

Date	Thursday 15 and Friday 16 June 2023
Location	Hybrid – Virtual and IFRS Foundation Office, London

AGENDA

Thursday 15 June 2023

Time	Agenda item	Agenda ref.
09:45–9:55 10 mins	Welcome, introduction of new members, and instructions for hybrid meeting	NA
09:55–10:25 30 mins	IASB Update	1a
10:25–10:55 30 mins	ISSB Update	1b
10:55–11:10 15 mins	Coffee break	
11:10–11:30 20 mins	Primary Financial Statements: Staff Presentation Staff will provide an overview of the illustrative examples that may be issued with the forthcoming IFRS Accounting Standard <i>General Presentation and Disclosures</i> .	2
11:30–11:35 5 mins	Transfer to breakout rooms	
	Primary Financial Statements: Breakout Session	
11:35–12:20 45 mins	During the breakout session the Staff would like to obtain advice on: <ul style="list-style-type: none"> the potential challenges with using the examples from GPF members; the usefulness of the examples from CMAC members; and how to provide the best possible reflection of the proposed requirements in the forthcoming IFRS 	2

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	Accounting Standard using the examples from both CMAC and GPF members.	
12:20–12:25 5 mins	Transfer to main meeting	
12:25–12:55 30 mins	Primary Financial Statements: Report Back Individual breakout groups will share a summary of their discussions with the rest of the meeting participants.	2
12:55–13:55 60 mins	Lunch	

Provisions—Present obligation recognition criterion: Staff Presentation

The Staff will provide an overview of initial suggestions for amendments to requirements and guidance supporting the ‘present obligation’ recognition criterion in IAS 37 *Provisions, Contingent Liabilities and Contingent Assets*.

Background

One of the criteria in IAS 37 for recognising a provision is that an entity has ‘a present obligation (legal or constructive) as a result of a past event’. As part of a project to make targeted improvements to IAS 37, the IASB is considering whether to develop proposals to improve and clarify the requirements and guidance supporting this recognition criterion, by applying concepts added to the IASB’s *Conceptual Framework for Financial Reporting* in 2018.

13:55–14:15
20 mins

The aim is to address problems arising with the existing requirements and guidance, which include:

- general difficulties in identifying when a present obligation arises—especially if an entity could in theory avoid settling an obligation through its future actions, but taking those actions is not a realistic alternative;
- dissatisfaction with the outcome of applying IFRIC 21 *Levies*, an interpretation of IAS 37; and
- additional questions arising in relation to climate-related regulations and commitments, for example, commitments to reduce greenhouse gas emissions to ‘net zero’.

The IASB is considering initial suggestions for possible amendments and would like to hear views from stakeholders on these possible amendments before making any decisions.

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14:15–14:20 5 mins	Transfer to breakout rooms	
	Provisions—Present obligation recognition criterion: Breakout Session	
14:20–14:50 30 mins	Breakout groups will be invited to discuss: <ol style="list-style-type: none">1. members' initial reactions to the possible amendments to IAS 37 explained in the Staff presentation; and2. what (if anything) IAS 37 should specify on:<ul style="list-style-type: none">• when an entity recognises a provision for costs it will incur if a measure of its performance (eg revenue or carbon emissions) exceeds a specified threshold.• how to apply the term 'no practical ability to avoid' in assessing whether an entity has an obligation.	3
14:50–14:55 5 mins	Transfer to main meeting	
14:55–15:10 15 mins	Provisions—Present obligation recognition criterion: Report Back Individual breakout groups will share a summary of their discussions with the rest of the meeting participants.	3
15:10–15:25 15 mins	Coffee Break	
	Climate-related Risks in the Financial Statements: Staff Presentation	
	The Staff will provide an overview of the project.	
15:25–15:40 15 mins	Background In November 2020 the IFRS Foundation published educational material on the 'Effects of climate-related matters on financial statements' and noted that entities should consider climate-related matters in applying Accounting Standards when the effect of those matters is material. The educational material complements a November 2019 article 'IFRS Standards and climate-related disclosures' .	4
	Feedback on the IASB's Third Agenda Consultation indicated that there may be: <ul style="list-style-type: none">• inconsistent application of IFRS Accounting Standards to climate-related risks; and	

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	<ul style="list-style-type: none">insufficient information disclosed about climate-related risks in the financial statements. <p>In response to stakeholder feedback, the IASB decided to undertake this maintenance project. Later this year, the IASB will discuss evidence gathered and decide on a way forward.</p>	
15:40–15:45 5 mins	Transfer to breakout rooms	
	Climate-related Risks in the Financial Statements: Breakout Session	
15:45–16:45 60 mins	To help the IASB decide whether it should do more in this area, the Staff plan to ask CMAC and GPF members for their views on the nature and causes of stakeholders concerns about the reporting of climate-related risks in the financial statements and possible course of actions.	4
16:45–16:50 5 mins	Transfer to main meeting	
16:50–17:20 30 mins	Climate-related Risks in the Financial Statements: Report Back Individual breakout groups will share a summary of their discussions with the rest of the meeting participants.	4
	End of day 1	

Friday 16 June 2023

Time	Agenda item	Agenda ref.
9:30–9:50 20 mins	Amendments to the Classification and Measurement of Financial Instruments: Staff Presentation Staff will provide an overview of the proposed amendments discussed in the Exposure Draft <i>Amendments to the Classification and Measurement of Financial Instruments</i> that was published on 21 March 2023. The comment deadline for this consultation is 19 July 2023.	5
9:50–9:55 5 mins	Transfer to breakout rooms	
9:55–10:40 45 mins	Amendments to the Classification and Measurement of Financial Instruments: Breakout Session The proposals include a requirement to help investors understand the effect of contractual terms that could change the timing or amount of contractual cash flows based on the occurrence (or non-occurrence) of a contingent event that is specific to the debtor. During the breakout session the Staff would like to obtain advice on the following proposed disclosure requirements: <ul style="list-style-type: none">• a qualitative description of the nature of the contingent event;• quantitative information about the range of changes to contractual cash flows that could result from those contractual terms; and• the gross carrying amount of financial assets and the amortised cost of financial liabilities subject to those contractual terms. The proposed requirement would be applicable to financial assets measured at amortised cost or fair value through other comprehensive income and to financial liabilities measured at amortised cost.	5
10:40–10:45 5 mins	Transfer to main meeting	
10:45–11:15 30 mins	Amendments to the Classification and Measurement of Financial Instruments: Report back Individual breakout groups will share a summary of their discussions with the rest of the meeting participants.	5
11:15–11:30 15 mins	Coffee break	

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Time	Agenda item	Agenda ref.
11:30–12:45 75 mins	<p>Business Combinations Under Common Control (BCUCC)</p> <p>The Staff will provide an update on recent IASB discussions about the project direction. Following the update, the Staff will seek CMAC and GPF members views on the project direction.</p> <p>Background</p> <p>This project is currently in the research phase. The IASB has discussed feedback on its Discussion Paper <i>Business Combinations under Common Control</i> (Discussion Paper) and deliberated some aspects of its preliminary views in the Discussion Paper.</p> <p>In April 2023 the IASB discussed whether the current project direction is likely to result in the project moving into the standard-setting phase in the future or if the IASB should consider changing the project direction.</p> <p>The purpose of this meeting is to gather more information to help the IASB make an informed decision on project direction.</p>	6
End of meeting		