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## FASB | IASB Education Meeting

Date	<b>11 October 2024</b>
Project	<b>Post-implementation Review of IFRS 15</b>
Topic	<b>Update on the IASB's activities since June 2024 education meeting</b>
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## Purpose of the paper

1. In June 2024 the IASB and FASB met to discuss their findings in the post-implementation reviews (PIR) of their respective revenue standards. The purpose of this paper is to provide an update on the IASB's activities in its PIR of IFRS 15 *Revenue from Contracts with Customers* since that meeting.

## Update on the IASB's activities

2. At its July 2024 meeting the IASB finalised its decisions on the PIR of IFRS 15. The IASB concluded that, overall, the requirements in IFRS 15 are working as intended. In particular, the IASB concluded that:
  - (a) there are no fundamental questions (fatal flaws) about the clarity or suitability of the core objectives or principles in the requirements;

- (b) the benefits to users of financial statements of the information arising from applying the requirements in IFRS 15 are not significantly lower than was expected; and
  - (c) the costs of applying the requirements and auditing and enforcing their application are not significantly greater than was expected.
3. The IASB also confirmed its previous tentative decisions on application matters raised by stakeholders (see [Appendix](#)). These tentative decisions were discussed with the FASB at the June 2024 meeting.
4. On 30 September the IASB published a [Project Summary and Feedback Statement](#) for the PIR of IFRS 15.

### Question for the boards

Question
Do you have any comments or questions about the IASB's PIR of IFRS 15?

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## Appendix—Outcomes of the IASB’s PIR of IFRS 15<sup>1</sup>

### ***Matters to be considered in the IASB’s next agenda consultation***

- A1. The IASB will consider in its next agenda consultation the matters classified as low priority in the PIR of IFRS 15. These matters relate to:
- (a) reporting consideration payable to a customer;
  - (b) assessing control over services and intangible assets to determine whether an entity acts as a principal or an agent; and
  - (c) applying IFRS 15 with IFRIC 12 *Service Concession Arrangements*—including accounting for contractual obligations to maintain or restore service concession infrastructure.
- A2. The IASB also confirmed it will consider matters previously considered by the IASB—during the PIR of IFRS 10 *Consolidated Financial Statements*, IFRS 11 *Joint Arrangements* and IFRS 12 *Disclosure of Interests in Other Entities* or during the Third Agenda Consultation—in its next agenda consultation. These matters relate to applying IFRS 15 with:
- (a) IFRS 10—in particular, accounting for transactions in which an entity, as part of its ordinary activities, sells an asset by selling an equity interest in a single-asset entity that is a subsidiary (a so-called ‘corporate wrapper’); and
  - (b) IFRS 11—in particular, accounting for collaborative arrangements.

### ***Other action***

- A3. The IASB will gather further evidence on some aspects of applying IFRS 15 with IFRS 16 *Leases* in the PIR of IFRS 16.

### ***Matters on which no further action is required***

- A4. The IASB decided to take no further action on the other matters identified in the PIR.

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<sup>1</sup> For a summary of the feedback and the IASB’s response to each of the application matters identified in the PIR of IFRS 15 see Appendix C of the Project Summary and Feedback Statement.