

# Changes in this edition

This is a brief guide to the changes incorporated in this 2025 edition since the publication of *The Annotated IFRS® Standards – Required at 1 January 2024*.

## Basis of preparation

This edition contains only IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) as at 31 December 2024 that are required for accounting periods beginning on or after 1 January 2025 (that is, all Accounting Standards with an effective date on or before 1 January 2025).

Accounting Standards and amendments to Accounting Standards issued by 31 December 2024 with an effective date after 1 January 2025 are excluded from this edition; they will be reproduced in *IFRS® Accounting Standards – Issued at 1 January 2025* and in *The Annotated IFRS® Accounting Standards – Standards issued at 1 January 2025*.

The IFRS Accounting Standards in this edition have been annotated with extensive cross-references, explanatory notes and IFRS Interpretations Committee (Committee) agenda decisions to help users apply the Accounting Standards.

## New in this edition

The documents and amendments in this edition are effective from 1 January 2025 and include the amendments to two Accounting Standards that were made by *Lack of Exchangeability*.

The table and subsequent summary provide further details about the document and amendments.

<b>Standard/ amendment</b>	<b>When issued</b>	<b>Effective date</b> (early application is possible unless otherwise noted)	<b>Standards/ Interpretations amended</b>	<b>Standard withdrawn</b>
<i>Lack of Exchangeability</i> Amendments to IAS 21	August 2023	1 January 2025	IAS 21, IFRS 1	

Minor editorial corrections to Standards (including necessary updating) have also been made; a list of all such corrections is available at [www.ifrs.org/issued-standards/editorial-corrections/](http://www.ifrs.org/issued-standards/editorial-corrections/).

Agenda decisions published since 1 January 2024 have been added as annotations to IFRS 3, IFRS 8, IAS 27 and IAS 37.

New and revised Standards, IFRIC Interpretations and practice statements are available to IFRS Digital subscribers on the IFRS Standards Navigator at <https://www.ifrs.org/issued-standards/list-of-standards/>.

## Amendments to Accounting Standards

### ***Lack of Exchangeability***

*Lack of Exchangeability* amends IAS 21 *The Effects of Changes in Foreign Exchange Rates* to require an entity to apply a consistent approach to assessing whether a currency is exchangeable into another currency and, when it is not, to determining the exchange rate to use and the disclosures to provide.

### **Disclosure of the possible effect of issued Accounting Standards that are not yet required**

This edition does not include Accounting Standards that have an effective date later than 1 January 2025.

These Accounting Standards are relevant, however, even if an entity does not intend to adopt a requirement early. Paragraph 30 of IAS 8 *Basis of Preparation of Financial Statements* requires an entity to disclose ‘information relevant to assessing the possible impact that application of the new IFRS [Accounting Standard] will have on the entity’s financial statements in the period of initial application’.

The table shows amendments and Accounting Standards that have an effective date after 1 January 2025.

<b>Table—Accounting Standards and amendments issued, but not effective, as at 1 January 2025</b>				
<b>Standard/ amendment</b>	<b>When issued</b>	<b>Effective date</b> (early application is possible unless otherwise noted)	<b>Standards/ Interpretations amended</b>	<b>Standard withdrawn</b>
IFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	April 2024	1 January 2027	IFRS 1, IFRS 3, IFRS 5, IFRS 6, IFRS 7, IFRS 8, IFRS 9, IFRS 12, IFRS 13, IFRS 14, IFRS 15, IFRS 16, IFRS 17, IAS 2, IAS 7, IAS 8, IAS 10, IAS 12, IAS 16, IAS 19, IAS 20, IAS 21, IAS 24, IAS 28, IAS 29, IAS 32, IAS 33, IAS 34, IAS 38, IAS 40, IAS 41, IFRIC 1, IFRIC 14, IFRIC 17, IFRIC 19, IFRIC 23, SIC-32	IAS 1
IFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	May 2024	1 January 2027	IFRS 1, IFRS 5, IFRS 13, IFRS 17, IFRS 18, IAS 32, IAS 34, IFRIC 14	

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<b>Table—Accounting Standards and amendments issued, but not effective, as at 1 January 2025</b>				
<b>Standard/ amendment</b>	<b>When issued</b>	<b>Effective date</b> (early application is possible unless otherwise noted)	<b>Standards/ Interpretations amended</b>	<b>Standard withdrawn</b>
<i>Amendments to the Classification and Measurement of Financial Instruments</i>  Amendments to IFRS 9 and IFRS 7	May 2024	1 January 2026	IFRS 7, IFRS 9, IFRS 19	
<i>Annual Improvements to IFRS Accounting Standards—Volume 11</i>	July 2024	1 January 2026	IFRS 1, IFRS 7, IFRS 9, IFRS 10, IAS 7	
<i>Contracts referencing Nature-dependent Electricity</i>  Amendments to IFRS 9 and IFRS 7	December 2024	1 January 2026	IFRS 7, IFRS 9	

The following summaries briefly describe the changes to be introduced by each of the Standards listed in the preceding table ‘Accounting Standards and amendments issued, but not effective, as at 1 January 2025’.

### ***IFRS 18 Presentation and Disclosure in Financial Statements***

IFRS 18 *Presentation and Disclosure in Financial Statements* was issued in April 2024 to replace IAS 1 *Presentation of Financial Statements*. IFRS 18 aims to improve financial reporting by: requiring additional defined subtotals in the statement of profit or loss; requiring disclosures about management-defined performance measures; and adding new principles for the aggregation and disaggregation of items. The IASB did not reconsider all aspects of IAS 1 when developing IFRS 18, but instead focused on the statement of profit or loss. The IASB retained some paragraphs from IAS 1 in IFRS 18 and moved some paragraphs from IAS 1 to IAS 8 *Basis of Preparation of Financial Statements* and IFRS 7 *Financial Instruments: Disclosures*.

### ***IFRS 19 Subsidiaries without Public Accountability: Disclosures***

IFRS 19 *Subsidiaries without Public Accountability: Disclosures* was issued in May 2024. IFRS 19 permits some subsidiaries to apply IFRS Accounting Standards with reduced disclosure requirements. These entities apply the requirements in other IFRS Accounting Standards except for their disclosure requirements. Instead, these entities apply the requirements in IFRS 19.

## ***Amendments to the Classification and Measurement of Financial Instruments***

*Amendments to the Classification and Measurement of Financial Instruments* was issued in May 2024 in response to feedback received as part of the post-implementation review of the classification and measurement requirements in IFRS 9 *Financial Instruments* and related requirements in IFRS 7 *Financial Instruments: Disclosures*.

The amendments specify:

- when a financial liability settled using an electronic payment system can be deemed to be discharged before the settlement date;
- how to assess the contractual cash flow characteristics of financial assets with contingent features when the nature of the contingent event does not relate directly to changes in basic lending risks and costs; and
- new or amended disclosure requirements relating to investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features that do not relate directly to basic lending risks and costs.

## ***Annual Improvements to IFRS Accounting Standards—Volume 11***

*Annual Improvements to IFRS Accounting Standards—Volume 11* contains the following amendments.

<b>Accounting Standard</b>	<b>Subject of amendments</b>
IFRS 1 <i>First-time Adoption of International Financial Reporting Standards</i>	Hedge accounting by a first-time adopter
IFRS 7 <i>Financial Instruments: Disclosures</i>	Gain or loss on derecognition
<i>Guidance on implementing IFRS 7</i> Financial Instruments: Disclosures	Introduction
	Disclosure of deferred difference between fair value and transaction price
	Credit risk disclosures
IFRS 9 <i>Financial Instruments</i>	Derecognition of lease liabilities
	Transaction price
IFRS 10 <i>Consolidated Financial Statements</i>	Determination of a 'de facto agent'
IAS 7 <i>Statement of Cash Flows</i>	Cost method

## ***Contracts Referencing Nature-dependent Electricity***

*Contracts Referencing Nature-dependent Electricity* amends IFRS 9 *Financial Instruments* and IFRS 7 *Financial Instruments: Disclosures* to more faithfully reflect the effects of contracts referencing nature-dependent electricity on an entity's financial statements.