

This paper has been prepared by EFRAG Secretariat for discussion at a public meeting of the EFRAG Board. The paper does not represent the official views of EFRAG or any individual member of the EFRAG Board or EFRAG TEG. The paper is made available to enable the public to follow the discussions in the meeting. Tentative decisions are made in public and reported in EFRAG Update. EFRAG positions as approved by the EFRAG Board are published as comment letters, discussion or position papers or in any other form considered appropriate in the circumstances.

## **Technical Work Plan December 2018 – June 2019**

### **Objective**

- 1 The objective of this session is for the EFRAG Board to conduct its regular 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 projects as significant.
- 4 At its June 2017 meeting, the EFRAG Board agreed that, as responses to IASB post-implementation reviews collate European views and do not include an EFRAG position, post-implementation review responses should be finalised by EFRAG TEG. IASB proposed post-implementation reviews have been included in the work plan for the convenience of EFRAG Board members, but no action is expected from the EFRAG Board.
- 5 At its meeting in September 2016, the EFRAG Board agreed that the classification of IASB research projects as significant or for processing by written procedure should be deferred until the significance of each project emerges.
- 6 Attachment 2 to this note contains the draft technical work plan, based on the IASB's work plan at the time of preparing this paper and the EFRAG research work plan. It also identifies the expected timing of written procedures.

### **Questions for the EFRAG Board**

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

**Attachment 1: Basis for classifying research projects or minor projects as significant**

*Financial Instruments with Characteristics of Equity*

- 8 Given the potential impact of this project, especially for financial institutions, the EFRAG Board decided that the EFRAG position on the forthcoming *Financial Instruments with Characteristics of Equity* Discussion Paper should be considered in a public meeting rather than by written procedure. The Discussion Paper was issued in June 2018 and EFRAG's draft comment letter was issued in August 2018.
- 9 The EFRAG Board will be updated on comments received and the results of the early-stage impact assessment at its meeting in December 2018 jointly with EFRAG TEG.

*Primary Financial Statements*

- 10 At its meeting in April 2017, the EFRAG Board decided that the EFRAG comment letter on the IASB's *Primary Financial Statements* project should be considered in a public meeting. The *Primary Financial Statements* project is likely to lead to significant changes to the presentation of financial performance.
- 11 The EFRAG Board will be updated on the development of the IASB project at its meeting in December 2018 jointly with EFRAG TEG.

*Goodwill and Impairment*

- 12 The EFRAG Board decided to consider this project in public meeting, given the significant work undertaken by EFRAG in recent years.
- 13 The EFRAG Board will be updated on the development of the IASB project at its meeting in December 2018.

**Attachment 2: Work plan December 2018 – June 2019**

**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<br>(IASB next steps in brackets)   | Most recent status |                    | 2018               | 2019   |        |         |       |                   |
|--|--------------------|--------------------|--------------------|--------|--------|---------|-------|-------------------|
|  |                    |                    | Dec 18,19          | Jan 29 | Feb 27 | April 4 | May 7 | June 4            |
| <b>IASB SIGNIFICANT PROJECTS</b>   |                    |                    |                    |        |        |         |       |                   |
| Insurance Contracts<br>(IFRS 17 issued May 2017)   | ED DCL<br>Aug 2013 | ED FCL<br>Dec 2013 | Consider<br>issues | TBC    |        |         |       |                   |
| Rate-regulated Activities<br>(DP or ED expected H2 2019)                                     | DP DCL<br>Oct 2014 | DP FCL<br>Jan 2015 |                    |        |        |         |       |                   |
| Disclosure initiative – Principles of<br>Disclosure<br>(Project summary expected Q1<br>2019) | DP DCL<br>Jun 2017 | DP FCL<br>Oct 2017 |                    |        |        |         |       |                   |
| Disclosure initiative – targeted<br>standards-level review of disclosures<br>(ED expected)   |                    |                    | Consider<br>issues |        |        |         |       | Project<br>update |

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| Project<br>(IASB next steps in brackets)  | Most recent status  |                       | 2018   | 2019                      |        |         |       |        |
|---|---------------------|-----------------------|--|---------------------------|--------|---------|-------|--------|
|   |                     |                       | Dec 18,19  | Jan 29                    | Feb 27 | April 4 | May 7 | June 4 |
| Dynamic Risk Management<br>(Core model expected H1 2019)  | DP DCL<br>July 2014 | DP FCL<br>Oct 2014    |  |                           |        |         |       |        |
| Financial Instruments with<br>Characteristics of Equity<br>(DP issued June 2018, comments to<br>IASB by 7 January 2019) | DP DCL<br>Aug 2018  |                       | Feedback<br>summary<br>Early stage<br>impact<br>analysis | <b>Approve<br/>DP FCL</b> |        |         |       |        |
| Goodwill and Impairment<br>(DP or ED)   |                     |                       | Project<br>update  |                           |        |         |       |        |
| Primary Financial Statements<br>(DP or ED expected H2 2019)   |                     |                       | Project<br>update  |                           |        |         |       |        |
| <b>IASB PROJECTS BY WRITTEN<br/>PROCEDURE: Implementation</b>   |                     |                       |  |                           |        |         |       |        |
| Accounting policies and accounting<br>estimates (amend IAS 8)<br>(Decide project direction Dec 2018)                    | ED DCL<br>Sep 2017  | ED FCL<br>Jan 2018    |  |                           |        |         |       |        |
| Accounting policy changes (amend<br>IAS 8)<br>(ED feedback)   | DCL<br>April 2018   | FCL<br>August<br>2018 |  |                           |        |         |       |        |
| Availability of a refund (amend<br>IFRIC 14)<br>(IFRS amendment expected)   | ED DCL<br>July 2015 | ED FCL<br>Nov 2015    |  |                           |        |         |       |        |

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| Project<br>(IASB next steps in brackets)   | Most recent status   |                    | 2018      | 2019      |        |         |           |        |
|--|----------------------|--------------------|-----------|-----------|--------|---------|-----------|--------|
|  |                      |                    | Dec 18,19 | Jan 29    | Feb 27 | April 4 | May 7     | June 4 |
| Classification of liabilities (amend IAS 1)<br>(IFRS amendment expected)   | ED DCL<br>Mar 2015   | ED FCL<br>Jun 2015 |           |           |        |         |           |        |
| Deferred tax related to assets and liabilities arising from a single transaction (amend IAS 12)<br>(ED expected H1 2019) |                      |                    |           |           |        |         |           |        |
| Definition of a business (amend IFRS 3)<br>(IFRS issued Oct 2018)  | ED DCL<br>July 2016  | ED FCL<br>Nov 2016 |           | DEA<br>WP |        |         | FEA<br>WP |        |
| Disclosure initiative – Accounting policies<br>(ED expected)   |                      |                    |           |           |        |         |           |        |
| Disclosure initiative – Definition of material (amend IAS 1 and IAS 8)<br>(IFRS issued Oct 2018)                         | ED DCL<br>Sep 2017   | ED FCL<br>Jan 2018 | DEA<br>WP |           |        |         | FEA<br>WP |        |
| IBOR reform and the effects on financial reporting<br>(Decide project direction Dec 2018)                                |                      |                    |           |           |        |         |           |        |
| Improvements to IFRS 8<br>(Feedback statement)   | ED DCL<br>April 2017 | ED DCL<br>Aug 2017 |           |           |        |         |           |        |

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| Project<br>(IASB next steps in brackets)   | Most recent status  |                    | 2018      | 2019         |        |         |              |        |
|--|---------------------|--------------------|-----------|--------------|--------|---------|--------------|--------|
|  |                     |                    | Dec 18,19 | Jan 29       | Feb 27 | April 4 | May 7        | June 4 |
| Management Commentary<br>(ED expected H1 2020)   |                     |                    |           |              |        |         |              |        |
| Onerous contracts: Costs of fulfilling a contract (amend IAS 37)<br>(ED expected Dec 2018) |                     |                    |           | ED DCL<br>WP |        |         | ED FCL<br>WP |        |
| PPE Proceeds before intended use (amend IAS 16)<br>(IFRS amendment expected)               | ED DCL<br>July 2017 | ED FCL<br>Nov 2017 |           |              |        |         |              |        |
| Updating a reference to the Conceptual Framework (amend IFRS 3)<br>(ED expected)           |                     |                    |           |              |        |         |              |        |
| <i>Forthcoming Annual Improvements</i><br>(ED expected)                                    |                     |                    |           |              |        |         |              |        |
| • Fees in the '10 per cent' test for derecognition (amend IFRS 9)                          |                     |                    |           |              |        |         |              |        |
| • Lease incentives (amend IFRS 16 illustrative examples)                                   |                     |                    |           |              |        |         |              |        |
| • Subsidiary as a first-time adopter (Amend IFRS 1)  |                     |                    |           |              |        |         |              |        |

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|--|---------------------------|--|-----------|--------|--------|---------|-------|--------|
|  |                           |  | Dec 18,19 | Jan 29 | Feb 27 | April 4 | May 7 | June 4 |
| <ul style="list-style-type: none"> <li>Taxation in fair value measurements (Amend IAS 41)</li> </ul> |                           |  |           |        |        |         |       |        |
| <b>IASB PROJECTS: Research</b>   |                           |  |           |        |        |         |       |        |
| Business Combinations Under Common Control<br>(DP expected H2 2019)                                  |                           |  |           |        |        |         |       |        |
| Discount Rates<br>(Project summary)  |                           |  |           |        |        |         |       |        |
| Extractive Activities<br>(Review research)   |                           |  |           |        |        |         |       |        |
| Pension Benefits that Depend on Asset Returns<br>(Review research H2 2019)                           |                           |  |           |        |        |         |       |        |
| <b>IASB Post-implementation reviews</b>  |                           |  |           |        |        |         |       |        |
| IFRS 13 <i>Fair Value Measurement</i><br>(Feedback statement)  | Rfl response<br>Sept 2017 |  |           |        |        |         |       |        |
| Consolidation package: IFRS 10, IFRS 11, IFRS 12   |                           |  |           |        |        |         |       |        |

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| Project<br>(IASB next steps in brackets)                                   | Most recent status |  | 2018            | 2019              |                   |         |       |                         |
|--|--------------------|--|-----------------|-------------------|-------------------|---------|-------|-------------------------|
|  |                    |  | Dec 18,19       | Jan 29            | Feb 27            | April 4 | May 7 | June 4                  |
| IFRS 5 <i>Non-current Assets Held for Sale and Discontinued Operations</i> |                    |  |                 |                   |                   |         |       |                         |
| <b>EFRAG RESEARCH PROJECTS</b>   |                    |  |                 |                   |                   |         |       |                         |
| General update   |                    |  |                 |                   |                   |         |       |                         |
| Better information on intangible assets                                    |                    |  |                 |                   |                   |         |       |                         |
| Crypto assets  |                    |  |                 |                   |                   |         |       |                         |
| Discounting with current interest rates                                    |                    |  |                 |                   |                   |         |       |                         |
| Equity Instruments: Research on Measurement                                |                    |  | Consider issues | <b>Approve DP</b> |                   |         |       | Consider response to EC |
| Non-exchange Transfers<br>(Comments close 30 April 2019)                   | DP<br>Nov 2018     |  |                 |                   |                   |         |       |                         |
| Pension plans  |                    |  |                 |                   | <b>Approve DP</b> |         |       |                         |
| Variable and contingent payments   |                    |  |                 |                   |                   |         |       |                         |