



IFRS UPDATE

MOORE IFRS NEWS

Issue 024 – May 2026

Moore IFRS News provides you with an update on Moore's resources in relation to IFRS Accounting Standards and an overview of what has been issued by the IFRS Foundation in the first quarter of 2026.

IFRS Update

IASB publishes Exposure Draft on clarification to the fair value option in IAS 28

The IASB has issued an **Exposure Draft** clarifying which investments a company is eligible to measure using the fair value option in IAS 18 *Investments in Associates and Joint Ventures*. The amendment has arisen from diversity in practice which has become apparent as entities consider the adoption of IFRS 18 *Presentation and Disclosure in Financial Statements* and the transitional option in there for entities to reassess whether they carry investments in associates and joint ventures at fair value or the equity method.

The comment period is open until 20 April 2026, with the amendment expected to be finalised by mid-2026.

ISSB publishes Exposure Draft on amendments to three SASB Standards

The ISSB has issued an **Exposure Draft** proposing amendments to three SASB Standards and consequential amendments to the *Industry-based Guidance on Implementing IFRS S2*. The proposed amendments cover the last of the standards the IASB identified as initial priorities for enhancement and cover:

- Agricultural products
- Meat, Poultry & Dairy
- Electric Utilities & Power Generation.

The proposed amendments are designed to enhance global applicability and align better with the ISSB Standards. The comment period is open until 24 July 2026.

IASB releases webcast on forthcoming IFRS 20 *Regulatory Assets and Regulatory Liabilities*

The IASB has released a [webcast](#) to provide an overview of the forthcoming standard IFRS 20 *Regulatory Assets and Regulatory Liabilities*. IFRS 20 mainly effects entities in utilities and transportation sectors and requires these entities to provide additional information on regulatory assets, liabilities, income and expense and the impact that has on their financial performance and position.

The standard is expected to be issued in the second quarter of 2026 and be effective for periods beginning on or after 1 January 2029, replacing IFRS 14 *Regulatory Deferral Accounts*.

IASB releases video series on proposed Risk Mitigation Accounting Model

The IASB has released a [video series](#) explaining the proposal in their Exposure Draft *Risk Mitigation Accounting – Proposed amendments to IFRS 9 and IFRS 7*. The videos cover:

- Introducing the risk mitigation accounting consultation
- Risk Mitigation Accounting – what it means in practice
- Webcast on three FAQs about the proposed model

The Exposure Draft consultation is open for comment until 31 July 2026.

New webcast on climate resilience and scenario analysis under IFRS S2

The ISSB has released a [webcast](#) that explains the requirements of IFRS 2 as they related to disclosing information about climate resilience and the use of climate-related scenario analysis including the benefits proportionality mechanisms. It is also accompanied by a factsheet to provide further summarised support.

New perspectives on sustainability disclosure webcast available

The ISSB has released the next episode in their [webcast](#) series which explores how companies who report using integrated reporting has started to implement the ISSB Standards.

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New resources to support the implementation of third edition of IFRS for SMEs

The IASB has issued a summary of [resources](#) available to support the implementation of the third edition of the IFRS for SMEs standard. Including training modules, webcasts and webinars and their latest February 2026 [IFRS for SMEs Podcast](#).

New Translated materials now available

The IASB has made [new translations](#) of IFRS Accounting Standards, Agenda Decisions, Exposure Drafts and educational materials in the following languages:

- Albanian
- Arabic
- Azeri
- French
- Georgian
- Japanese
- Korean
- Russian
- Spanish
- Ukrainian

IFRS Foundation Meetings

All IASB Updates are also available in [Spanish](#) and [Chinese](#)

IASB Meetings

The IASB have met three times this quarter:

- **January 2026**

At the January meeting the IASB made the following key decisions

- Approved 2 new IFRIC Agenda decisions (see IFRIC discussion below) and updates to 6 IFRIC Agenda decisions as a result of the issuance of IFRS 18

The board also continued to deliberate on the following projects:

- Post-implementation review of IFRS 16 *Leases*
- Intangible assets
- Statement of cash flows and related matters

For further information refer to the [IASB Update](#) or listen to the [IASB January 2026 Podcast](#).

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- **February 2026**

At the February meeting the IASB continued to deliberate on the following projects:

- Financial Instruments with the characteristics of equity
- Post implementation review of IFRS 16
- Amortised cost measurement
- Equity method
- Post implementation review of IFRS 9 – Hedging
- Provisions – targeted improvements

For further information refer to the [IASB Update](#) or listen to the [IASB February 2026 Podcast](#).

- **March 2026**

At the March meeting the IASB made the following key decisions

- Post implementation review of IFRS 16 *Leases* deciding to add a research project to their agenda regarding the feasibility of reducing costs relating to remeasuring lease liabilities and simplifying the requirements for reassessment of the lease liability

The IASB also continued to deliberate on the following projects:

- Equity Method
- IFRS for SMEs Accounting standard – application issues

For further information refer to the [IASB Update](#) or listen to the [IASB March 2026 Podcast](#)

IFRS Interpretations Committee Meetings (IFRIC)

- **January 2026**

In January the IASB approved the following agenda decisions

- Embedded Prepayment Option (IFRS 9)
IFRIC was asked whether when interpreting IFRS 9.B4.3.5(e)(ii) regarding the existence of a prepayment option in a financial liability, whether the reference to ‘the entity’ should be read as referring to ‘the lender’ or ‘the reporting entity’. The difference in interpretation could have a significant impact on whether the embedded derivative is required to be separated from the host debt instrument. The committee concluded that there was no diversity in practice and that stakeholders

read the requirements as referring to the lender and no further guidance was required.

- Determining and Accounting for Transaction Costs (IFRS 9)
IFRIC was asked whether costs that are directly attributable to the origination of a financial instrument but are incurred before entering into the contractual arrangement are considered incremental and can be capitalized into the financial instrument. Further to this, it was asked how such costs should be treated in the period between incurring the costs and recognising the associated financial instrument. The Committee found that there was no diversity in practice, that entities still considered these costs incurred up front to be incremental costs, and they are not precluded from being treated as such. The costs are capitalised in the statement of financial position before the financial instrument is entered into typically as a prepayment. It was concluded that no further standard setting work was required.
- Updates to IFRIC agenda decisions for IFRS 18
As a result of the issuance of IFRS 18 *Presentation and Disclosure in Financial Statements*, IFRIC has reconsidered 6 previously issued agenda decisions, and have made minor amendments to the following agenda decisions for consistency with IFRS 18.
 - Disclosure of Revenues and Expenses from Reportable Segments (IFRS 8) (July 2024)
 - Demand Deposits with Restrictions on Use arising from a Contract with a Third Party (IAS 7) (April 2022)
 - Subsequent Expenditure on Biological Assets (IAS 41) (September 2019)
 - Disclosure of Changes in Liabilities Arising from Financing Activities (IAS 7) (September 2019)
 - Physical Settlement of Contracts to Buy or Sell a Non-financial Item (IFRS 9) (March 2019)
 - Normal Operating Cycle (IAS 1) (June 2005)

For further information on the November IFRIC meeting please refer to the last newsletter.

● **March 2026**

At the March meeting IFRIC finalised deliberations on the following topics, which will be approved by the IASB at a future meeting:

- Classification of a Foreign Exchange Difference from an Intragroup Monetary Liability (or Asset) (IFRS 18)
- Economic Benefits from Use of a Battery under an Offtake Arrangement (IFRS 16)
- Fair Presentation and Compliance with IFRS Accounting Standards (IAS 1)

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- Assessment of a Specified Main Business Activity for the Purpose of the Separate Financial Statements of a Parent (IFRS 18)
- Scope of the Requirements to Disclose Expenses by Nature
- Classification of Gains and Losses on a Derivative Managing a Foreign Currency Exposure (IFRS 18)
- Presentation of Taxes or Other Charges that are Not Tax Expense or Tax Income Applying IAS 12 Income Taxes (IFRS 18)

Further information will be provided once the IASB has approved them.

The IFRIC also discussed the following tentative agenda decisions and other matters

- Reassessment of Control (IFRS 10) – tentative agenda decision
- Control Assessment for a Single-investor Fund

For further information refer to the [IFRIC Update](#) or listen to the [Q1 IFRIC Podcast](#).

IFRS for SMEs

The IFRS for SMEs Accounting Standard Updates summarises developments relating to the IFRS for Small and Medium-sized Entities Accounting Standard.

- **March 2026**

This issue covers:

- An overview of section 9 *Consolidated and Separate Financial Statements* in the third edition of the standard, including feedback from the SME Implementation Group meeting
- Resources published to support implementation

For further information refer to the [IFRS for SMEs Update](#).

ISSB Meetings

The ISSB have met three times this quarter.

- **January 2026**

The ISSB discussed the objectives and scope of the Biodiversity, ecosystems and ecosystem services project.

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For further information refer to the [ISSB Update](#) or listen to the [ISSB January 2026 Podcast](#).

- **February 2026**

The ISSB discussed the following:

- Biodiversity, ecosystems and ecosystem services project, including deciding to rename it 'Nature-related Disclosures' and how it would interact with existing ISSB standards.
- Enhancing the SASB Standards including feedback from the recent exposure draft.

For further information refer to the [ISSB Update](#) or listen to the [ISSB February 2026 Podcast](#).

- **March 2026**

The ISSB discussed the following:

- Nature-related disclosures
- Feedback on the proposed amendments to SASB Standards

For further information refer to the [ISSB Update](#) or listen to the [ISSB March 2026 Podcast](#).