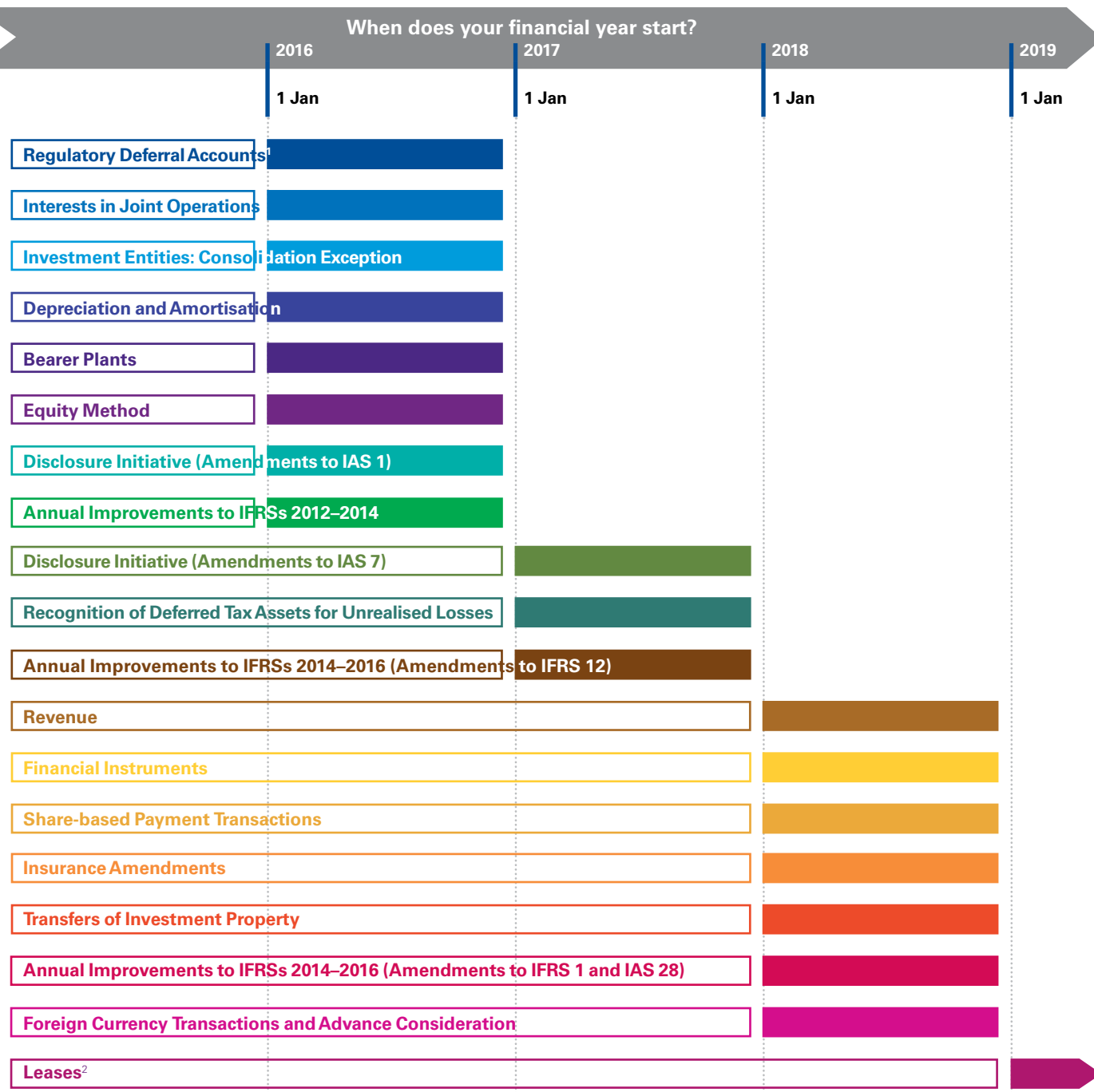


Are you ready?

IFRS: New standards

Which standards are mandatory for your financial year?



How to read the chart

Find the start of your financial year on the timeline. Each standard shown is either effective for the first time or not yet effective but available for early adoption, depending on whether the line is solid or hollow.

If your financial year starts on 1 January 2016, then the standards from interests in joint operations to the 2012–2014 cycle of annual improvements are mandatory for the first time. IFRS 14 *Regulatory Deferral Accounts* can only be applied by an eligible entity that is a first-time adopter of IFRS; the others are not yet mandatory in your annual financial statements for the year ended 31 December 2016.

Key

Standards not yet effective, but available for early adoption. Standards effective for the first time.

In this publication, the term 'standards' is used broadly to refer to new standards, and amendments to or interpretations of standards. It also assumes a financial year of 12 months.

Newly effective standards

The effective standards that need to be considered for financial years beginning on or after 1 January 2016 are listed below.

IASB effective date	Standards	EU effective date	KPMG's guidance	Key
1 January 2016	IFRS 14 <i>Regulatory Deferral Accounts</i> ¹	Not endorsed	<i>Insights into IFRS</i> (chapters 6.1 and 6.2), In the Headlines – Issue 2014/01	
	<i>Accounting for Acquisitions of Interests in Joint Operations (Amendments to IFRS 11)</i>	1 January 2016	<i>Insights into IFRS</i> (chapters 3.6 and 6.1), web article	
	<i>Investment Entities: Applying the Consolidation Exception (Amendments to IFRS 10, IFRS 12 and IAS 28)</i>	1 January 2016	<i>Insights into IFRS</i> (chapters 2.1, 3.5, 5.6 and 5.10), web article	
	<i>Clarification of Acceptable Methods of Depreciation and Amortisation (Amendments to IAS 16 and IAS 38)</i>	1 January 2016	<i>Insights into IFRS</i> (chapters 3.2, 3.3 and 5.12), In the Headlines – Issue 2014/08	
	<i>Agriculture: Bearer Plants (Amendments to IAS 16 and IAS 41)</i>	1 January 2016	<i>Insights into IFRS</i> (chapters 3.2 and 3.9), In the Headlines – Issue 2014/12	
	<i>Equity Method in Separate Financial Statements (Amendments to IAS 27)</i>	1 January 2016	<i>Insights into IFRS</i> (chapters 2.1, 3.5, 3.6, 3.10 and 6.1), web article	
	<i>Disclosure Initiative (Amendments to IAS 1)</i>	1 January 2016	<i>Insights into IFRS</i> (chapters 1.2, 2.1, 3.1, 3.5 and 4.1), web article	
	<i>Annual Improvements to IFRSs 2012–2014 Cycle – various standards</i>	1 January 2016	<i>Insights into IFRS</i> (chapters 4.4, 5.4, 5.9 and 7.8), IFRS Newsletter: The Balancing Items – Issue 7	

Standards not yet effective, but available for early adoption

The standards listed below are not yet effective for any preparers, but are available for early adoption. Even if you are not early adopting, IAS 8 impact disclosures need to be provided and both investors and regulators expect progressively more qualitative and quantitative information about the impacts of the major new standards as their effective dates approach.

IASB effective date	Standards	EU effective date	KPMG's guidance	Key
1 January 2017	<i>Disclosure Initiative (Amendments to IAS 7)</i>	Not yet endorsed	<i>Insights into IFRS</i> (2.3.25), web article	
	<i>Recognition of Deferred Tax Assets for Unrealised Losses (Amendments to IAS 12)</i>	Not yet endorsed	<i>Insights into IFRS</i> (3.13.115 and 365), web article	
	<i>Annual Improvements to IFRSs 2014–2016 Cycle (Amendments to IFRS 12 Disclosure of Interests in Other Entities)</i>	Not yet endorsed	<i>Insights into IFRS</i> (5.10.320), web article	
1 January 2018	IFRS 15 <i>Revenue from Contracts with Customers</i>	1 January 2018 ³	<i>Insights into IFRS</i> (chapter 4.2A), web article (with links to in-depth analysis)	
	IFRS 9 <i>Financial Instruments</i>	1 January 2018	<i>Insights into IFRS</i> (chapter 7A), web article (with links to in-depth analysis)	
	<i>Classification and Measurement of Share-based Payment Transactions (Amendments to IFRS 2)</i>	Not yet endorsed	<i>Insights into IFRS</i> (4.5.935, 1355 and 2165), web article	
	<i>Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts (Amendments to IFRS 4)</i>	Not yet endorsed	<i>Insights into IFRS</i> (8.1.95), web article	
	<i>Transfers of Investment Property (Amendments to IAS 40)</i>	Not yet endorsed	<i>Insights into IFRS</i> (3.4.270), web article	
	<i>Annual Improvements to IFRSs 2014–2016 Cycle (Amendments to IFRS 1 First-time Adoption of IFRSs and IAS 28 Investments in Associates and Joint Ventures)</i>	Not yet endorsed	<i>Insights into IFRS</i> (3.5.690, 6.1.1590), web article	
1 January 2019	IFRIC 22 <i>Foreign Currency Transactions and Advance Consideration</i>	Not yet endorsed	<i>Insights into IFRS</i> (2.7.390), web article	
	IFRS 16 <i>Leases</i> ²	Not yet endorsed	<i>Insights into IFRS</i> (chapter 5.1A), web article (with links to in-depth analysis)	

Standard available for optional adoption

The IASB has decided to defer the effective date for these amendments indefinitely. Adoption is still permitted.

Standard	EU effective date	KPMG's guidance
<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)</i>	Not endorsed	Web article

- An eligible entity can apply IFRS 14 *Regulatory Deferral Accounts* only if it is a first-time adopter of IFRS.
- Early application of IFRS 16 *Leases* is permitted only for companies that also apply IFRS 15 *Revenue from Contracts with Customers*.
- The EU has not yet endorsed *Clarifications to IFRS 15 Revenue from Contracts with Customers*.