

IFRIC Update

Patrina Buchanan
Gustavo Olinda

IFRS® Foundation
#WSS2021



The views expressed in this presentation are those of the presenter, not necessarily those of the International Accounting Standards Board or the IFRS Foundation.
Copyright © 2021 IFRS Foundation. All rights reserved.



1

Welcome



Patrina Buchanan
IASB Technical Staff



Gustavo Olinda
IASB Technical Staff



2

Agenda

How we support consistent application

The work of the Interpretation Committee

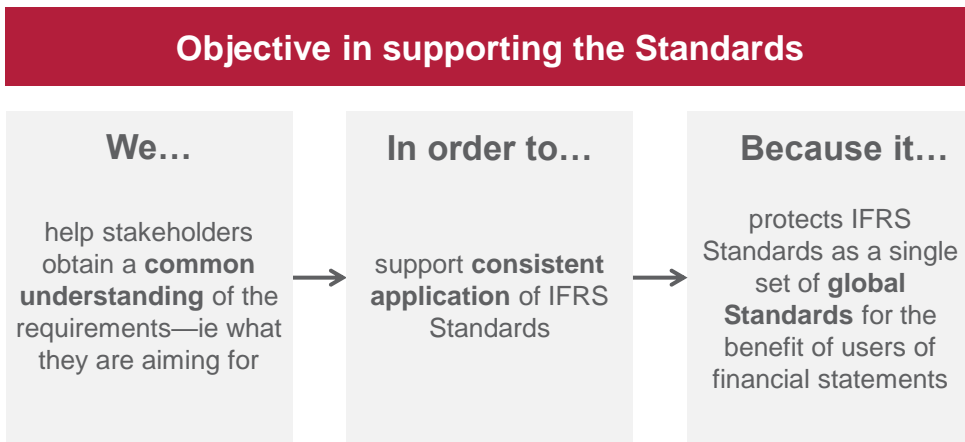
Recent amendments and forthcoming consultations

Educational materials



How we support consistent application

Why we support consistent application



How we support consistent application

Interpretations Committee		Agenda decisions
IASB		Narrow-scope amendments to IFRS Standards
Staff and IASB members		Educational materials
		Working with other organisations (eg regulators and NSS)

Note: You will receive a PDF version of this presentation with hyperlinks to all the documents discussed.

The work of the IFRS Interpretations Committee



7

Overview of 2021 activities



11 addressed by Committee through agenda decisions (most including explanatory material)*

1 work in progress

2 addressed through a narrow-scope amendment

Five Committee meetings held in 2021 to date

* The figures above include topics to be discussed at the Committee's September meeting, categorised based on the staff recommendation.



8

Recent agenda decisions

The Committee published the following recent agenda decisions:



Supply Chain Financing Arrangements—
Reverse Factoring
December 2020



Hedging Variability in Cash Flows due to Real
Interest Rates (IFRS 9)
April 2021



Configuration or Customisation Costs in a
Cloud Computing Arrangement (IAS 38)
March 2021



Costs Necessary to Sell Inventories (IAS 2)
June 2021



Attributing Benefit to Periods of Service
(IAS 19)
April 2021



Preparation of Financial Statements when an
Entity is No Longer a Going Concern (IAS 10)
June 2021

Recent amendments and forthcoming consultations



New amendments

The following recent amendments started as application questions to the Committee:

Deferred Tax related to Assets and Liabilities arising from a Single Transaction *Amendments to IAS 12*



The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of IAS 12 so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences.

Published May 2021

Definition of Accounting Estimates *Amendments to IAS 8*



The amendments introduced the definition of accounting estimates and included other amendments to help entities distinguish changes in accounting estimates from changes in accounting policies.

Published February 2021

Forthcoming consultations

The following forthcoming consultations started as application questions to the Committee:

Non-current Liabilities with Covenants *Proposed amendments to IAS 1*



The proposed amendments aim to improve the information an entity provides about conditionality associated with its right to defer settlement of a liability for at least twelve months, while also addressing stakeholder concerns about classification of liabilities as current or non-current.

Expected Q4 2021

Supplier Finance Arrangements *Proposed amendments to IAS 7 and IFRS 7*



The proposed amendments would require entities to provide additional information about supplier finance arrangements, to help users of financial statements determine the effects of such arrangements on an entity's liabilities and cash flows.

Expected Q4 2021






Educational materials



13

Recent educational materials

The following educational materials have been published:


Covid-19 pandemic		Climate
<p>Applying IFRS Standards in 2020—impact of covid-19 (Oct 2020)</p> <p> An overview of the key financial reporting considerations for preparers, auditors, investors and regulators dealing with covid-19 related complexities</p>	<p>IFRS 9 and covid-19 (Mar 2020)</p> <p> A note on the accounting for expected credit losses applying IFRS 9 <i>Financial Instruments</i> in the light of the uncertainty resulting from the covid-19 pandemic</p>	<p>Effects of climate-related matters on financial statements (Nov 2020)</p> <p> Explains how existing IFRS Standards require consideration of climate-related matters when their effect is material to the financial statements</p>
<p>Going concern—a focus on disclosure (Jan 2021)</p> <p> A reminder of the requirements in IFRS Standards relevant for going concern assessments</p>	<p>IFRS 16 and covid-19 (April 2020)</p> <p> A note on the accounting for covid-19-related rent concessions applying IFRS 16 <i>Leases</i></p>	


14




15

Please submit your questions

 Thanks for watching this video

 Please submit a question for discussion at the WSS Virtual Conference on 28 September 2021

16 | 

16

Find us online



www.ifrs.org



IFRS Foundation | International Accounting Standards Board



@IFRSFoundation



IFRS Foundation



IFRS Foundation

Join our team: go.ifrs.org/careers

