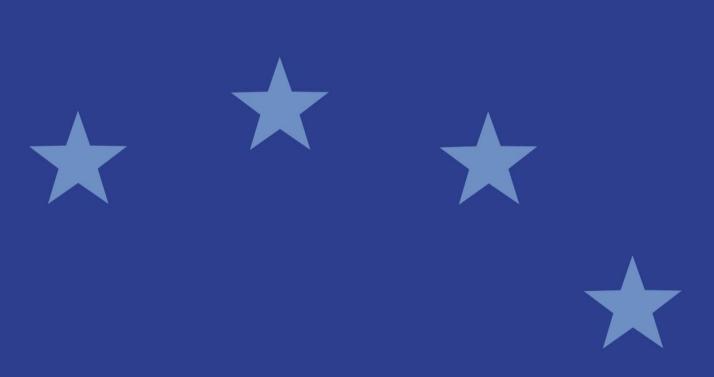
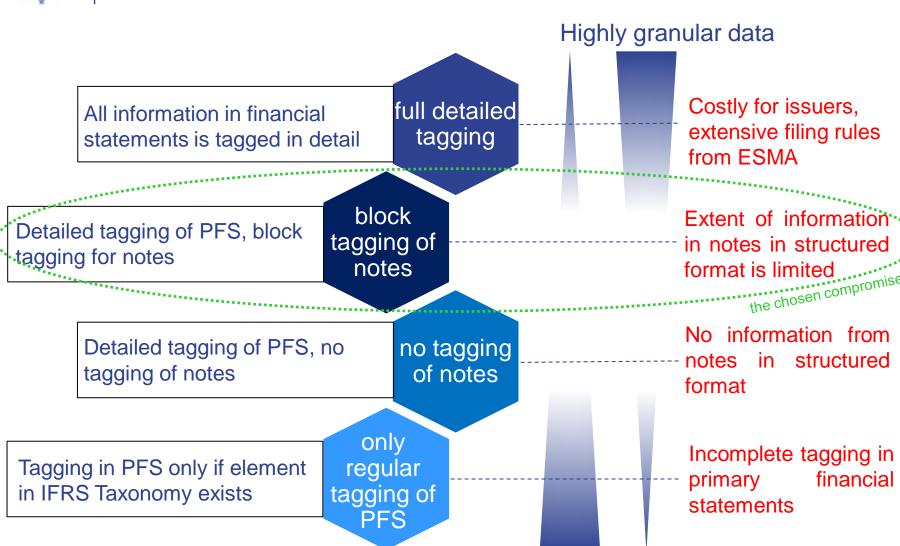


ESEF: Tagging the notes





Level of tagging required by ESEF RTS



Easy to prepare



Level of tagging required by ESEF RTS

IFRS consolidated FS

Individual financial statements

Primary financial statements

Mandatory from 2020*

Block tagging of notes

Mandatory from 2022

Voluntary (if MS provides taxonomy)

Detailed tagging of notes

Voluntary



Relevant Articles for mandatory marking up of notes

Article 4. 2. Issuers shall, as a minimum, mark up the disclosures specified in Annex II where those disclosures are present in those IFRS consolidated financial statements."



Annex II. 3. Issuers shall mark up all disclosures made in IFRS consolidated financial statements or made by cross-reference therein to other parts of the annual financial reports for financial years beginning on or after 1 January 2022 that correspond to the elements in Table 2 of this Annex."



Table 2 Mandatory elements of the core taxonomy to be marked up
Includes ~ 230 block tags for the Notes

→ IFRS Taxonomy List of notes and List of accounting policies



Other articles to bear in mind when marking up of notes

Recital 10. With regard to the notes to IFRS consolidated financial statements, a standard of block tagging should apply where whole sections of those notes are each to be marked up using singles taxonomy elements.

The requirement of block tagging, however, should not limit the discretion of issuers to mark up notes to IFRS consolidated financial statements with a higher level of granularity

Annex IV. 3. When marking up disclosures, issuers shall use the core taxonomy element with the closest accounting meaning to the disclosure being marked up. Where there appears to be a choice of core taxonomy elements, issuers should select the element with the narrowest accounting meaning and/or scope.



Level of granularity & multiple layers of block tagging

The list of mandatory elements to be marked up (Table 2 Annex II)
includes elements of different granularity: wider and narrower elements
that can be grouped by topic.

Example:

- Disclosure of material accounting policy information
 - Description of accounting policy for financial instruments
 - Description of accounting policy for derivative financial instruments and hedging
 - Description of accounting policy for derivative financial instruments
 - Description of accounting policy for hedging
- One note could be block-tagged with several mandatory elements (multiple and/or embedded tagging)



Block tagging approaches (1): Wide ranging

Disclosure of general information about financial statements [text block]

Note 1: Accounting principles

RanBandóm/textrandom/t

1.1 Basis of presentation

RanBandóextextraadone téxtarandom text random text ran

1.2 Accounting judgment and estimates

Ran Bandóm text random text ra

1.3 Adoption of new standards

RanRendóm/textrandom/textrandom/textrandom/text random/textrandom/



Block tagging approaches (2): Intermediate (variant 1)

Disclosure of general information about financial statements [text block]

Note 1: Accounting principles

RanBandóm/textrandom/t

1.1 Basis of presentation

Disclosure of basis of preparation of financial statements [text block]

Random/textrandom/text

1.2 Accounting judgment and estimates Disclosure of accounting judgements and estimates [text block]

RanBandóm/textrandom/textrandom/textrandom/text random/text/random

1.3 Adoption of new standards

Random/textrandom/text



Block tagging approaches(2): Intermediate (variant 1 + voluntary tagging)

Disclosure of general information about financial statements [text block]

Note 1: Accounting principles

RanBandóm/textrandom/t

1.1 Basis of presentation

Disclosure of basis of preparation of financial statements [text block]

RanRandom/textrandom/t

1.2 Accounting judgment and estimates Disclosure of accounting judgements and estimates [text block]

RanRendóm/textralodom/textrandom/textrandom/text random/text/rando

1.3 Adoption of new standards Disclosure of initial application of standards or interpretations [text block]

RanRandom/textralodom/textrandom/



Block tagging approaches (3): Intermediate (variant 2)

Disclosure of general information about financial statements [text block]

Note 1: Accounting principles

RanRandom textrandom textrandom text random text random textrandom textrandom

1.1 Basis of presentation

Disclosure of basis of preparation of financial statements [text block]

RanBandóm/textrandom/t

1.2 Accounting judgment and estimates Disclosure of accounting judgements and estimates [text block]

RanBandóm/textralodom/textrandom/textrandom/text random/text/rando

Disclosure of general information about financial statements [text block] 1.3 Adoption of new standards

Random/textrandom/text



Block tagging approaches(4): Narrow-focused

Disclosure of general information about financial statements [text block]

Note 1: Accounting principles

RanBandoextextraadometextraadom text random text rando

1.1 Basis of presentation

Disclosure of basis of preparation of financial statements [text block]

RanBandóm/textrandom/t

1.2 Accounting judgment and estimates Disclosure of accounting judgements and estimates [text block]

RanBendóm/textralodom/textrandom/textrandom/text random/textrandom/text/random

1.3 Adoption of new standards

Ran Randóm text random text ra



Considerations for ESEF Reporting Manual

ESEF RTS Annex II Table 2

- Selection of tags and completeness of tagging:
 - Application of all tags if such information is present in the notes vs application of selected/closest tags to tag entire note contents
 - Multiple/double tagging of tags with different granularity in Annex II
 - Inclusion of headers/titles of the note in the tagged content
 - Tagging with elements not part of the Annex II but part of Annex VI
 - Tagging with extension elements and their anchoring

Technical aspects:

- Guidance on application of continuation and exclude mechanisms
- Retaining formatting of the underlying XHTML in block tags



XBRL.EU views on marking up of notes

- 1. What are your views on the different approaches to tag the notes? When a note (text block) corresponds to several elements of the taxonomy (some being wider than others), do you think it should be marked-up with each of those mandatory elements? If so, how? Or only the element with the closest accounting meaning should be used?
- 2. Do you see technical challenges in the implementation of the different approaches? In relation to, a) multiple/embedded tagging; b) continuation/exclude of iXBRL
- 3. Do you have any other issues/ experiences/challenges to highlight in relation to block tagging of notes?
- 4. Have you identified any other areas where further ESEF guidance should be provided?



Thank you!