

STAFF PAPER

February 2022

IASB® Meeting

Project	Post-implementation Review of IFRS 10 <i>Consolidated Financial Statements</i>, IFRS 11 <i>Joint Arrangements</i> and IFRS 12 <i>Disclosure of Interests in Other Entities</i>		
Paper topic	Next step		
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Purpose of this meeting

1. The purpose of this agenda paper is for the International Accounting Standards Board (IASB) to:
 - (a) review the work undertaken in the Post-implementation Review of IFRS 10 *Consolidated Financial Statements*, IFRS 11 *Joint Arrangements* and IFRS 12 *Disclosure of Interests in Other Entities*; and
 - (b) decide whether to conclude the Post-implementation Review of IFRS 10, IFRS 11 and IFRS 12.

Work undertaken

2. Paragraphs 6.56 to 6.59 of the IFRS Foundation Due Process Handbook (Due Process Handbook) set out the due process requirements following publication of a request for information. In particular, paragraph 6.56 of the Due Process Handbook states:

The Board (IASB) considers whether it is necessary to supplement the responses to the request for information with other information or evidence, such as by undertaking:

- (a) an analysis of financial statements or of other financial information;

- (b) a review of academic and other research related to the implementation of the IFRS Standard being reviewed; and
- (c) surveys, interviews and other consultations.

3. Paragraph 6.58 of the Due Process Handbook states:

The Board (IASB) considers the comments that it has received from the request for information along with the evidence and information that it has obtained from any additional analysis. When the Board has completed its deliberations, it presents its findings in a public report...

4. Following the publication of the Request for Information on the Post-implementation Review of IFRS 10, IFRS 11 and IFRS 12, the IASB members and the staff have:

- (a) undertaken outreach activities during the comment period (paragraph 6.56 (c) of the Due Process Handbook);
- (b) updated the academic literature review (paragraph 6.56 (b) of the Due Process Handbook);
- (c) undertaken a desk-top review of disclosures related to IFRS 12 in financial statements of 40 companies (paragraph 6.56 (a) of the Due Process Handbook); and
- (d) summarised feedback on the Request for Information from comment letters (paragraph 6.58 of the Due Process Handbook); and
- (e) reached out to IFASS members and accounting firms regarding the frequency and significance of 15 matter (subtopics) related to applying IFRS 10 and IFRS 11 (paragraph 6.56 (c) of the Due Process Handbook).

5. In the second phase of the Post-implementation Review the IASB had discussed:

- (a) at its July 2021 meeting:
 - (i) comment letter feedback summary (agenda papers 7A and 7B of the July 2021 meeting),
 - (ii) updated academic review (agenda paper 7D of the July 2021 meeting); and

- (iii) summary of feedback from outreach activities during the comment period (agenda paper 7C of the July 2021 meeting); and
 - (b) at its October 2021 and November 2021 meetings and this meeting (February 2022) whether to take further action, and if so, the priority to attribute to that action.
6. Subject to the IASB's approval of the staff's recommendation in agenda paper 7 of this meeting, the staff think sufficient work has been completed to conclude the Post-implementation Review in accordance with paragraphs 6.56 to 6.59 of the Due Process Handbook.

Next step

7. Subject to the IASB's approval, the staff will prepare a Report and Feedback Statement (Report) on the Post-implementation Review. The IASB will review the Report and provide the Due Process Oversight Committee (DPOC) with a draft of the Report. Once the DPOC is satisfied that the IASB has completed the review satisfactorily the Report will be published.¹

Questions for the IASB

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Does the IASB agree that sufficient work has been completed to conclude the Post-implementation Review and for the staff to prepare the Report and Feedback Statement on the Post-implementation Review?

¹ Paragraph 6.59 of the Due Process Handbook