



Subject: Minutes of the 218th meeting of the AASB
Venue: Melbourne and Videoconference
Held: Thursday, 5 February 2026, 10.00 am – 3.07 pm

Agenda items were discussed in public, except for items 1 and 10.

Attendance

Members	Keith Kendall (Chair) Stephen Taylor (Deputy Chair) Carolyn Cordery Rebecca Gordon Dean Hanlon David Holland Adrian King Toby Langley Liza Maimone Moana Overton Caroline Spencer	
Apologies	Mathew Nelson Sean Osborn	
Staff	Clark Anstis Patricia Au (via video) Mikhail Bhatia Jack Bisset (via video) Kim Carney Jamie Cattell (via video) Tom Frick Charis Halliday Kathleen John Eric Lee Ao Li Lan Lu	Maggie Man Lachlan McDonald-Kerr Sophie Pierson Janani Ramanan Sabine Schuhrer (via video) Helena Simkova Angus Thomson (via video) Hang Tran Fanis Tsofigkas Jia Wei Justin Williams Abigail Xu
Other	Evelyn Ling – agenda items 4 and 5	

Agenda and Chair's Report

Agenda Item 1 – discussed in private

The Chair noted the significant items on the agenda and provided the Board with an update on recent and future activities.



Apologies, Declarations of Interests, Minutes, Approvals

Agenda Item 2

Apologies

An apology for the meeting was noted from Mathew Nelson and Sean Osborn.

Declarations of Interests

Members indicated that they deal with a broad range of financial reporting issues in the normal course of their day-to-day professional responsibilities. Members have adopted the standing policy in respect of declarations of interests that a specific declaration will be made where there is a particular interest in an issue before the Board.

Caroline Spencer noted a particular interest in relation to agenda item 3.

Minutes

The Board approved the minutes of the two hundred and seventeenth meeting, held on 15 December 2025.

Approvals Out of Session

The Board noted the out-of-session approval of the following AASB document since the previous meeting:

- *AASB 2026-1 Amendments to Australian Accounting Standards – Disclosures about Uncertainties in the Financial Statements.*

AASB 1060 Review

Agenda Item 3

The Board considered initial stakeholder feedback from the three roundtable sessions held in November 2025 on Section 2 of Invitation to Comment ITC 56 *Post-implementation Review of Tier 2 and the Removal of Special Purpose Financial Statements for Certain For-Profit Private Sector Entities and Further Update of Tier 2*. Feedback from the broader outreach activities and submission letters on all aspects of ITC 56 will be presented at a future meeting.

The purpose of the early update was to highlight two key themes emerging from the feedback:

- (a) strong support for aligning AASB 1060 *General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* with the presentation and classification requirements in AASB 18 *Presentation and Disclosure in Financial Statements*. The stakeholder feedback emphasised the importance of amending AASB 1060 in time for early application by Tier 2 entities that wished to align their financial statement presentation with Tier 1 entities applying the requirements of AASB 18; and



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- (b) mixed views on the additional disclosure requirements proposed in ITC 56 for AASB 1060 – some stakeholders recommended that the Board addresses the need for additional disclosures with Australian users of Tier 2 financial statements.

The Board approved prioritising work on aligning the presentation and classification requirements of AASB 1060 with AASB 18. In addition, the Board agreed to extend the outreach activities to seek additional evidence from users of Tier 2 financial statements on the need for additional disclosures.

Action:

Staff

Not-for-Profit Private Sector Reporting Framework (Tier 3)

Agenda Item 4

The Board continued its redeliberations of the proposals in Exposure Draft ED 335 *General Purpose Financial Statements – Not-for-Profit Private Sector Tier 3 Entities*. The Board considered a working draft of a Tier 3 Standard and made the following decisions:

- (a) to clarify that revenue is recognised in a manner that faithfully represents the pattern of the entity's satisfaction of the commitments relevant to the transaction, which may be different to the timing of use of the transferred asset received by the entity;
- (b) to require an entity to classify a deferred revenue obligation (or part thereof) as a current liability if it expects to recognise that revenue within twelve months after the reporting date;
- (c) to require hedge accounting to be discontinued at the date of transition to the Tier 3 Standard;
- (d) to add the option of permitting entities to use the carrying amount for investments in subsidiaries, associates, joint ventures and notable relationship entities in their most recent previous financial statements as the investment's deemed cost at the date of transition;
- (e) to clarify that a goodwill balance is derecognised at the date of transition, including in instances where the previous entity combination accounting was not restated, as permitted on transition;
- (f) to require an entity that applied all relevant Tier 3 recognition and measurement requirements in its most recent previous financial statements but did not make an explicit and unreserved statement of compliance and is resuming application of the Tier 3 Standard to disclose why the entity stopped fully applying the Tier 3 reporting requirements and why it is resuming the application of those requirements;
- (g) to permit an entity to early adopt the Tier 3 Standard only if it also applies to the same period the forthcoming amending Standard that will result from ED 334 *Limiting the Ability of Not-for-Profit Entities to Prepare Special Purpose Financial Statements*; and
- (h) to require entities transitioning from Tier 3 to Tier 2 requirements that apply one or more of the exemptions in proposed Appendix F of AASB 1053 (i.e. relief from restating comparative information,



providing comparative information not previously disclosed or distinguishing the correction of errors and changes in accounting policies) to disclose that fact.

Action: Staff

Conceptual Framework – Not-for-Profit Amendments

Agenda Item 5

The Board continued its redeliberations of the proposals in Exposure Draft ED 334 *Limiting the Ability of Not-for-Profit Entities to Prepare Special Purpose Financial Statements*. The Board considered a working draft of an amending Standard and decided the effective date of the amending Standard should be the same as for the Tier 3 Standard, i.e. annual reporting periods beginning on or after 1 July 2029.

Action: Staff

Climate-related Financial Disclosures

Agenda Item 6

The Board received an update on implementation support and awareness-raising activities related to AASB S2 *Climate-related Disclosures* undertaken from September 2025. The Board decided to form a subcommittee to review the membership and Terms of Reference of the AASB S2 Implementation Advisory Panel and to finalise any revision out of session.

Action: Staff

Research Report

Agenda Item 7

The Board noted recent and upcoming Research Centre activities, including:

- (a) the release of the following AASB SSRN working papers:
 - (i) Working Paper No. 26-01 *Connectivity of Non-financial and Financial Information*;
 - (ii) Working Paper No. 26-02 *Service Performance Reporting for Private Sector Not-for-Profits*; and
 - (iii) Working Paper No. 26-03 *Service Performance Reporting: Insights from Domestic and International Experience*; and
- (b) reviewing the feedback received on the 2025 AASB Research Forum and planning for the 2026 AASB Research Forum.



Action:

Staff

Documents Open for Comment

Agenda Item 8

The Board decided to comment on the forthcoming IASB Exposure Draft regarding amendments to the fair value measurement option under IAS 28 *Investments in Associates and Joint Ventures*.

The Board decided not to comment on the six tentative agenda decisions released by the IFRS Interpretations Committee in December 2025 or the forthcoming IPSASB Exposure Draft ED 94 *Linkages Between IPSAS Standards and the Government Finance Statistics Manual 2014*.

The Board also noted its previous decisions about commenting on the consultative documents already issued by international standard-setting bodies.

Action:

Staff

Other Business – Public

Agenda Item 9

The Board noted the updates on recent IASB, IFRS Interpretations Committee, ISSB and IPSASB meetings and other items. No decisions were made.

The Board also noted its submission to the ISSB regarding its Exposure Drafts of proposed amendments to SASB Standards and the industry-based guidance on implementing IFRS S2.

Review of the Meeting

Agenda Item 10 – discussed in private

The Board reviewed the conduct of the meeting.

Close of the Meeting

The Chair closed the meeting at 3.07 pm on 5 February 2026.



Approval of Minutes

Signed by the Chair as a correct record,
this 19th day of March 2026.