



Accounting Roundup

October 2018

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For more information please see the following websites:

www.ukaccountingplus.co.uk

www.deloitte.co.uk



Recent developments

IFRS

[Click here](#) for the latest IASB work plan.

Meeting minutes and further information:

July and September IASB meetings

September IFRSIC meeting

Corporate Governance

The Financial Reporting Council (FRC) issues a new UK Corporate Governance Code

Chairman of the FRC reminds company chairs, investors and proxy advisors of their responsibilities under the new Code

Hampton-Alexander review publishes latest figures for women on boards

Research shows that more companies should treat diversity as part of business strategy

Recent developments (continued)

Other

The European Financial Reporting Advisory Group (EFRAG) issues its final endorsement advice on *Amendments to References to the Conceptual Framework in IFRS Standards*

New company reporting requirements for private and public companies approved by Parliament

UK government publishes a "no deal technical notice" on accounting and audit

New guide on integrated reporting for Chief Information Officers published

The Global Reporting Initiative and the United Nations Global Compact release a practical guide on integrating the Sustainable Development Goals into corporate reporting

The Task Force on Climate-related Financial Disclosures (TCFD) publishes a status report providing an overview of the extent to which companies in their 2017 reports included information aligned with the core TCFD recommendations

The International Valuation Standards Council (IVSC) consults on revisions to International Valuation Standards (IVSs) 2017

The IFRS Foundation publishes proposed IFRS Taxonomy update

The CFA Institute publishes a paper on the satisfaction with existing segment disclosure requirements

Other – FRC

The FRC publishes its revised Guidance on the Strategic Report

Other – IASB

The International Accounting Standards Board (IASB) releases a webcast series on the *Financial Instruments with Characteristics of Equity (FICE)* discussion paper

The IASB issues a podcast on latest Board developments

The IASB publishes an updated work plan

The IASB posts a webinar on the IFRS Taxonomy 2018

Other – industry specific

The IASB publishes a pocket guide on reinsurance contracts held and a simple example of a reinsurance contract held to support the implementation of IFRS 17 *Insurance Contracts*

The IASB publishes *Insurance contracts issued by mutual entities* to support the implementation of IFRS 17

The IASB posts a webcast on insurance contracts with participation and other features in IFRS 17

The Pensions Research Accountants Group (PRAG) publishes an updated Statement of Recommended Practice (SORP) for Pension accounting

Updated SORP for further and higher education published

The Chartered Institute of Public Finance and Accountancy (CIPFA) and the Local Authority (Scotland) Accounts Advisory Committee (LASAAC) consult on a new Code of Practice on Local Authority Accounting

The International Public Sector Accounting Standards Board (IPSASB) releases IPSAS 41 *Financial Instruments*

The Charity Commission publishes reviews into the quality of charity annual reports and accounts

Other – The Bruce Column

Going for the ambitious goals of sustainable business



Tools and resources

Deloitte publications, interviews and recordings

Need to know

Designed for financial controllers, chief accountants, and accounting technicians:

Reporting on periods ending 30 June 2018 — Inflation in Argentina

IASB publishes discussion paper on Financial Instruments with Characteristics of Equity

A Closer look

Designed for financial controllers, chief accountants, and accounting technicians with a focus on a specific and/or potentially complex area of accounting:

Applying the expected credit loss model to trade receivables using a provision matrix

Governance in brief

A summary of the latest corporate governance developments:

FRC issues new UK Corporate Governance Code

Governance in focus

A summary of the latest corporate governance developments:

On the board agenda - half year update July 2018

Other Publications

Annual report insights 2018 — surveying FTSE reporting - our latest annual reporting survey provides insights into practices in annual reporting, focusing on areas where requirements have changed, where regulators are focusing or where innovative practices are emerging. Annual report insights 2018 is the essential source of insight for preparers working on their annual reports, exploring our findings from a review of 100 listed UK companies of different sizes and from different sectors. We look at the whole report, including the strategic report, governance content and the financial statements. Ever increasing scrutiny, constant change and a shortage of trust in business have been continuing features of the corporate reporting landscape. Once again our survey shows how companies have managed these challenges, where they are struggling to comply and areas of innovation and better practice.

2018 Update on Half Yearly Financial Reporting - the 2018 edition of our popular guide to half-yearly financial reporting contains a regulatory overview, setting out the requirements for half-yearly financial reports and changes for preparers to contend with in 2018, including disclosures on the impact of implementing IFRS 15 Revenue from Contracts with Customers and IFRS 9 Financial Instruments, a model half-yearly financial report, including illustrative IAS 34 condensed financial statements; and a disclosure checklist.

IAS 34 compliance checklist 2018 - the checklist summarises the requirements of IAS 34 Interim Financial Reporting, formatted to allow the recording of a review of interim financial statements, with a place to indicate yes, no, or not-applicable for each item. The checklist addresses the requirements of IAS 34 as of 30 April 2018.

IFRS compliance, presentation and disclosure checklist 2018 - the checklist summarises the recognition, measurement, presentation and disclosure requirements set out in IFRS Standards in issue as of 30 April 2018.

IFRS model financial statements 2017 — Appendix 1: Early adoption of IFRS 16 Leases - this Appendix has been produced to complement the International GAAP Holdings Limited Model financial statements for the year ended 31 December 2017. It focuses on the changes introduced by the requirements in IFRS 16 Leases which is effective for annual periods beginning on or after 1 January 2019 (earlier application is permitted if disclosed and if IFRS 15 Revenue from Contracts with Customers is also applied).

Navigating the impact of the new Leases Standards — A Deloitte Global IFRS 16 and ASC 842 readiness survey - as Deloitte accompanies organisations in their new Leases standards implementation projects, we identified a need for organisations to share their many challenges and to understand those faced by others in their jurisdictions, regions and industries around the world. In response, Deloitte launched the Global IFRS 16 and ASC 842 readiness survey, which highlights the challenges and complexities facing organisations when implementing IFRS 16 and ASC 842 across the world. The survey found that, with a few regional exceptions, many of the challenges and issues identified are similar across all organisation sizes and industries.

Thinking allowed — Cryptocurrency: Financial reporting implications - cryptocurrencies have attracted the attention of many. From individuals who are interested in Blockchain and related processing activities or who want to invest in them, to retailers, corporate investors and investment funds, securities regulators, the banking sector, the accounting profession and Governments. The idea of a virtual currency that has no links to a jurisdiction and that exists in a public network, maintained on computers operated by a myriad of individuals, was not something that was anticipated when the International Accounting Standards Board (IASB) developed its current set of financial reporting requirements. In this paper we make some observations about cryptocurrencies and the current accounting requirements for those issuing, acquiring or holding cryptocurrency.

IPSAS in your pocket — 2018 edition - this guide summarises the provisions of all International Public Sector Accounting Standards (IPSAS), recommended practice guidelines and the conceptual framework, outstanding at 1 September 2018.

Tools and resources (continued)



Robert Bruce interviews

Rodney Irwin, Managing Director of Redefining Value and Education with the World Business Council for Sustainable Development



Deloitte comment letters

IFRS

IASB's proposed changes to accounting policies

Tentative agenda decision on IAS 21 — Determination of the exchange rate when there is a long-term lack of exchangeability

Tentative agenda decision on IAS 23 — Expenditures on a qualifying asset

Tentative agenda decision on IAS 23 — Borrowing costs on land

Other

EU fitness check

IFRS Foundation Trustees proposed tenure increases for Chair and Vice-Chair

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

Tools and resources (continued)



New and revised pronouncements for 30 September 2018 year-ends

The table below provides a summary of pronouncements that will be newly effective for those with 30 September 2018 year-ends.

IFRS

Pronouncement	Newly effective for those reporting under IFRSs as issued by the IASB	Newly effective for those reporting under IFRSs as endorsed by the EU
Amendments		
<i>Recognition of Deferred Tax Assets for Unrealised Losses (Amendments to IAS 12)</i>	Yes	Yes
<i>Disclosure Initiative (Amendments to IAS 7)</i>	Yes	Yes
<i>Annual Improvements to IFRS Standards 2014–2016 Cycle – Amendments to IFRS 12</i>	Yes	Yes

For those standards issued but not yet effective, the latest EU endorsement status can be found [here](#).

UK GAAP

As the new UK GAAP regime has now been in place for a number of years, preparation of either parent company or subsidiary accounts under either FRS 101 or FRS 102 should now have become a more routine exercise. The FRC has made several changes to FRS 102 as part of its first triennial review of the Standard to deal with issues highlighted in its implementation. The amendments were published in **December 2017**.

Click [here](#) to see the new UK GAAP options available for financial reporting periods ending on 30 September 2018.

Other regulatory requirements

- For those companies in scope, enhanced reporting under the EU non-financial Reporting Directive via *The Companies, Partnerships and Groups (Accounts and Non-Financial Reporting) Regulations 2016 (SI 2016/1245)*. For further information see our dedicated **Need to know** and **Closing Out 2017** publications.
- For those companies within scope, a requirement to disclose the board diversity policy has been implemented by DTR 7.2 (effective 4 November 2016).
- AIM companies to report, on a website, on their application of a recognised corporate governance code under the updated Paragraph 26 to Part 1 of the AIM Rules for Companies. Further information is available [here](#).



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