



# IFRS UPDATE

## MOORE IFRS NEWS

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Moore IFRS News provides you with the technical updates and tips in financial reporting.

### IFRS Update

- **IASB proposes disclosure requirements to enhance the transparency of supplier finance arrangements**

The International Accounting Standards Board (IASB) is seeking comments on the proposed amendments to IAS 7 *Statement of Cash Flows* and IFRS 7 *Financial Instruments: Disclosures* which would require entities to disclose additional information in the notes about those arrangements.

The Exposure Draft uses ‘supplier finance arrangement’ to refer to a reverse factoring or other similar arrangement. The proposed amendments to the current disclosure requirements aim to enhance the transparency of supplier finance arrangements and their effects on a company’s liabilities and cash flows in order to meet investors’ demands for more detailed information to help them analyse and understand the effects of such arrangements.

Under the IASB’s proposals, a company would be required to disclose information that enables investors to assess the effects of the company’s supplier finance arrangements on its liabilities and cash flows.

The proposed amendments would affect a company that, as a buyer, enters into one or more supplier finance arrangements, under which the company, or its suppliers, can access financing for amounts the company owes its suppliers.

The **Exposure Draft *Supplier Finance Arrangements*** is open for comment until 28 March 2022.

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- **November 2021 IASB Podcast**

In this podcast, Andreas Barckow and Sue Lloyd, Chair and Vice-Chair of IASB, talk about the IASB's recent discussions during the monthly meeting held from 15 to 19 November 2021.

Topics discussed include:

- an update on the Primary Financial Statements project;
- developments in the Goodwill and Impairment project
- refinements to the model proposed in the Dynamic Risk Management project;
- the second of a two-part feedback summary regarding the Post-implementation Review of IFRS 10 *Consolidated Financial Statements*, IFRS 11 *Joint Arrangements* and IFRS 12 *Disclosure of Interests in Other Entities*;
- a continued look at feedback received in the consultation on Rate-regulated Activities;
- ongoing discussions on aligning the *IFRS for SMEs* Standard with major standards; and
- a first look at feedback received from stakeholders in the IASB's Third Agenda Consultation.

Access the podcast [here](#).

- **ESEF Reporting**

The Committee of European Auditing Oversight Bodies (CEAOB) has issued revised “CEAOB guidelines on the auditors’ involvement on financial statements in European Single Electronic Format (ESEF)”. They replace the initial guidelines issued by the CEOAB in 2019.

[Read more.](#)

# IFRS UPDATE



## Corporate / Sustainability Reporting

- **Developments in disclosures on climate and other sustainability issues**

As world leaders meet in Glasgow for COP26, the UN global summit to address the critical and urgent issue of climate change, the IFRS Foundation Trustees (Trustees) announce three significant developments to provide the global financial markets with high-quality disclosures on climate and other sustainability issues.

1. International Sustainability Standards Board (ISSB) formation
2. Consolidation of Climate Disclosure Standards Board and Value Reporting Foundation
3. Prototype climate and general disclosure requirements publication

[Read more.](#)

- **IFAC publishes its vision for the assurance of sustainability information**

IFAC published its vision for high-quality assurance of sustainability information calling out best practices identified during its year-long, global engagement campaign related to the State of Play in Sustainability Assurance.

[Read more.](#)

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## CONTACTS

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