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## **Business Combinations under Common Control Cover Note**

### **Objective**

- 1 The objective of the session is:
  - (a) for EFRAG TEG to agree on the key messages to be included in the EFRAG draft comment letter (DCL) on the IASB discussion paper *Business Combinations under Common Control* (BCUCC);
  - (b) to discuss with EFRAG TEG the updated timeline of the BCUCC project and planning of possible outreach activities; and
  - (c) to discuss any sweep issues that might arise following the publication of the discussion paper (DP) at the end of November 2020.

### **Timeline of BCUCC project**

- 2 Following the EFRAG TEG discussion on the BCUCC project in October, the EFRAG Secretariat discussed the proposed disclosure requirements for BCUCC with the EFRAG User Panel. Their views are included in Appendix 1 of Agenda Paper 01-02.
- 3 At the end of November 2020, the IASB is planning to publish a discussion paper on BCUCC to consult on the proposed approach to account for BCUCC. The EFRAG Secretariat is planning to upload a late issues paper (Agenda Paper 01-03) to discuss any potential sweep issues following the publication of the DP.
- 4 Furthermore, the IASB decided to extend the comment period on the project to 270 days due to the Covid-19 situation. Consequently, the project planning has been updated as follows:

<i>Date</i>	<i>Meeting</i>	<i>Topic</i>
13 January 2021	EFRAG TEG	Discuss and recommend EFRAG's DCL on the DP
19 - 20 January 2021	EFRAG TEG	To discuss and recommend EFRAG's DCL on the DP (tentative fall-back session if needed)
3 February 2021	EFRAG Board	Approve EFRAG's DCL
End of July 2021		Proposal for EFRAG comment period deadline [to be approved]

## *Business Combinations under Common Control – Cover Note*

<i>Date</i>	<i>Meeting</i>	<i>Topic</i>
August 2021	EFRAG TEG	Discuss and recommend EFRAG's FCL <sup>1</sup> on the DP [to be approved]
End of August 2021		IASB comment period deadline
7 September 2021	EFRAG Board	Approve EFRAG's FCL

### **Outreach activities on BCUCC**

- 5 EFRAG is planning outreach activities in a few European jurisdictions where the impact of the project's proposals will have a direct and significant impact. Portuguese, Italian and Spanish National Standard Setters have expressed interest in conducting outreach activities on the project together with EFRAG and the IASB will be invited to participate. The outreach will be specifically seeking feedback from preparers and users.
- 6 The current timeline of the BCUCC project would allow outreach to start in the second half of February 2021 to the end of June 2021.

#### **Question for EFRAG TEG**

- 7 Does EFRAG TEG have any comments or questions on the revised timeline of the project?

### **Agenda Papers**

- 8 In addition to this cover note, agenda papers for this session are:
  - (a) Agenda paper 01-02 – Issues paper on BCUCC key messages for EFRAG's DCL; and
  - (b) Agenda paper 01-03 – Issues paper on potential sweep issues – late paper.

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<sup>1</sup> Final Comment Letter