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## IFRS Taxonomy Consultative Group (ITCG) meeting

Date	<b>16 March 2026</b>
Project	<b>Digital Financial Reporting</b>
Topic	<b>IFRS Accounting Taxonomy Update—Proposed Taxonomy Update (new or amended IFRS Accounting Standards)</b>
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## Purpose of this session

- The staff will provide an update on proposed changes to the IFRS<sup>®</sup> Accounting Taxonomy 2025 and the planned next steps.
- The proposed taxonomy update will include proposed changes to the IFRS Accounting Taxonomy arising from:
  - the prospective IFRS Accounting Standard on *Regulatory Assets and Regulatory Liabilities*;
  - Amendments to IFRS 19 *Subsidiaries without Public Accountability: Disclosures*; and
  - *Translation to a Hyperinflationary Presentation Currency*.



**Question 1**—Do ITCG members have any questions or comments on the proposed modelling approaches?

**Question 2**—Do ITCG members have any questions or comments on the planned next steps for the proposed taxonomy update?

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# Proposed updates to the IFRS Accounting Taxonomy 2025



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*Regulatory Assets and  
Regulatory Liabilities*



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## *Regulatory Assets and Regulatory Liabilities*

- The IASB is finalising requirements to improve financial reporting for companies affected by rate regulation—by *reporting regulatory assets and regulatory liabilities* in their statement of financial position, and related *regulatory income and regulatory expense* in their statement of financial performance
- This information would provide more complete information about the compensation to which a company is entitled for regulatory goods or services that it supplies in a period and would help investors to better assess a company's financial performance, financial position and its prospects for future cash flows.
- The IASB expects to publish the prospective Standard in the **Q2 2026**
- The new Standard will **replace IFRS 14 Regulatory Deferral Accounts**. The concepts arising from the prospective Standard are expected to be different from concepts in IFRS 14 and consequently the staff do not expect to leverage any IFRS 14 elements in the development of the Taxonomy update.
- The staff have performed an analysis on the draft presentation and disclosure requirements and summarised these requirements and the related impact on the IFRS Accounting Taxonomy on the following slide.

## Regulatory Assets and Regulatory Liabilities

- To reflect the key disclosure requirements, the staff recommend the proposed modelling approach, which align with the existing taxonomy modelling policies. New elements will be added to a **new presentation group** for the new Standard (unless otherwise stated).

Key disclosure requirements	Proposed taxonomy modelling
<b>Presentation requirements</b>	Create <b>monetary elements</b> for presentation requirements in the statement of financial position and statement of financial performance (under the respective primary financial statements' presentation group)
Requirements to determine and disclose the appropriate level of <b>aggregation/disaggregation</b>	Create <b>axes and members elements</b> to reflect the examples of characteristics used in aggregation or disaggregation of information
<b>Reconciliations</b> of carrying amount of regulatory assets and regulatory liabilities	Create <b>two tables—one for regulatory assets and one for regulatory liabilities</b> —with line-item elements reflecting changes in the carrying amount
<b>Maturity analysis</b> – disclosure of quantitative information, using time bands, about the recovery/fulfilment of regulatory assets/liabilities	Create <b>a table</b> for maturity analysis, with two monetary line-item elements representing regulatory asset expected to be recovered and regulatory liability expected to be fulfilled

- For *IFRS 14 elements* that will expire, the staff propose to **add an expiry date** and deprecate them when the prospective Standard becomes effective in accordance with the established modelling policy

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Amendments to IFRS 19  
*Subsidiaries without Public  
Accountability: Disclosures*



## Amendments to IFRS 19

- In August 2025, the IASB issued Amendments to IFRS 19 to provide reduced disclosure requirements for new and amended IFRS Accounting Standards issued between February 2021 and May 2024
- Recap of our modelling approaches for IFRS 19:

Disclosure requirements in IFRS 19	Taxonomy modelling approaches
Disclosure requirements <b>drawn from</b> requirements in other IFRS Accounting Standards	Adding references to IFRS 19 to existing elements in their current locations in the IFRS Accounting Taxonomy
Disclosure requirements in other IFRS Accounting Standards that remain applicable and that are specified in IFRS 19 by <b>cross-reference</b>	<b>NOT</b> adding references to IFRS 19 to existing elements in the IFRS Accounting Taxonomy
Disclosure requirements that are <b>specific to IFRS 19</b> and their related requirements drawn from other IFRS Accounting Standards	Creating new elements and including these new elements and any related existing elements in the presentation group for IFRS 19

## Amendments to IFRS 19

- Some amendments have implications to taxonomy modelling:

Subheading	Amendments that affect taxonomy modelling	Proposed approach
Management-defined performance measures	Deleted all paragraphs and included the requirements as cross-reference to IFRS 18	<b>Remove references</b> to IFRS 19 in existing elements
Supplier finance arrangements	Deleted a paragraph and a subparagraph	<b>Remove references</b> to IFRS 19 in existing elements
International tax reform—Pillar Two model rules	Consolidated two paragraphs into one	<b>Remove reference</b> to IFRS 19 in an existing element
Disclosure when a currency is not exchangeable	Removed subparagraphs	<b>Remove reference</b> to IFRS 19 in an existing element

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*Translation to a  
Hyperinflationary  
Presentation Currency*



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## *Translation to a Hyperinflationary Presentation Currency*

- In November 2025, the IASB issued *Translation to a Hyperinflationary Presentation Currency* (the amendment) which amended IAS 21 *The Effects of Changes in Foreign Exchange Rates*.
- The IASB amended IAS 21 to change the translation procedures for an entity whose presentation currency is that of a hyperinflationary economy. The amendment applies when the entity translates to such a presentation currency:
  - its results and financial position, and the entity's functional currency is that of a non-hyperinflationary economy; and
  - the results and financial position of a foreign operation whose functional currency is that of a non-hyperinflationary economy.

# Proposed taxonomy modelling

- To reflect the disclosure requirements in the amendment, the staff recommend the below mentioned modelling approach.

Disclosure requirement	Taxonomy modelling approach
The fact that all amounts in the entity’s financial statements or the results and financial position of its foreign operations have been translated at the closing rate at the date of the most recent statement of financial position (paragraph 53A of IAS 21 and paragraph 219A of IFRS 19)	To create a categorical element
Summarised financial information about the foreign operations and labelling the comparative summarised financial information about its foreign operations to identify that the entity prepared the information by applying the general price index it applies to corresponding figures for the previous reporting period (paragraph 53B of IAS 21 and paragraph 219B of IFRS 19)	To create a table structure
The fact that the entity’s presentation currency has ceased to be the currency of a hyperinflationary economy (paragraph 54A of IAS 21 and paragraph 220A of IFRS 19)	To create a categorical element

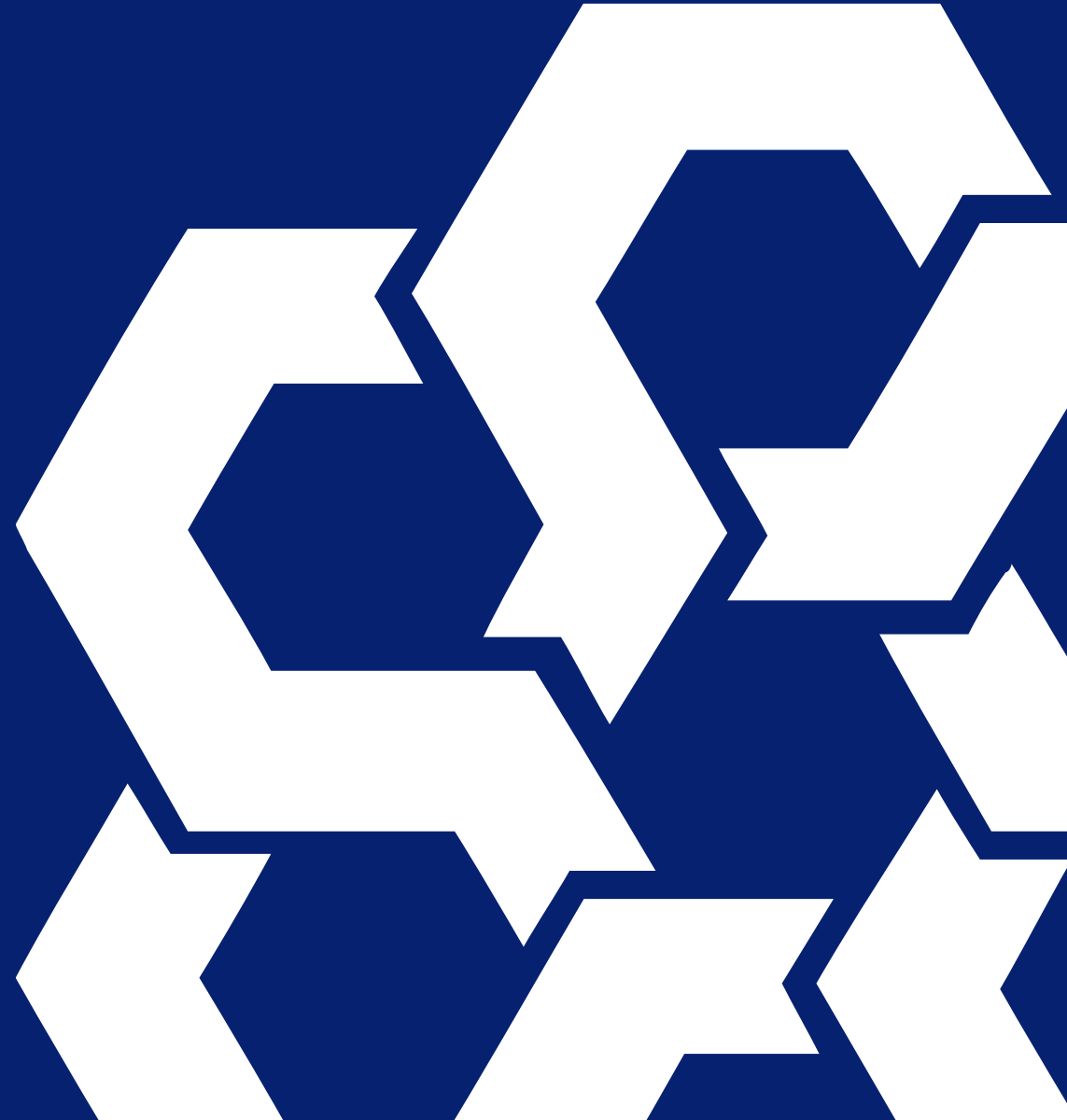
## *Translation to a Hyperinflationary Presentation Currency*

Disclosure requirement	Taxonomy modelling approach
<p>To disclose comparative summarised financial information about its foreign operations and label such information to identify that the entity prepared the information by applying the general price index it applies to corresponding figures in accordance with paragraph 34 of IAS 29 (transition) (paragraph 60P (a) (iii) of IAS 21)</p>	<p>To add the paragraph references to the table structure mentioned in slide 12</p>
<p>To disclose the fact that the entity has applied the amendment early (paragraph 60O of IAS 21)</p>	<p>To not create elements as the amendment will be in effect before the related elements are included in the IFRS Accounting Taxonomy</p>

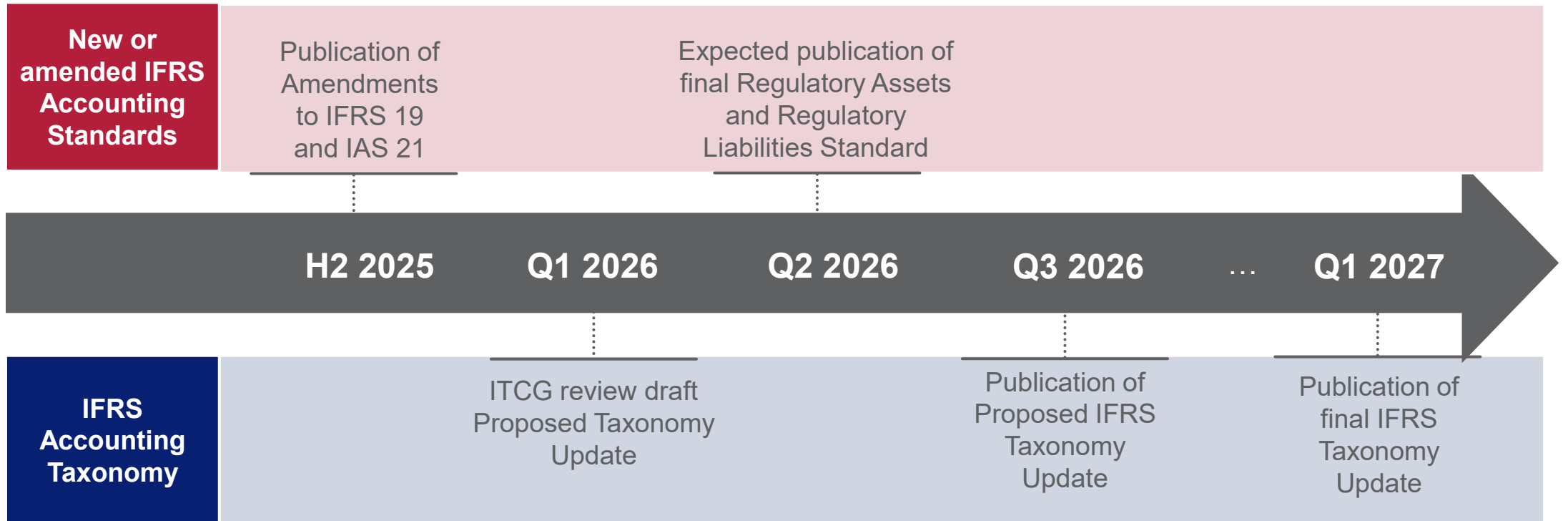
- These new elements will be included in the presentation group '[842000] Notes - Effects of changes in foreign exchange rates'.

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## Next Steps



## Project timeline



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## Questions for ITCG members



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