

IASB General Update

Executive Summary

Project Type	Monitoring
Project Scope	Various
Purpose of the paper	
<p>This paper provides the Board with an update on projects the Secretariat is currently monitoring, including the work of the IFRS Interpretations Committee.</p> <p>As agreed with the Board, the Secretariat monitors projects being undertaken by the IASB and IFRS Interpretations Committee. This is undertaken to inform the Board about the progress and decisions being made by the IASB on active projects. Discussion by the Board may also help inform interactions with international standard setter meetings, including the IASB’s Accounting Standards Advisory Forum (ASAF).</p>	
Summary of the Issue	
<p>Topics addressed in this paper include those discussed by the IASB at its December 2024 meeting.</p> <p>Topics for noting</p> <ul style="list-style-type: none"> • IASB Work Plan • Management Commentary <p>IFRIC Update</p> <p>There has not been any significant update to the tentative conclusions and tentative agenda decisions presented in the previous UKEB Interpretations Committee Update. At the time of writing, no new matters have been received by the Interpretations Committee. The next Interpretations Committee meeting is on 11 March 2025.</p>	
Decisions for the Board	
<p><i>Topics for noting</i></p> <ul style="list-style-type: none"> • Do Board members have any questions or comments on the topics for noting? 	
Recommendation	
N/A	
Appendices	
<p>Appendix A: IASB Work Plan Appendix B: Management Commentary Appendix C: List of IASB projects</p>	

Appendix A: IASB work plan update

December 2024 IASB work plan

- A1. At its December 2024 meeting the IASB was provided with an update on its work plan¹. The purpose of the update was to support any decisions about projects required by other individual project papers and to support an assessment of overall progress. The IASB was not asked to make any decisions.

Project completions in H2 2024

- A2. The following IASB accounting projects were completed in H2 2024:
- a) Post-implementation Review (PIR) of IFRS 9 - Impairment² (July 2024)
 - b) Annual Improvements Volume 11³ (July 2024)
 - c) PIR of IFRS 15⁴ *Revenue from Contracts with Customers* (September 2024)
 - d) Power Purchase Agreements (*Contracts Referencing Nature-dependent Electricity*) (December 2024)⁵

UKEB work on current IASB work plan

- A3. At the time of writing, the IASB work plan includes 13 IFRS Accounting projects that are within the UKEB's core remit.⁶
- A4. The UKEB Secretariat has active projects covering all IFRS Accounting projects in the IASB's current work plan with the exception of Translation to a Hyperinflationary Presentation Currency (IAS 21).
- A5. No work is currently being carried out on this project by the Secretariat. As set out in the 2024/25 Regulatory Strategy, this project will be addressed subject to resource availability. The IASB is currently at the stage of reviewing feedback on its exposure draft (ED), issued in July 2024.

¹ Refer to [IASB December 2024 Agenda item 8 - work plan update](#)

² See UKEB webpage [here](#)

³ See Agenda item 4 for this meeting

⁴ See UKEB webpage [here](#)

⁵ See Agenda item 5 for this meeting

⁶ That is, excluding IFRS Interpretations Committee projects and those projects relating to the IFRS Taxonomy, Management Commentary and to the IFRS for SMEs.

Expected IASB accounting project completions and consultation documents in H1 2025

- A6. The IASB does not currently expect to complete any accounting projects in H1 2025. The only new accounting project consultation document (ED) currently expected in H1 2025 relates to Dynamic Risk Management (Q2 2025).
- A7. The fact that the amendments to IFRS 19 *Subsidiaries without Public Accountability* are not now expected to be issued until Q3 2025 has an impact on the UKEB's IFRS 19 endorsement project plan. This is because the UKEB plans to consider IFRS 19 and the amendments as a package. This change will be reflected in the UKEB Work Plan and forward agenda.
- A8. IASB decisions on project direction are expected in H1 2025 on the following projects:
- a) Intangible Assets
 - b) Statement of Cash Flows and Related Matters
 - c) Amortised Cost Measurement

Expected additions and IASB pipeline projects

- A9. The IASB staff expect to start work on the IASB's Fourth Agenda Consultation in early 2025. This project will seek feedback on the IASB's potential strategic and technical priorities for the period 2027-2031.
- A10. The IASB has already committed to carrying out several pipeline projects and the December 2024 work plan update indicated the IASB's latest position:
- a) PIR of IFRS 9 - hedge accounting

The IASB staff think there might be benefit in overlapping this PIR with the consultation on the DRM exposure draft (expected by the end of H1 2025). The staff will discuss the start of this PIR at a future meeting.
 - b) Credit risk disclosures—Targeted Improvements

The IASB staff are considering when to start this project.
 - c) International Tax Reform—Pillar Two Model Rules

Since Pillar Two is still in the process of being implemented in various jurisdictions, the IASB staff have no plans to make this active at this stage.

d) Removal of the temporary nature of the exemption in IFRS 6

This is expected to be included in the next volume of Annual Improvements (timing to be determined).

A11. In addition, the IASB staff continue to gather feedback on pollutant pricing mechanisms and will update the IASB on their findings at a future meeting.

Appendix B: IFRS Practice Statement 1 *Management Commentary* project

UKEB Project Status: Monitoring IASB Next Milestone: Revised Practice Statement H1 2025	IASB Management Commentary project
--	--

Context

- B1. The Exposure Draft (the ED) updating IFRS Practice Statement 1 *Management Commentary* was published by the IASB in May 2021. In June 2024, the IASB decided to finalise the project by making targeted amendments to the proposals in the ED.
- B2. As there are potential implications for connectivity with IFRS Accounting Standards, the UKEB is monitoring this project.
- B3. The IASB staff provided a project update and an overview of the proposed targeted amendments discussed by the IASB at its September and November 2024 meetings and at the December 2024 ASAF meeting.

IASB December 2024 meeting

- B4. The IASB met on 9 December 2024 to discuss further targeted refinements to the proposals in the ED. The refinements are intended to support coherence and connectivity of information across a company's general purpose financial reports.
- B5. The IASB staff characterised the feedback from ASAF members as being supportive of the overall approach being taken.
- B6. The IASB discussed an overview of how the requirements in the revised Practice Statement relate to IFRS Sustainability Disclosure Standards, specifically areas of content and information about long-term prospects, intangible resources, and relationships and environmental, social and governance matters.
- B7. The IASB also discussed staff analysis on why an exemption from disclosure for commercial sensitivity (like that in IFRS S1 *General Requirements for Disclosure of Sustainability-related Financial Information* regarding commercially sensitive opportunities) was unnecessary in the context of the revised Practice Statement.
- B8. The IASB was not asked to make any decisions on these two matters.

- B9. Regarding further refinements relating to sustainability reporting, the IASB tentatively decided to:
- a) Align terminology used in the Practice Statement with that used in the *Conceptual Framework* and IFRS Sustainability Disclosure Standards.
 - b) Clarify that the notion of coherence includes effectively representing the connections between various matters.
 - c) Specify that the notion of coherence extends to coherence between information in an entity's management commentary and in its other general purpose financial reports, which include its financial statements and its sustainability-related financial disclosures, if those disclosures are provided outside the management commentary.
 - d) Include the requirements and guidance on the notion of coherence in a separate chapter in the revised Practice Statement, to give this attribute greater prominence.
- B10. The IASB decided to issue the revised Practice Statement without re-exposing its proposals.

Next steps

- B11. The IASB expects to issue the revised Practice Statement in H1 2025.

Appendix C: List of active IASB projects

This Appendix provides a list of all active IASB projects¹, including links to the IASB project page and, where relevant, to the UKEB project page and any UKEB reports or comment letters. Items highlighted in grey are changed from the last report.

List of IASB projects	
<u>Amortised Cost Measurement</u>	
UKEB Project Status: Monitoring IASB Next Milestone: Review Research February 2025	
<u>Business Combinations – Disclosures, Goodwill and Impairment</u>	
UKEB Project Status: Monitoring IASB Next Milestone: Exposure Draft Feedback January 2025	<u>UKEB project page (Influencing)</u> <u>UKEB Project Initiation Plan</u> (Published March 2024) <u>UKEB Draft Comment Letter</u> (Published May 2024) <u>UKEB Final Comment Letter</u> (Published July 2024) <u>UKEB Feedback Statement</u> (Published July 2024) <u>UKEB Due Process Compliance Statement</u> (Published September 2024)

¹ This list does not include projects related to the IFRS Interpretations Committee or IASB’s projects outside the UKEB’s work remit (such as the Second Comprehensive Review of the *IFRS for SMEs* Accounting Standard).

List of IASB projects	
	<p>UKEB project page (Discussion Paper) UKEB Final comment Letter on the Discussion Paper (Published January 2021) UKEB Feedback Statement (Published March 2021) UKEB Report: Subsequent Measurement of Goodwill - A Hybrid Model (Published September 2022)</p>
Climate-related and Other Uncertainties in the Financial Statements	
<p>UKEB Project Status: Influencing IASB Next Milestone: Exposure Draft Feedback February 2025</p>	<p>UKEB project page UKEB Project Initiation Plan (Published July 2024) UKEB Draft Comment Letter (Published September 2024) UKEB Final Comment Letter (Published December 2024) UKEB Feedback Statement (Published December 2024) UKEB Due Process Compliance Statement (Published December 2024)</p>
Dynamic Risk Management	
<p>UKEB Project Status: Monitoring IASB Next Milestone: Exposure Draft Q2 2025</p>	

List of IASB projects	
<u>Equity Method</u>	
<p>UKEB Project Status: Influencing</p> <p>IASB Next Milestone: Exposure Draft Feedback April 2025</p>	<p>UKEB project page</p> <p>UKEB Project Initiation Plan (Published October 2024)</p> <p>UKEB Draft Comment Letter (Published October 2024)</p> <p>UKEB Final Comment Letter (Published December 2024)</p> <p>UKEB Feedback Statement (Published December 2024)</p>
<u>Financial Instruments with Characteristics of Equity</u>	
<p>UKEB Project Status: Monitoring</p> <p>IASB Next Milestone: Final Amendments 2026</p>	<p>UKEB project page</p> <p>UKEB Project Initiation Plan (Published October 2023)</p> <p>UKEB Draft Comment Letter (Published February 2024)</p> <p>UKEB Final Comment Letter (Published April 2024)</p> <p>UKEB Feedback Statement (Published April 2024)</p> <p>UKEB Due Process Compliance Statement (Published April 2024)</p>

List of IASB projects	
<u>Intangible Assets</u>	
<p>UKEB Project Status: Monitoring</p> <p>IASB Next Milestone: Review Research February 2025</p>	<p>UKEB project page</p> <p>Accounting for Intangibles a Survey of Users' Views' (Published May 2024)</p> <p>Accounting for Intangibles a Quantitative Analysis of UK Financial Reports (Published May 2024)</p> <p>UKEB Project Initiation Plan Updated (Published June 2023)</p> <p>Accounting for Intangibles UK Stakeholders' Views' (Published 2023)</p>
<u>Post-implementation Review of IFRS 16–Leases</u>	
<p>UKEB Project Status: Monitoring</p> <p>IASB Next Milestone: Request for Information Q2 2025</p>	
<u>Provisions–Targeted Improvements</u>	
<p>UKEB Project Status: Influencing</p> <p>IASB Next Milestone: Exposure Draft Feedback Q2 2025</p> <p>Submit letter by: 12/03/25</p>	<p>UKEB project page</p> <p>UKEB Project Initiation Plan (Published October 2024)</p> <p>UKEB Draft Comment Letter (Published December 2024)</p>

List of IASB projects	
<u>Rate-regulated Activities</u>	
<p>UKEB Project Status: Monitoring</p> <p>IASB Next Milestone: IFRS Accounting Standard H2 2025</p>	<p>UKEB project page (Pre-endorsement)</p> <p>UKEB Preliminary Economic Assessment (Published April 2024)</p> <p>UKEB letter to the IASB (Published July 2024)</p> <p>UKEB Secretariat’s top-down approach (Published July 2024)</p> <p>UKEB project page (Influencing)</p> <p>UKEB Draft Comment Letter (Published July 2021)</p> <p>UKEB Final Comment Letter (Published August 2021)</p> <p>UKEB Feedback Statement (Published April 2022)</p>
<u>Statement of Cash Flows and Related Matters</u>	
<p>UKEB Project Status: Monitoring</p> <p>IASB Next Milestone: Review Research February 2025</p>	
<u>Translation to a Hyperinflationary Presentation Currency (IAS 21)</u>	
<p>UKEB Project Status: Monitoring [UKEB Deferred Project]</p> <p>IASB Next Milestone: Exposure Draft Feedback Q2 2025</p>	

List of IASB projects

Updating IFRS 19 Subsidiaries without Public Accountability: Disclosures

UKEB Project Status: Influencing

IASB Next Milestone: Exposure Draft Feedback January 2025

[UKEB project page](#)

[UKEB Project Initiation Plan](#) (Published July 2024)

[UKEB Draft Comment Letter](#) (September 2024)

[UKEB Final Comment Letter](#) (Published November 2024)

[UKEB Feedback Statement](#) (Published November 2024)

[UKEB Due Process Compliance Statement](#) (Published December 2024)