
Brasília, February 5, 2024

**IFRS Foundation
Columbus Building
7 Westferry Circus
Canary Wharf
London E14 4HD
United Kingdom**

REF: IFRS IC Tentative Agenda Decisions reached in the November 28 & 29, 2023 meeting

Dear Board Members,

The “Group of Latin American Accounting Standard Setters”¹ (GLASS) appreciates the opportunity to comment on the following Tentative Agenda Decision (TAD) reached by the IFRS IC (the Committee) during its meeting on November 28 and 29, 2023, which included the following topic:

Disclosure of Revenues and Expenses for Reportable Segments (IFRS 8)

This response summarizes the points of view of the members of the different countries that comprise GLASS, pursuant to the following due process.

Due process

The discussions regarding the Tentative Agenda Decision (TAD) of IFRS IC were held within a specified Permanent Technical Commission (PTC) created in December 2020. All GLASS country-members had the opportunity to appoint at least one member to participate in this PTC. Each standard setter represented in GLASS has undertaken different tasks in their respective countries (e.g., surveys, internal working groups). All results were summarized, and this summary was the platform for GLASS discussion process.

GLASS discussed the different points of view included in the summary through emails exchanged among its members. In those emails GLASS developed a final document on the basis of the consensual responses and the technical points of view of its members. Finally, the GLASS document was submitted to and approved by the GLASS Board.

Comments

In relation to the request received by the Committee on how to apply the disclosure requirements of paragraph 23 of IFRS 8 *Operating Segments*, GLASS shares the conclusions reached by the Committee in relation to its proposal not to include the topic in its work agenda, since it is considered that the existing standards contain what is necessary for an adequate treatment of the topic, since both criterion “Materiality” and “Aggregation” are aspects that have been discussed for a long time and there is no disagreement on the applicable texts on the subject.

Query content

The Committee noted that the query contains two main aspects:

- a. the requirements of paragraph 23 of IFRS 8 to disclose, for each reportable segment, specified amounts included in segment profit or loss reviewed by the CODM; and
- b. the meaning of ‘material items of income and expense’ in the context of paragraph 97 of IAS 1 *Financial Statement Presentation* as referenced in paragraph 23(f) of IFRS 8.

¹ The overall objective of the Group of Latin American Accounting Standard Setters (GLASS) is to present technical contributions with respect to all Exposure Drafts, Requests for Information and Discussion Papers issued by the IASB and Tentative Agenda Decisions issued by the IFRS IC. Therefore, GLASS aims to have a single regional voice before the IASB. GLASS is constituted by: Argentina (Board), Bolivia, Brazil (Chairman), Chile, Colombia (Vice Chairman), Costa Rica (Board), Dominican Republic, Ecuador, Guatemala, Honduras, Mexico (Board), Panama, Paraguay, Peru (Board), Uruguay (Board) and Venezuela (Board).

GLASS opinion

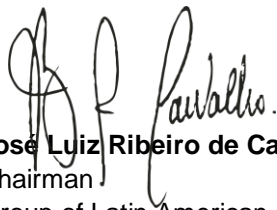
Regarding the first point, GLASS agrees with the analysis carried out by the Committee regarding the entity disclosing the specified amounts for each reportable segment when those amounts are included in the measure of segment profit or loss reviewed by the CODM, even if they are not separately reviewed by the CODM, or when those amounts are periodically provided to the CODM, even if they are not included in the measure of segment profit or loss.

In relation to the second point, GLASS agrees with the analysis carried out by the Committee that an entity must: (1) apply paragraph 7 of IAS 1 and evaluate whether the disclosure of information is material in the context of its financial statements taken as a whole; (2) apply the requirements of paragraphs 30 and 31 of IAS 1 when considering how to aggregate information in the financial statements; (3) consider both qualitative and quantitative factors, representing the nature or magnitude of the information, or both, when evaluating whether an item of income and expenses is material; and (4) consider an item of income and expenses for disclosure regardless of whether that item is presented or disclosed by applying a requirement in IFRS Accounting Standards other than paragraph 97 of IAS 1.

Contact

If you have any questions about our comments, please contact glenif@glenif.org.

Sincerely yours,



José Luiz Ribeiro de Carvalho
Chairman

Group of Latin American Accounting Standard Setters (GLASS)