

## STAFF PAPER

May 2020

IASB<sup>®</sup> Meeting

Project	IFRS 16 and covid-19		
Paper topic	Cover paper		
CONTACTS	Kathryn Donkersley	<a href="mailto:kdonkersley@ifrs.org">kdonkersley@ifrs.org</a>	+44 (0) 20 7246 6970

This paper has been prepared for discussion at a public meeting of the International Accounting Standards Board (Board) and does not represent the views of the Board or any individual member of the Board. Comments on the application of IFRS<sup>®</sup> Standards do not purport to set out acceptable or unacceptable application of IFRS Standards. Technical decisions are made in public and reported in IASB<sup>®</sup> *Update*.

**Objective**

1. The objective of this meeting is for the Board to redeliberate the proposals in the April 2020 Exposure Draft *Covid-19-Related Rent Concessions (Proposed Amendment to IFRS 16)* (Exposure Draft). We will ask the Board whether it wishes to finalise the proposed amendment to IFRS 16 *Leases*.
2. The Agenda Papers for this meeting are:
  - (a) *Agenda Paper 32A—Feedback and project redeliberations*: this paper summarises feedback received on the Exposure Draft. This includes feedback from comment letters and from additional outreach with users of financial statements. The paper also summarises staff analysis and recommendations on project redeliberations and asks the Board whether it would like to finalise the proposal in the Exposure Draft.
  - (b) *Agenda Paper 32B—Due process and permission to ballot*: this paper sets out the due process steps that the Board has taken in developing the amendment to IFRS 16, asks the Board to confirm that it is satisfied that it has complied with the due process requirements and seeks the Board's permission to begin the balloting process for the amendment to IFRS 16.
  - (c) *Agenda Paper 32C—Lessors*: this paper analyses feedback from respondents who asked the Board to consider developing practical relief for lessors similar to that proposed in the Exposure Draft for lessees.

The paper asks the Board whether it would like to take any action in response to that feedback.

### **Next steps**

3. If the Board agrees with the staff recommendations in Agenda Papers 32A and 32B, we will begin the balloting process for an amendment to IFRS 16. We would anticipate issuing a final amendment on or around 28 May 2020.