

IFRS Taxonomy 2021

An Overview

Ann Tarca, IASB member
Izabela Ruta, IASB staff

Agenda

Introduction

Updates reflecting amended IFRS Standards

Common Practice and General Improvements

Resources and how to get involved

A grayscale world map is the background for the slide. Overlaid on the map are several thick, light gray curved lines that sweep across the continents. Additionally, there are several dotted lines that form a grid-like pattern across the map, intersecting the curved lines.

Introduction

IFRS Taxonomy 2021

100+
tags added



IFRS
Taxonomy
2021



5
IFRS Taxonomy
Updates

400+
filings
analysed



~10
Issues raised by
stakeholders addressed

IFRS Taxonomy 2021

Updates reflecting new or amended IFRS Standards

Common Practice and General Improvements

Update 1 Covid-19-Related Rent Concessions

Update 4 Information in primary financial statements

Update 2 Interest Rate Benchmark Reform: Phase 2

Update 5 Employee Benefits

Update 3 Amendments to IFRS 17 and IAS 16



Updates reflecting amended
IFRS Standards
(Updates 1–3)

Updates reflecting amended IFRS Standards

Update 1 Covid-19-Related Rent Concessions

Amendments aimed at making it easier for lessees to account for covid-19-related rent concessions such as rent holidays and temporary rent reductions.

Update 2 Interest Rate Benchmark Reform: Phase 2

Amendments aimed at helping companies to provide investors with useful information about the effects of interest rate benchmark reform on these companies' financial statements.

Update 3 Amendments to IFRS 17 *Insurance Contracts* and IAS 16 *Property, Plant and Equipment*

Amendments aimed at:

- helping companies to implement IFRS 17 *Insurance Contracts* and to explain their financial performance.
- reducing diversity in accounting for proceeds from selling items produced while preparing an asset for its intended use.



Common Practice and General Improvements (Updates 4 & 5)

Why are we making these changes?

Common practice

- Reflects commonly reported information that is not explicitly required by IFRS Standards.
- Reduces entity-specific elements (extensions) to:
 - enable more consistent tagging between companies
 - ease use of electronic information

General improvements

Changes to support high-quality tagging, including:

- labelling changes to clarify the accounting meaning of an element
- adding guidance labels to clarify the appropriate use of the element
- improving IFRS Taxonomy modelling to reduce diversity in tagging

Common practice and general improvement updates

Update 4 Information in primary financial statements

Focuses on statement of financial position, financial performance, cash flows and changes in equity as well as Earnings per Share (EPS)

Update 5 IAS 19 *Employee Benefits*

Focuses on presentation and disclosures related to defined benefit plans

Both Updates:

- address **issues raised by stakeholders**; and
- reflect findings of a **review of extensions** used by companies applying IFRS Standards that file with the US Securities Exchange Commission.

Impact for preparers of tagged financial statements



Check whether any **entity-specific tags** created in previous periods need to be **replaced** with newly created **IFRS Taxonomy tags**



Check whether, due to **changes in the IFRS Taxonomy modelling**, you need to use different tagging than in previous periods



Check whether, due to **clarifications** made to IFRS Taxonomy, you need to **correct** some of the common **tagging errors** we identified

See columns on next two slides

Update 4: Information in primary financial statements

Improvements to support high-quality tagging of the primary financial statements, including:

New elements

Attribution of expenses by nature to their function

Cumulative catch-up transitioning approach

Supplementary currency information

Information about warrants

Modelling changes

Double tagging for basic and diluted EPS when equal

Clarifying relationship between deferred and accrued income and contract assets and liabilities

Changes to prevent errors

Clearer labels for Cost of Sales

Clearer labels for elements related to Other Comprehensive Income

Guidance labels to clarify double tagging of basic and diluted EPS

Update 5: Information related to employee benefits

Improvements to support high-quality tagging of information about employee benefits reported in accordance with IAS 19, including:

New elements

Fair value of defined benefit plan assets

Maturity analysis of defined benefit obligations

Post-employment benefit expense in profit or loss

Modelling changes

Income and expenses from defined benefit plans

Changes to prevent errors

Label changes to clarify signs for reconciliation of net defined benefit liability

Label changes for reconciliation of reimbursement rights

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Resources and how to get involved

Resources to support high-quality tagging

Within the IFRS Taxonomy

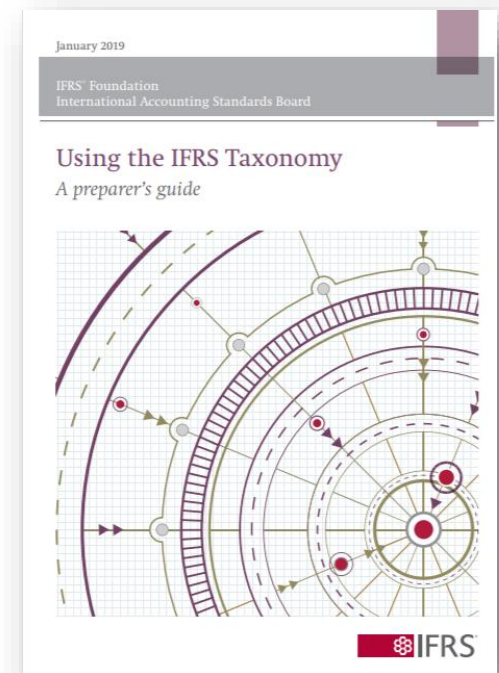
For each element:

- **References** indicate the related requirement(s) in IFRS Standards
- **Documentation labels** provide a definition
- **Guidance labels** provide additional guidance, for example on which sign to use

These labels are also available in the [*IFRS Taxonomy Illustrated*](#) in Excel.

Guides and other supporting materials*

- **Updates** to explain changes to the IFRS Taxonomy
- **Versioning** to illustrate changes to the IFRS Taxonomy
- **Preparer's guide** to explain how to use the IFRS taxonomy



* See our [General resources](#) website for other supporting materials

How can you stay in touch?

- 1 Follow the IFRS Taxonomy content on the IFRS Foundation's website
- 2 Observe meetings of the IFRS Taxonomy Consultative Group
- 3 Comment on Proposed IFRS Taxonomy Updates
- 4 Contact us with suggestions for improvements





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