

# Adoption Statement

## **Adoption of *Definition of Accounting Estimates* (Amendments to IAS 8)**

1. The UK Endorsement Board is designated under regulation 2(1) of The International Accounting Standards (Delegation of Functions) (EU Exit) Regulations 2021 No. 609<sup>1</sup> (“the Delegating Regulations”) for the purpose of enabling it to exercise functions of the Secretary of State under Chapter 3 of Part 2 of The International Accounting Standards and European Public Limited-Liability Company (Amendment etc.) (EU Exit) Regulations 2019 No. 685<sup>2</sup> (“the Regulations”).
2. The UK Endorsement Board, in exercise of the powers conferred by regulation 6(1) of the Regulations, adopts the following amendment to international accounting standards published on 12 February 2021 by the International Accounting Standards Board (IASB), for use within the United Kingdom:
  - a) *Definition of Accounting Estimates* (Amendments to IAS 8)
3. In accordance with regulation 7(1) of the Regulations, the UK Endorsement Board is of the view that:
  - a) the standard<sup>3</sup> is not contrary to either of the following principles—
    - i. an undertaking’s accounts must give a true and fair view of the undertaking’s assets, liabilities, financial position and profit or loss;
    - ii. consolidated accounts must give a true and fair view of the assets, liabilities, financial position and profit or loss of the undertakings included in the accounts taken as a whole, so far as concerns members of the undertaking;
  - b) the use of the standard is likely to be conducive to the long term public good in the United Kingdom; and
  - c) the standard meets the criteria of understandability, relevance, reliability and comparability required of the financial information needed for making economic decisions and assessing the stewardship of management.

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<sup>1</sup> Accessible here: <https://www.legislation.gov.uk/uksi/2021/609/contents/made>

<sup>2</sup> Accessible here: <https://www.legislation.gov.uk/uksi/2019/685/contents>

<sup>3</sup> The term “standard” includes standards (International Accounting Standards (IAS), International Financial Reporting Standards (IFRS)), amendments to those standards and related Interpretations (SIC-IFRIC interpretations) issued or adopted by the International Accounting Standards Board (IASB). The term ‘standard’ excludes Practice Statements. This Adoption Statement relates to amendments to those standards.

4. In accordance with regulation 8 of the Regulations, the UK Endorsement Board is of the view that adequate consultation with persons representative of those with an interest in the quality and availability of accounts, including users and preparers of accounts, has been undertaken before the adoption decision.
5. The adopted amendment to international accounting standards in paragraph 2:
  - a) must be used for financial years beginning on or after 1 January 2023;
  - b) may be used for financial years beginning before 1 January 2023.
6. The text of the adopted amendments to international accounting standards is set out in the annex to this statement.

# Approval by the UKEB Board

## Adoption of *Definition of Accounting Estimates* (Amendments to IAS 8)

*Definition of Accounting Estimates* (Amendments to IAS 8) published in by the IASB was approved for adoption by all 13 members of the UK Endorsement Board.

Pauline Wallace	Chair
Amir Amel-Zadeh	
Michael Ashley	
Philip Aspin	
Kathryn Cearns	
Katherine Coates	
Robin Cohen	
Edward Knapp	
Paul Lee	
Giles Mullins	
Liz Murrall	
Sandra Thompson	
Michael Wells	

30 November 2022