) Appendix C—Taxonomy activities;
 - (iv) Appendix D—Work plan as at 5 January 2018.

Due process documents

5. In the two-month period under review the Board issued *Annual Improvements to IFRS Standards 2015-2017 Cycle*. The Board also published the *Proposed Taxonomy Update on IFRS Taxonomy 2017 Annual Improvements*.

Work Plan

6. The work plan as at 5 January 2018 is set out in Appendix D. The work plan is annotated to include an explanation of changes to project timetables. We are currently undertaking a review of the project timetables and expect that revised publication dates will be reflected in a forthcoming work plan update.
7. At its previous meeting the DPOC requested that we provide details on life-time project timings. We are able to provide this information from June 2017 onwards when the design of the work plan was changed on the launch of the new website.

Before June 2017 we did not publish expected dates for due process documents expected to be published/issued beyond 6 months.

Compliance Report

8. Paragraph 3.12 of the *Due Process Handbook* requires the staff to report to the DPOC the number of meeting papers that have been posted later than five working days in advance of the start of the Board meeting and the main reasons for doing so.
9. No Board papers were posted after the posting deadline in November and December 2017.

Section 1—Due Process Steps

Management Commentary Practice Statement

10. At its November 2017 meeting the Board decide to add a project to its standard-setting agenda to revise and update the IFRS Practice Statement *Management Commentary* (Management Commentary), issued in 2010.
11. As reported to the DPOC in May 2017, the Board discussed the role that it should play in the area of wider corporate reporting at its meeting in March 2017, together with options for its work plan. At that meeting, the Board tentatively decided to consider a project to revise and update the Management Commentary. Subsequent to that meeting, and before formally adding the project to its agenda, discussions were held with the IFRS Advisory Council (April), Accounting Standards Advisory Forum (ASAF) (July) and the broader national-standard setter community (International Forum of Accounting Standard Setters, September) consistent with the principles of the Due Process Handbook.
12. In updating the Management Commentary the Board will consider:
 - (a) developments from other narrative reporting initiatives—for example, the value of focusing on business-critical resources and long-term value creation; and
 - (b) gaps in current narrative reporting guidance such as challenges in reporting forward-looking information, inconsistent reporting on business models, and short-term reporting on strategies.
13. The Board aims to maintain the principles-based approach already adopted in the existing Management Commentary but improve management reporting by providing improved guidance.
14. The Board will consider the project timetable and due process requirements (such as whether to establish a consultative group) at a future meeting.

Improvements to IFRS 8 Operating Segments

15. At its November 2017 meeting the Board considered the feedback to the Exposure Draft *Improvements to IFRS 8 Operating Segments* published in March 2017. The Board was not asked to make any decisions and will consider the approach to the project at a future meeting. The Board received 76 comment letters.

Disclosure Initiative—Principles of Disclosure

16. At its December 2017 meeting the Board considered a preliminary summary of the comment letters received on the Disclosure Initiative—*Principles of Disclosure* Discussion Paper published in March 2017. The Board received 108 comment letters.

Section 2—Board discussions on active standard-setting and research projects

Primary Financial Statements

17. The Board discussed the Primary Financial Statements project at both its November and December 2017 meetings.
18. At its November 2017 meeting the Board discussed the presentation of an income/expenses from investments category, a finance/income category and additional subtotals following these categories in the statement(s) of financial performance. The Board tentatively decided:
 - (a) to require presentation of both categories in the statement(s) of financial performance;
 - (b) to define income/expense from investments using a principle-based approach and provide examples of items typically in this category; and
 - (c) to identify five line items that constitute finance income/expense category.
19. At its December 2017 meeting the Board tentatively decided to require entities to identify a management performance measure either as a subtotal in statement(s) of financial performance presented in accordance with IAS 1 *Presentation of Financial Statements*, or in a separate reconciliation that reconciles that measure with a measure that is defined in IFRS Standards.
20. At the November 2017 meeting, the Board also considered how to present the share of profit or loss of associate and joint venture entities accounted for using the equity method. The Board did not make a decision about a preferred presentation. The Board sought the advice of the ASAF on this topic. The ASAF members advised the Board to discuss alternative presentation approaches to the presentation of the share of profit or loss of associate and joint venture entities in a Discussion Paper. The ASAF also provided feedback on the other topics discussed at the November 2017 meeting.
21. The Board also discussed better ways to communicate other comprehensive income and some improvements to eliminate presentation options in IAS 7 *Statement of Cash Flows*.

Goodwill and Impairment

22. The Board has continued to discuss improvements to the impairment test for assets, including goodwill, at its December meeting. The Board tentatively decided:
- (a) to focus on improving the application of IAS 36 *Impairment of Assets* by using the unrecognised headroom (the excess of the recoverable amount over the carrying amount) of a cash-generating unit (or a group of units) as an additional input in the impairment testing of goodwill; and
 - (b) not to consider reintroducing amortisation of goodwill.

Business Combinations Under Common Control

23. At its December 2017 meeting the Board clarified the scope of the Business Combinations Under Common Control (BCUCC) project. The Board also discussed methods of accounting for transactions in the project's scope.
24. The Board also sought the advice of the Emerging Economies Group (EEG) and the ASAF on this project during December 2017.

Dynamic Risk Management

25. Following education sessions in previous periods, at its November 2017 meeting the Board discussed two accounting models that could better reflect dynamic risk management in financial reporting. The Board has tentatively decided to proceed by developing an accounting model based on cash flow hedge mechanics.
26. At its December 2017 meeting the Board considered a proposed project plan. The Board plans to focus on developing a core model and to seek feedback on that model, before considering the additional issues needed to proceed to a Discussion Paper.

Rate-regulated Activities

27. The Consultative Group for Rate-regulated Activities met in October 2017 and the Board received an update on the feedback from the Group at its December 2017 meeting. A summary of the meeting is available on the IFRS Foundation's website.¹

¹ Available at: <http://www.ifrs.org/-/media/feature/meetings/2017/october/cgrr/20171026-cgrr-meeting-summary.pdf>

28. The Board also received an update on the plan for developing the next due process document for the project. The project timetable has been revised to reflect the feedback from the consultative group and the need to apply the revised *Conceptual Framework* (expected March 2018) to the model being developed.

Section 3—Implementation Activities

IFRS Interpretations Committee

29. The IFRS Interpretations Committee (Committee) met on 20 November 2017. It considered a number of matters (see paragraphs B1 and B2 of this report) including the publication of three tentative agenda decisions relating to the new Standards: IFRS 9 *Financial Instruments* and IFRS 15 *Revenue from Contracts with Customers*.

Supporting implementation of Standards

30. The Transition Resource Group for Insurance Contracts (TRG) held a conference call on 13 November 2017. The members discussed the operating procedures for the TRG.
31. The next meeting of the TRG will be held on 6 February 2018. To date the TRG has received 26 submissions and we plan to consider 22 of these at the February meeting.
32. We have continued investor education sessions, with staff and Board members holding meetings with members of our Investors in Financial Reporting programme (IIFR), other buy side firms, sell side firms and credit ratings agencies.
33. The Board has also published three further educational webcasts on IFRS 17 *Insurance Contracts*.
34. In addition, Martin Edelmann, Board Member, has published an article explaining what tools the Board has made available to help with implementation.²

² This article may be found at: <http://www.ifrs.org/news-and-events/2017/12/ifrs-17-help-is-at-hand/>

Appendix A—Standard-setting, research and related projects

Section 1- Summary of research projects

Business Combinations under Common Control

Project objective	The Board is discussing whether it can develop requirements that would improve the comparability and transparency of accounting for business combinations under common control and help investors to better compare and understand information about such transactions that companies provide in financial statements.
Current status	The Board has recommenced its deliberations and at its meeting in December 2017 discussed the scope of the project and methods of accounting.
Use of consultative groups (this period)	This was the main topic for the Emerging Economies Group (EEG) meeting in December 2017. EEG members: <ul style="list-style-type: none"> (a) received an update on the project, including an overview of research and outreach undertaken; (b) provided input on the scope of the project; and (c) discussed the factors to consider in selecting an appropriate accounting method for transactions within the scope of the project. Accounting Standards Advisory Forum (ASAF) December 2017: discussed items (b) and (c) from the EEG meeting.
Next due process steps	Publish a Discussion Paper (DP) in H2 2018.
DPOC role	Monitor the Board deliberations.

Discount rates

Project objective	The Board examined why IFRS Standards require different discount rates. The Board identified some discount rate issues that may be investigated while doing other projects.
Current status	The Board has concluded no separate standard-setting activity is required.
Next steps	Publish a research summary in Q2 2018.
DPOC role	Completed.

Dynamic Risk Management

Project objective	To improve information provided regarding risk management and how risk management activities affect the financial institution's current and future economic resources. To faithfully represent, in the financial statements, the impact of risk management activities of a financial institution in the area of dynamic risk management.
Last due process document	DP published in April 2014 with a comment period of 180 days.
Current status	The Board discussed the proposed project plan to develop an accounting model for dynamic risk management at its meeting in December 2017.
Next due process step	Publish a DP in 2019.
DPOC role	Monitor the Board deliberations, including how it addresses the feedback on the DP published in April 2014.

Financial Instruments with Characteristics of Equity

Project objective	To investigate improvements to the classification requirements for financial instruments that have characteristics of both liabilities and equity, as well as exploring improvements to presentation and disclosure requirements.
Current status	The Board has completed its technical discussions, commented on a first-ballot draft and a second pre-ballot draft of the DP is being drafted.
Next due process step	Publish a DP in Q2 2018.
DPOC role	Monitor development of the DP.

Goodwill and impairment

Project objective	To assess whether, and if so how, to address issues raised in the post-implementation review of IFRS 3 <i>Business Combinations</i> . Issues include identifying and measuring intangible assets acquired in a business combination; subsequent accounting for goodwill; and impairment testing of goodwill and of other non-current, non-financial assets.
Current status	The Board continued its discussions at its December 2017 meeting.
Next due process step	Publish a DP or Exposure Draft (ED) in Q2 2018.
DPOC role	Monitor the Board deliberations.

Primary Financial Statements

Project objective	To examine targeted improvements to the structure and content of the primary financial statements, with a focus on the statement(s) of financial performance.
Current status	On-going Board discussions in November and December 2017.
Use of consultative groups (this period)	ASAF December 2017: discussed the papers presented to the Board in November and December 2017.
Next due process step	Publish either a DP or an ED in Q2 2018.
DPOC role	Monitor the Board deliberations.

Principles of Disclosure

Project objective	To explore possible principles of disclosure that could help the Board develop better disclosure requirements and help preparers communicate information more effectively with users of financial statements.
Last due process document	The six-month comment period closed in October 2017.
Current status	The Board discussed a high level preliminary summary of comment letter feedback at its meeting in December 2017.
Use of consultative groups (this period)	ASAF December 2017: the staff shared a high level preliminary summary of the comment letter feedback with ASAF members and asked for their advice on possible next steps for the project.
Next due process step	The Board will discuss a full comment letter and outreach feedback summary on the DP in March 2018.
DPOC role	Monitor the Board redeliberations of the DP.

Share-based payment

Project objective	The Board examined why IFRS 2 <i>Share-based Payments</i> generated many application questions for the IFRS Interpretations Committee.
Current status	The Board has concluded no standard-setting activity is required.
Next steps	Publish a research summary in Q2 2018.
DPOC role	Completed.

Section 2—Summary of standard-setting and related projects

Conceptual Framework

Project objective	To provide the Board with a more complete, clear and updated set of concepts to use when it develops or revises IFRS Standards.
Last due process document	ED published in May 2015.
Comment letter summary	The Board considered the comment letter summary on the ED at its meeting in March 2016.
Current status	The Board completed its deliberations at its March 2017 meeting and discussed sweep issues arising on a pre-ballot draft of the revised <i>Conceptual Framework</i> in September and October 2017. A ballot draft of the revised <i>Conceptual Framework</i> was distributed to the Board in December 2017.
Next due process step	It is expected that the revised <i>Conceptual Framework</i> will be published in March 2018 together with the accompanying <i>References to the Conceptual Framework</i> .
DPOC role	The DPOC reviewed the project’s life-cycle at its meeting in May 2017.

Disclosure Initiative: Definition of Material

Project objective	To clarify the definition of what information is material in preparing financial statements.
Current status	ED published in September 2017; comment period ends 15 January 2018.
Use of consultative groups (this period)	ASAF December 2017: ASAF members were asked for their comments on the proposed clarifications to the definition.
Next due process steps	Comment letter summary.
DPOC role	Monitor the Board deliberations of feedback received on the ED.

Management Commentary

Project objective	The Board has decided to revise and update the Management Commentary Practice Statement issued in 2010.
Current status	The Board will commence deliberations in Q2 2018.
Use of consultative groups (this period)	ASAF December 2017: ASAF members were provided with an update on developments in wider corporate reporting and the Board’s decision to update the Management Commentary Practice Statement. ASAF members were asked for comments on the scope and areas that should be covered by this project and for any other views.
Next due process steps	Publish an ED.
DPOC role	Monitor Board deliberations.

Rate-regulated Activities

Project objective	To consider whether (or how) IFRS Standards should be amended to reflect the effects of rate regulation.
Last due process document	DP published September 2014.
Comment letter summary	The Board considered the comment letter summary on the DP at its meeting in February 2015.
Current status	The Board is continuing its discussions on developing a model to account for the effects of rate-regulated activities.
Use of consultative groups (this period)	Consultative Group for Rate Regulation October 2017: Members of that group provided input on operational issues and views on the next steps the Board should take.
Next due process step	Publish either a DP or an ED in 2019.
DPOC role	Monitor the Board deliberations.

Section 3—Summary of other projects and activities

Post-implementation review (PIR) of IFRS 13 Fair Value Measurement

Project Objective	To examine the effects of IFRS 13 <i>Fair Value Measurement</i> on financial reporting.
Current status	The Board published a Request for Information (RFI). The comment letter period closed on 22 September 2017. The Board will consider feedback on the RFI in January 2018.
Use of consultative groups (this period)	ASAF December 2017: Provided feedback on the comments received in response to the RFI.
Next due process steps	Comment letter summary.
DPOC role	The <i>Due Process Handbook</i> requires the IASB to report regularly to the DPOC during the period of a PIR and inform the DPOC when it has completed its review and provide the DPOC with a draft of the report. When the DPOC is satisfied that the IASB has completed the review satisfactorily, the report can be finalised.

Appendix B—IFRS Interpretation Committee activities and implementation projects

IFRS Interpretation Committee activities

B1. The Committee met in November 2017. It published the following tentative and final agenda decisions. Those agenda decisions include information that explains how an entity applies IFRS Standards to the particular question submitted:

IFRS Interpretation Committee’s tentative agenda decisions
Presentation of interest revenue for particular financial instruments (IFRS 9 <i>Financial Instruments</i> and IAS 1 <i>Presentation of Financial Statements</i>).
Revenue recognition in a real estate contract that includes the transfer of land (IFRS 15 <i>Revenue from Contracts with Customers</i>).
Right to payment for performance completed to date (IFRS 15 <i>Revenue from Contracts with Customers</i>).
IFRS Interpretations Committee’s agenda decisions
Acquisition of a group of assets (IFRS 3 <i>Business Combinations</i>).

- B2. The Committee also decided the following:
- a. to add a project to its standard-setting agenda to clarify the meaning of the term ‘unavoidable costs’ relating to the definition of an onerous contract in IAS 37 *Provisions, Contingent Liabilities and Contingent Assets*; and
 - b. to recommend to the Board that it propose an amendment to IFRS 1 *First-time Adoption of International Financial Reporting Standards* to provide a subsidiary that becomes a first-time adopter of IFRS Standards later than its parent with additional practical relief for cumulative translation differences.

Progress on narrow-scope amendments			
Project	Objective	Status	The Board's/IFRS Interpretations Committee's next steps
Accounting Policies and Accounting Estimates (Proposed amendments to IAS 8)	To clarify the existing distinction between a change in an accounting policy and a change in an accounting estimate.	ED published in September 2017. The ED has a comment letter deadline of 15 January 2018.	Consider the comment letter summary.
Accounting Policy Changes (Proposed amendments to IAS 8)	To lower the impracticability threshold regarding retrospective application of voluntary changes in accounting policies that result from agenda decisions. The proposed threshold would include a consideration of the benefits and costs of applying the change retrospectively.	The Board's discussions are complete. In October 2017 the Board confirmed the required due process steps have been completed.	Publish an ED in March 2018.
Availability of a Refund (Amendments to IFRIC 14)	To clarify the accounting when other parties have rights to make particular decisions about a company's defined benefit plan.	Following comments on the effects of the proposals, the Board will perform further work to assess whether it can establish a more principles-based approach in IFRIC 14 for an entity to assess the availability of a refund of a surplus.	Issue an IFRS amendment in Q2 2018.
Classification of Liabilities (Amendments to IAS 1)	To clarify whether companies classify debt as current or non-current if they have a right to renew the debt.	The Board will continue its discussion after completing the revision of the <i>Conceptual Framework for Financial Reporting</i> .	Issue an IFRS amendment H2 2018.

Progress on narrow-scope amendments			
Project	Objective	Status	The Board's/IFRS Interpretations Committee's next steps
Definition of a Business (Amendments to IFRS 3)	To clarify how a company determines whether it has acquired a business or a group of assets. The accounting models differ for those two types of transactions.	The Board has concluded its redeliberations of the proposed amendments. In October 2017 the Board confirmed the required due process steps have been completed.	Issue an IFRS Amendment in Q2 2018.
Fees in the '10 percent' test for derecognition (Amendments to IFRS 9)	To clarify which fees and costs a company includes in a quantitative '10 percent' test for assessing whether to derecognise a financial liability.	The timing of publication of the proposed amendments depends on the identification of other matters for inclusion in the next Annual Improvements process.	
Improvements to IFRS 8 Operating Segments (Proposed amendments to IFRS 8 and IAS 34)	To clarify the meaning of 'chief operating decision maker' and to improve the disclosure requirements for operating segments.	The Board discussed the comment letter summary in November 2017. ASAF's advice was requested in December 2017.	Decide project direction in Q1 2018.
Plan Amendment, Curtailment or Settlement (Amendments to IAS 19)	To clarify the accounting when a plan amendment, curtailment or settlement occurs.	The Board has decided to finalise the amendments separately from the amendments to IFRIC 14 on <i>Availability of a Refund</i> .	Issue an IFRS Amendment in January 2017.

Progress on narrow-scope amendments			
Project	Objective	Status	The Board's/IFRS Interpretations Committee's next steps
Property, Plant and Equipment: Proceeds before Intended Use (Proposed amendments to IAS 16)	To reduce the diversity in how companies account for the proceeds from selling items produced while testing an item of plant or equipment before it is used for its intended purpose.	The Board discussed a summary of the feedback on the Exposure Draft in December 2017.	The Committee will deliberate the proposed amendments at a future meeting, taking the Feedback into consideration.
Subsidiary as a first-time adopter (Proposed amendments to IFRS 1)	To require a subsidiary that measures its assets and liabilities at its date of transition to IFRS Standards using the amounts reported by its parent to also measure cumulative translation differences using the amounts reported by its parent.	The timing of publication of the proposed amendments depends on the identification of other matters for inclusion in the next Annual Improvements process.	

Appendix C—IFRS Taxonomy projects

IFRS Taxonomy

- C1. Updates to the IFRS Taxonomy are released when the Board issues new or amended IFRS standards that affect IFRS Taxonomy content. Updates may also be released after an analysis of disclosures commonly reported in practice or to reflect improvements to the content or technology of the IFRS Taxonomy.

IFRS Taxonomy Update—Annual Improvements

Project objective	Improve the IFRS Taxonomy content including: <ul style="list-style-type: none"> • changes to support consistent tagging of reporting related to continuing and discontinued operations; and • additions to better reflect the disaggregation of disclosures in IAS 19 <i>Employee Benefits</i> and the disclosures in IFRS 7 <i>Financial Instruments: Disclosures</i> relating to the initial application of IFRS 9 <i>Financial Instruments</i>.
Current status	Open for comment.
Next due process step	Analysing comments and discussion of public feedback at the February 2018 meeting of the IFRS Taxonomy Review Panel. ³
DPOC role	Monitor the development of the IFRS Taxonomy Update.

IFRS Taxonomy Update—Common Practice (IFRS 13)

Project objective	To identify potential common practice elements related to the presentation and disclosure requirements of IFRS 13 <i>Fair Value Measurement</i> .
Current status	In progress.
Next due process step	Discussion at the April 2018 meeting of the IFRS Taxonomy Consultative Group. Review of proposed taxonomy additions at the May 2018 meeting of the IFRS Taxonomy Review Panel.
Timing	The timing of the review is expected to be linked with the Post-implementation review of IFRS 13 in H1 2018.
DPOC role	Monitor the development of the IFRS Taxonomy Update.

³ The IFRS Taxonomy Review Panel consists of three to five Board members and one senior technical director. In accordance with the agreed due process, the IFRS Taxonomy Review Panel reviews (but does not approve) IFRS Taxonomy content not directly reflecting new or amended IFRS Standards. This includes updates reflecting new common practice content or where appropriate annual improvements to the IFRS Taxonomy.

IFRS Taxonomy Update—IFRS 17 Insurance Contracts

Project objective	To update the taxonomy for the presentation and disclosure requirements of IFRS 17.
Current status	Final Taxonomy Update was published in January 2018.
DPOC role	Completed.

IFRS Taxonomy Update—Prepayment Features with Negative Compensation (Amendments to IFRS 9)

Project objective	To update the taxonomy for the presentation and disclosure requirements of the amendments to IFRS 9.
Current status	Analysing feedback on the Proposed Taxonomy Update
Next due process step	To discuss feedback received at the February 2018 meeting of the IFRS Taxonomy Consultative Group.
DPOC role	Monitor the development of the IFRS Taxonomy Update.

- C2. Each year, the IFRS Foundation publishes a compilation of Taxonomy Updates released in the previous year (the annual IFRS Taxonomy). The annual IFRS Taxonomy 2018 is expected to be released in March 2018.
- C3. In December 2017, the IFRS Foundation released a new guide *Using the IFRS Taxonomy – A preparer’s guide*. This guide helps preparers understand the IFRS Taxonomy content. Its aim is to support the quality and consistency of data tagging applied to IFRS disclosures. Members of the IFRS Taxonomy Consultative Group and members of the IFRS Taxonomy Review Panel reviewed a draft of the guide.

Appendix D—Work plan as at 5 January 2018

Description	Next milestone	Initial date set for next milestone	Expected date for next milestone		Explanation of changes in expected dates
			as at 12.10.2017	as at 5.1.2018	
Research Projects					
Business Combinations under Common Control	Discussion Paper	H1 2018	H2 2018	H2 2018	No change this period; previous change due to staff availability.
Discount Rates	Research summary	Q3 2017	H1 2018	Q2 2018	No change this period; previous change due to staff availability and agreeing design of the document.
Dynamic Risk Management	Discussion Paper	H2 2018	H2 2018	2019	The Board has decided to undertake outreach on the core model prior to publication of the Discussion Paper.
Financial Instruments with Characteristics of Equity	Discussion Paper	Q4 2017	H1 2018	Q2 2018	No change this period; previous change due to drafting the discussion paper taking longer than planned.
Goodwill and Impairment	Discussion Paper or Exposure Draft	H1 2018	H1 2018	Q2 2018	Proceeding to plan.
Primary Financial Statements	Discussion Paper or Exposure Draft	H1 2018	H1 2018	Q2 2018	Proceeding to plan.
Principles of Disclosure	Report Discussion Paper feedback to Board	Q1 2018	Q1 2018	March 2018	Proceeding to plan.
Share-based Payment	Research summary	Q3 2017	H1 2018	Q2 2018	No change this period; previous change due to staff availability and agreeing design of the document.

Description	Next milestone	Initial date set for next milestone	Expected date for next milestone		Explanation of changes in expected dates
			as at 12.10.2017	as at 5.1.2018	
Standard-setting and related projects					
Conceptual Framework	Conceptual Framework	H2 2017	Q1 2018	March 2018	Proceeding to plan this period. Previous change due to finalisation process taking longer than anticipated due to the volume of comments.
Disclosure Initiative: Definition of Material (Amendments to IAS 1 and IAS 8)	Report Exposure Draft feedback to Board	Q1 2018	Q1 2018	March 2018	Proceeding to plan.
Management Commentary	Exposure Draft	Not yet set			New Project. No date yet set for ED.
Rate-regulated Activities	Discussion Paper or Exposure Draft	H1 2018	H1 2018	2019	In this period we have rescheduled the project to allow application of the revised <i>Conceptual Framework</i> and reflect feedback from the consultative group.

Description	Next milestone	Expected date	Expected date	Expected change from October report to DPOC
		as at 12.10.2017	as at 5.1.2018	
Narrow-scope amendments				
Accounting Policies and Accounting Estimates (Amendments to IAS 8)	Report Exposure Draft feedback to Board	Q1 2018	March 2018	Proceeding to plan.
Accounting policy changes (Amendments to IAS 8)	Exposure Draft	H1 2018	March 2018	Proceeding to plan.
Availability of a Refund (Amendments to IFRIC 14)	IFRS Amendment	H1 2018	Q2 2018	Proceeding to revised plan.
Classification of Liabilities (Amendments to IAS 1)	IFRS Amendment	H2 2018	H2 2018	No change this period, awaiting finalisation of the <i>Conceptual Framework</i> .
Definition of a Business (Amendments to IFRS 3)	IFRS Amendment	H1 2018	Q2 2018	Proceeding to plan.
Fees in 10% test for derecognition (Amendments to IFRS 9) Annual Improvements (next cycle)	Exposure Draft	No date	No date	Timing depends on identification of other matters for this Annual Improvement cycle.
Improvements to IFRS 8 Operating Segments (Amendments to IFRS 8 and IAS 34)	Decide Project direction		January 2018	Date set for next milestone in this period.
Plan Amendment, Curtailment or Settlement (Amendments to IAS 19)	IFRS Amendment	December 2017	January 2018	Change due to staff availability.
Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16)	IFRS Amendment		No date	Proceeding to plan. No date yet set for IFRS Amendment.

Description	Next milestone	Expected date	Expected date	Expected change from October report to DPOC
		as at 12.10.2017	as at 5.1.2018	
Subsidiary as a First-time Adopter	Exposure Draft			New Project. No date yet set.
Post-implementation review				
IFRS 13 <i>Fair Value Measurement</i>	RFI Feedback	December 2017	January 2018	Changed to allow time for literature review to be completed.
Other				
IFRS Taxonomy Update – 2017 Annual Improvements	Proposed update Feedback		February 2018	New Project.
IFRS Taxonomy Update— Common Practice (IFRS 13)	Proposed Update	H1 2018	H1 2018	Proceeding to plan.
IFRS Taxonomy Update— Insurance Contracts	Publication of Taxonomy update		January 2018	Date set for next milestone in this period
IFRS Taxonomy Update – Prepayment Features with Negative Compensation (Amendments to IFRS 9)	Proposed Update Feedback	Q1 2018	February 2018	Proceeding to plan.