



## Accounting roundup

July 2023

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### Recent developments

#### IFRS

##### Global:

[The International Sustainability Standards Board \(ISSB\) publishes IFRS S1 General Requirements for Disclosure of Sustainability-related Financial Information](#)  
[The ISSB publishes IFRS S2 Climate-related Disclosures](#)  
[The International Accounting Standards Board \(IASB\) publishes amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosure regarding supplier finance arrangements](#)  
[The IASB publishes amendments to IAS 12 Income Taxes to provide a temporary exception to the requirements regarding deferred tax assets and liabilities related to pillar two income taxes](#)

##### UK endorsement:

[The UKEB adopts Lease Liability in a Sale and Leaseback — Amendments to IFRS 16 Leases.](#)

### Meeting minutes and further information:

[April \(Supplementary\)](#), [April](#), [May \(Supplementary\)](#), [May](#) and [June](#) IASB meetings

[April \(Supplementary\)](#), [April](#), and [May](#) ISSB meetings

[June](#) IFRSIC meeting

Click [here](#) for the latest IFRS Foundation work plan, which covers the IASB and the ISSB.

### UK GAAP

[FRC amends FRS 102 and FRS 101 in response to Pillar Two model rules](#)

### Corporate Governance

[The FRC launches a consultation on changes to the UK Corporate Governance Code](#)

[The FRC publishes a minimum standard for audit committees](#)

### Other

#### The European Financial Reporting Advisory Group (EFRAG) and other EU developments

[The European Commission consults on a draft delegated regulation with regard to European Sustainability Reporting Standards \(ESRS\)](#)

[The European Securities and Markets Authority \(ESMA\) postpones European Single Electronic Format \(ESEF\) IFRS updates](#)

[The EFRAG issues a draft comment letter on the IASB's proposed amendments to classification and measurement of financial instruments](#)

[The EFRAG publishes a discussion paper on intangibles – recommendations and feedback statement](#)

[The Institute of Chartered Accountants of Scotland \(ICAS\), the European Financial Reporting Advisory Group \(EFRAG\), and the European Federation of Financial Analysts Societies \(EFFAS\) have jointly sponsored research into production and consumption of information on intangibles](#)

[EFRAG issues a preparatory draft for the endorsement advice on amendments to IAS 12](#)

[ESMA publishes a report on the activities of corporate reporting enforcers and their findings within the EU in 2022](#)

#### Financial Conduct Authority (FCA)

[The FCA issues proposals to replace premium and standard listing categories with a single listing category](#)

### FRC

[The FRC publishes its comment letter on the ISSB's RFI on agenda priorities](#)

[The FRC issues its comment letter on the ISSB draft methodology for improving the international applicability of the SASB standards](#)

[The FRC publishes a thematic review of fair value measurement](#)

[The Department for Business and Trade \(DBT\), working with the FRC, conducts a review of the non-financial reporting requirements UK companies need to comply with to produce their annual report](#)

[The FRC concludes on its 2022/23 annual review of FRS 101](#)

### IASB and IFRS Foundation

[The IASB calls for research on IFRS 7](#)

[The IASB issues a podcast on latest Board developments \(June 2023\)](#)

[The IASB publishes a request for information on the post-implementation review of IFRS 15](#)

[The IASB Chair discusses the role of financial reporting in uncertain times](#)

[The IASB publishes proposed amendments to the IFRS for SMEs regarding the OECD Pillar Two model rules](#)

[The IASB issues a podcast on latest Board developments \(May 2023\)](#)

[The IASB publishes second request for information on the post-implementation review of IFRS 9](#)

[The IFRS Foundation has announced a call for papers for the 2024 IASB Research Forum](#)

[The IFRS Foundation has released educational material on applying the IFRS for SMEs to climate-related matters](#)

[The IASB releases a webcast on the equity method project](#)

[The IASB issues a podcast on latest Board developments \(April 2023\)](#)

[IFRS Foundation publishes its eighth compilation of IFRS Interpretations Committee agenda decisions](#)

[Podcast on Q1 2023 IFRS Interpretations Committee developments](#)

[IFRS Foundation publishes its 2022 annual report](#)

[The IASB releases webcasts on the dynamic risk management](#)

**ISSB**

[The ISSB issues its June 2023 podcast](#)  
[The ISSB webcast highlights its consultation on next two-year work plan](#)  
[G7 underlines its commitment to global sustainability disclosures](#)  
[The ISSB issues a podcast on latest Board developments \(May 2023\)](#)  
[The ISSB publishes draft methodology for improving the international applicability of the SASB standards](#)  
[The ISSB launches a consultation on its future work programme](#)  
[The ISSB will set up transition implementation group on IFRS S1 and IFRS S2](#)  
[The ISSB hosts a conference on integrated thinking and reporting to drive sustainability business practices](#)  
[The ISSB issues a podcast on latest Board developments \(April 2023\)](#)

**International Federation of Accountants (IFAC)**

[IFAC releases a new placemat to guide audit committees to oversee sustainability-related disclosure](#)  
[New guidance published on GHG reporting](#)

**International Forum of Accounting Standard Setters (IFASS)**

[Further discussion of connectivity at IFASS meeting](#)  
[Standard setters discuss connectivity](#)

**International Organization of Securities Commissions (IOSCO)**

[IOSCO consults on goodwill](#)

**International Public Sector Accounting Standards Board (IPSASB)**

[The IPSASB calls for papers for its 4<sup>th</sup> research forum](#)  
[The IPSASB will develop a climate-related disclosures standard](#)  
[The IPSASB has released an updated IPSAS-IFRS alignment dashboard](#)  
[The IPSASB has issued guidance on sustainability programme information](#)

**International Valuation Standards Council (IVSC)**

[IVSC consults on proposed updates to International Valuation Standards \(IVS\)](#)

**UK Endorsement Board (UKEB)**

[The UKEB publishes its draft comment letter on the ISSB's RFI on agenda priorities](#)  
[The UKEB publishes its Draft Endorsement Criteria Assessment on amendments to IAS 12](#)  
[The UKEB to hold outreach on IFRS 15](#)  
[The UKEB publishes its draft comment letter on the IASB's proposed amendments to the classification and measurement of financial instruments](#)  
[The UKEB publishes its Draft Endorsement Criteria Assessment on narrow scope amendments to IAS 1](#)  
[The UKEB announces Sustainability Working Group appointments](#)  
[The UKEB announces National Standard-setters Sustainability Forum Appointments](#)  
[The UKEB announces Rate-regulated Activities Technical Advisory Group members](#)  
[The UKEB publishes feedback statement on IAS 12 and Pillar Two income taxes](#)

**World Economic Forum (WEF)**

[The WEF forms a group to support adoption of International Sustainability Standards](#)

**Public Sector**

[HM Treasury publishes best practice examples from its review of 2021-22 annual reports and accounts](#)  
[The UK government publishes its 2023 Green Finance Strategy](#)

**Tools and resources****Deloitte publications and recordings****Need to know**

Designed for financial controllers, chief accountants, and accounting technicians:  
[IASB seeks views on the post-implementation review of the IFRS 9 impairment requirements](#)  
[European Commission consults on delegated regulation for European Sustainability Reporting Standards](#)

[IASB proposes amendments to the IFRS for SMEs for OECD tax reform](#)  
[IASB amends IAS 12 to introduce a temporary exception from accounting for deferred taxes arising from OECD Pillar Two model rules](#)  
[The UK climate-related financial disclosure regulations](#)  
[IASB amends IAS 7 and IFRS 7 to address supplier finance arrangements](#)  
[ISSB seeks feedback on its agenda priorities](#)  
[ISSB proposes methodology for enhancing the international applicability of the SASB Standards](#)  
[UK government publishes Green Finance Strategy – Mobilising green investment](#)  
[Reporting in uncertain times: Impact of recent events in the banking sector](#)

### A Closer look

Detailed analysis and observations on specific corporate reporting requirements, designed for financial controllers and finance directors:

[IAS 36 Impairment of non-financial assets – reminders and hot topics](#)

### Other publications

[IFRS compliance, presentation and disclosure checklist 2023](#) - The checklist summarises the recognition, measurement, presentation and disclosure requirements set out in IFRS Accounting Standards in issue as of 31 December 2022.

[IAS 34 compliance checklist 2023](#) - This checklist summarises the requirements set out in IAS 34 'Interim Financial Reporting' in issue as of 31 December 2022.

[Corporate Governance Disclosure Checklist \(For periods commencing on or after 1 April 2022\)](#) - This checklist produced by Deloitte (UK) sets out the key disclosure requirements under the Listing Rules, the Disclosure Guidelines and Transparency Rules on audit committees and corporate governance statements, the 2018 UK Corporate Governance Code, the FRC's Guidance on Risk Management and Internal Control and Related Financial and Business Reporting, the 2016 version of the FRC's Guidance on Audit Committees, the 2018 version of the FRC's Guidance on Board Effectiveness and the Statutory Audit Services for Large Companies Market Investigation (Mandatory Use of Competitive Tender Processes and Audit Committee Responsibilities) Order 2014. The checklist has been updated to reflect the new diversity requirements in the Listing Rules and the DTR for periods commencing on or after 1 April 2022.

[Corporate Reporting Insights 2023: Diversity & Inclusion](#) – This insight on Diversity & Inclusion looks at whether companies are already complying with the new Financial Conduct Authority (FCA) Listing Rule requirements and how they are moving disclosures closer to compliance. It also considers how companies integrated diversity and inclusion into their disclosures on purpose, culture, values, strategy, succession planning, reward, and board evaluation.



## Deloitte comment letters

### IFRS

[Tentative agenda decision on homes and home loans provided to employees](#)

[Tentative agenda decision on guarantee over a derivative contract](#)

[Tentative agenda decision on premiums receivable from an intermediary](#)

### FRC, DBT (formerly BEIS) and other UK organisations

[FRED 82 Draft amendments to FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland and other FRSs](#)

[FRED 83 Draft amendments to FRS 102 and FRS 101 'International tax reform – Pillar Two model rules'](#)

[Draft minimum standard for audit committees](#)

### Other international organisations

[Tentative agenda decision on premiums receivable from an intermediary](#)

Further comment letters, including responses to IFRSIC tentative agenda decisions, can be found by clicking [here](#).



## New and revised pronouncements for 30 June 2023 year-ends

The table below provides a summary of pronouncements that will be newly effective for those with 30 June 2023 year-ends.

### IFRS

Pronouncement	Newly effective for those reporting under IFRS Standards as issued by the IASB	Newly effective for those reporting under IFRS Standards as endorsed by the UK/EU*
<b>Amendments</b>		
<i>Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts (Amendments to IFRS 4)</i>	Optional #	Optional #
<i>Property, Plant and Equipment — Proceeds before Intended Use (Amendments to IAS 16)</i>	Yes	Yes
<i>Annual Improvements 2018-2020 Cycle</i>	Yes	Yes
<i>Reference to the Conceptual Framework (Amendments to IFRS 3)</i>	Yes	Yes
<i>Onerous Contracts — Cost of Fulfilling a Contract (Amendments to IAS 37)</i>	Yes	Yes

# The application of both approaches (overlay approach/ deferral approach) is optional and an entity is permitted to stop applying them before the new insurance contracts standard is applied.

\* Endorsement of IFRS Accounting Standards by the EU has not applied in the UK since the end of the transition period following the UK's withdrawal from the EU (31 December 2020). The UKEB is now responsible for endorsing IFRS Accounting Standards for use in the UK which all UK companies that are required or choose to apply IFRS Accounting Standards must apply. However, because UK endorsed IFRS Accounting Standards have not been granted equivalence to EU endorsed IFRS Accounting Standards by the EU, UK companies that are listed in the EEA may need to state compliance with both EU-endorsed and UK-endorsed IFRS Accounting Standards. Alternatively, they may state compliance with both UK-endorsed IFRS Accounting Standards and IFRS Accounting Standards as issued by the IASB, if this is permitted by the relevant listing authority.

The latest UK endorsement status can be found [here](#) and the EU endorsement status can be found [here](#).

### UK GAAP

[Amendments](#) have been made to FRS 101 as a result of the [2020/21 annual review](#) of the standard. In [November 2022](#), the FRC issued revised Application Guidance to FRS 100 to reflect changes to UK company law and decisions on equivalence following the UK's exit from the European Union. The revised guidance is effective immediately. The FRC is currently undertaking its next periodic review of FRS 102 and other UK and Ireland accounting Standards and issued Financial Reporting Exposure Draft (FRED) 82 Draft amendments to FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland and other FRSs – Periodic Review* in [December 2022](#).

Click [here](#) to see the UK GAAP options available for financial reporting periods ending on 30 June 2023.

### Other regulatory reminders

- *The Companies (Strategic Report) (Climate-related Financial Disclosure) Regulations 2022* (SI 2022/31) and the *Limited Liability Partnerships (Climate-related Financial Disclosure) Regulations 2022* (SI 2022/46) take effect for periods commencing on or after 6 April 2022, which will require UK public interest entities (as defined in the Companies Act 2006), Alternative Investment Market (AIM) companies and other UK companies and limited liability partnerships (LLPs) with more than 500 employees and £500m turnover to make climate-related financial disclosures. Companies and LLPs with 500 employees or fewer are exempt. The required disclosures are broadly aligned to, but less detailed than, the recommendations of the Task Force for Climate-Related Financial Disclosures (TCFD). Further information is available [here](#).

- Listing Rule LR 14.3.27R applies for the first time, which requires companies with a UK standard listing of equity shares, shares other than equity shares or Global Depositary Receipts (GDRs) representing equity shares to include a statement in their annual financial report setting out:
  - Whether they have made disclosures consistent with the TCFD's recommendations and recommended disclosures in their annual financial report.
  - Where they have not made disclosures consistent with some or all of the TCFD's recommendations and/or recommended disclosures, an explanation of why, and a description of any steps they are taking or plan to take to be able to make consistent disclosures in the future – including relevant timeframes for being able to make those disclosures.
  - Where they have included some, or all, of their disclosures in a document other than their annual financial report, an explanation of why.
  - Where in their annual report (or other relevant document) the various disclosures can be found.

This rule is effective for accounting periods beginning on or after 1 January 2022. In scope premium and standard listed issuers will also need to comply with updated TCFD guidance on metrics, targets and transition plans and the TCFD's updated implementation annex which will also apply for the first time. Further information is available [here](#).

- In scope Asset managers, Life insurers and FCA-regulated pension providers will need to make disclosures consistent with the TCFD recommendations as part of new rules and guidance set out in PS21/24. Further information is available [here](#).
- DTR 4.1.14 requires companies on a regulated market to publish annual reports in XHTML format. There is also a requirement for issuers who prepare consolidated annual financial statements in accordance with International Financial Reporting Standards (IFRS) to tag basic financial information. Both of these requirements applied for accounting periods beginning on or after 1 January 2021, but the requirement for issuers who prepare IFRS consolidated annual financial statements to tag notes to the financial statements applies for the first time to financial years starting on or after 1 January 2022. Further information is available [here](#).
- New company board and executive management diversity disclosure rules which require:
  - In Listing Rule 9.8.6R(9) and LR 14.3.33R(1), as an ongoing obligation, in scope companies to include a statement in their annual financial report setting out whether the listed company has met specific board diversity targets on a 'comply or explain' basis, as at a chosen reference date within their accounting period and, if they have not met the targets, why not.
  - In Listing Rule 9.8.6R (10) and LR 14.3.33R (2)) in scope companies to publish numerical data on the sex or gender identity and ethnic diversity of their board, senior board positions and executive management in a standardised table format. Issuers are also required to explain their approach to collecting the data.
  - In scope companies to expand reporting, in an amended Disclosure Guidance and Transparency Rule (DTR) 7.2.8AR, to cover the diversity policies of key board committees and to consider wider diversity characteristics such as ethnicity, sexual orientation, disability and socio-economic background when reporting against this rule.
  - In scope companies to retain records to support both the statement and numerical data disclosed in the annual financial report.

Further information is available [here](#).



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