

EFRAG SECRETARIAT PAPER FOR PUBLIC MEETING

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Technical Work Plan June – December 2016**Objective**

- 1 The objective of this session is for the EFRAG Board to conduct its monthly review of the technical work plan and advise of any necessary changes.

Background

- 2 In the past, the EFRAG Board requested that:
 - (a) an explanation be provided for any IASB implementation projects that are classified as significant; and
 - (b) the work plan be updated and presented for approval at every meeting.
- 3 Attachment 1 to this note contains the reasoning behind classifying IASB implementation projects as significant. No new projects have been classified as significant.
- 4 Attachment 2 to this note contains the draft technical work plan, based on the IASB's work plan as at 20 May 2016 and the proactive technical work plan. It also identifies the expected timing of written procedures.

Question for the EFRAG Board

- 5 Does the EFRAG Board approve the technical work plan?

Attachment 1: Basis for classifying minor projects as significant

Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts

- 6 Exposure Draft *Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts* is designed to address the concerns of the insurance industry that arise because the effective date of IFRS 9 *Financial Instruments* is significantly earlier than the effective date of the new insurance contracts standard.
- 7 This project is classified as significant because of the importance to Europe, including the impact on the endorsement of IFRS 9. The final comment letter was issued on 15 February 2016. The Standard is expected in September 2016.

IFRS Practice Statement: Application of Materiality to Financial Statements

- 8 In order to assess whether the draft Practice Statement is likely to have the desired impact, and given the timing of the Exposure Draft, the EFRAG Board originally decided to discuss the draft comment letter in public. However, the draft comment letter was finalised by written procedure when the November meeting of the EFRAG Board was rescheduled as a conference call.
- 9 The EFRAG Board finalised the comment letter to the IASB in the March 2016 meeting and the IASB is now deliberating its next steps.

Attachment 2: Work plan June – December 2016

Legend

Bold = EFRAG Board decision point **DCL** = Draft comment letter
WP = Written procedure **FCL** = Final comment letter
DP = Discussion paper **DEA** = Draft endorsement advice
ED = Exposure draft **FEA** = Final endorsement advice

Project	Most recent status		2016					
			June 16	July 19	Sept 7-8	Oct 6	Nov 10	Dec 13
IASB SIGNIFICANT PROJECTS								
Insurance contracts (IFRS expected after 6 months)	ED DCL Aug 2013	ED FCL Dec 2013	Overview of project	Consider issues				
Applying IFRS 9 <i>Financial Instruments</i> with IFRS 4 <i>Insurance Contracts</i> (ED comment period closed Feb 2016)	ED DCL Dec 2015	ED FCL Feb 2016				DEA		
Leases (IFRS 16 issued January 2016)	ED DCL July 2013	ED FCL Oct 2013	Consider issues	Consider issues		DEA		
Macro hedging (DP expected after 6 months)	DP DCL July 2014	DP FCL Oct 2014			Update on outreach			
Rate-regulated activities (DP expected after 6 months)	DP DCL Oct 2014	DP FCL Jan 2015						

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Project	Most recent status		2016					
			June 16	July 19	Sept 7-8	Oct 6	Nov 10	Dec 13
Disclosure initiative – Materiality Practice Statement (ED comment period closed 26 Feb)	ED DCL Nov 2015	ED FCL Mar 2016						
Disclosure Initiative – Principles of Disclosure (DP expected within 6 months)						Consider issues	ED DCL	
Conceptual Framework (CF expected after 6 months)	ED DCL July 2015	ED FCL Dec 2015						
2015 Agenda Consultation (Feedback statement expected within 6 months)	DCL Oct 2015	FCL Jan 2016		Consider IASB decisions				
IASB PROJECTS BY WRITTEN PROCEDURE								
Annual Improvements 2014-2016 (ED comment period closed 17 Feb)	ED DCL Dec 2015	ED FCL Mar 2016						
Annual Improvements 2015-2017 (Decide project direction within 6 months)								
Clarifications of classification and measurement of share-based payment transactions (IFRS expected June 2016)	ED DCL Dec 2014	ED FCL April 2015			DEA WP		FEA WP	

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			June 16	July 19	Sept 7-8	Oct 6	Nov 10	Dec 13
Clarifications to IFRS 8 from post-implementation review (ED expected within 6 months)							ED DCL WP	
Clarifications to IFRS 15 <i>Revenue from Contracts with Customers</i> (IFRS expected June 2016)	ED DCL Sep 2015	ED FCL Nov 2015		DEA WP		FEA WP		
Classification of liabilities (IFRS expected after 6 months)	ED DCL Mar 2015	ED FCL Jun 2015						
Definition of a Business (ED expected June 2016)				ED DCL WP			ED FCL WP	
Disclosure initiative – amend IAS 7 (IFRS issued January 2016)	DEA April 2016	FEA Jun 2016						
Disclosure initiative – changes in accounting policies and estimates (ED expected after 6 months)								
Fair value measurement: unit of account (Transferred to PIR IFRS 13)	ED DCL Oct 2014	ED FCL Jan 2015						
Recognition of deferred tax assets for unrealised losses (IFRS issued January 2016)	DEA April 2016	FEA Jun 2016						

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			June 16	July 19	Sept 7-8	Oct 6	Nov 10	Dec 13
Amendments IAS 19, IFRIC 14 (Comment period closed 19 Oct 2015)	ED DCL July 2015	ED FCL Nov 2015						
Remeasurement of previously held interest – obtaining control/joint control in a JO that constitutes a business (ED expected June 2016)				ED DCL WP			ED FCL WP	
Transfer of investment property (IFRS expected within 6 months)	ED DCL Dec 2015	ED FCL Mar 2016					DEA WP	
Draft Interpretation: Uncertainty over Income Tax Treatment (ED comment period closed 19 Jan)	ED DCL Nov 2015	ED FCL Feb 2016						
Draft Interpretation: Foreign currency transactions and advance consideration (IFRIC expected after 6 months)	ED DCL Nov 2015	ED FCL Feb 2016						
PROACTIVE PROJECTS								
Cash flow statements for financial institutions (Comment period closed March 2016)	Issued for comment July 2015							
Goodwill amortisation and impairment			Project update					

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Low interest rates			Project update					
Pension plans						Project update		
Transactions with governments				Discuss project plan				