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To:	General Secretariat of the Council
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Subject:	COMMISSION REGULATION (EU) .../... of XXX amending Regulation (EU) 2023/1803 as regards International Accounting Standard 21, International Financial Reporting Standard 19 and International Accounting Standard 29

Delegations will find attached document D(2026) 117053.

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EUROPEAN
COMMISSION

Brussels, XXX
[…](2026) XXX draft

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COMMISSION REGULATION (EU) …/…

of XXX

amending Regulation (EU) 2023/1803 as regards International Accounting Standard 21, International Financial Reporting Standard 19 and International Accounting Standard 29

(Text with EEA relevance)

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amending Regulation (EU) 2023/1803 as regards International Accounting Standard 21, International Financial Reporting Standard 19 and International Accounting Standard 29

(Text with EEA relevance)

THE EUROPEAN COMMISSION,

Having regard to the Treaty on the Functioning of the European Union,

Having regard to Regulation (EC) No 1606/2002 of the European Parliament and of the Council of 19 July 2002 on the application of international accounting standards[1], and in particular Article 3(1) thereof,

Whereas:

(1) In Commission Regulation (EU) 2023/1803[2], the Commission adopted certain international accounting standards and interpretations existing on 8 September 2022.

(2) On 13 November 2025, the International Accounting Standards Board issued amendments to International Accounting Standard 21 '*The Effects of Changes in Foreign Exchange Rates*' ('IAS 21'), clarifying how companies should translate financial statements from a non-hyperinflationary currency into a hyperinflationary one.

(3) Following a consultation with EFRAG, the Commission has concluded that the amendments to IAS 21 meet the conditions for adoption set out in Article 3(2) of Regulation (EC) No 1606/2002.

(4) Adopting the amendments to IAS 21 entails, by way of consequence, amending also International Financial Reporting Standard 19 ('IFRS 19'), '*Subsidiaries without Public Accountability: Disclosures*' and IAS 29 '*Financial Reporting in Hyperinflationary Economies*'.

(5) Regulation (EU) 2023/1803 should therefore be amended accordingly.

(6) The measures provided for in this Regulation are in accordance with the opinion of the Accounting Regulatory Committee,

HAS ADOPTED THIS REGULATION:

Article 1

The Annex to Regulation (EU) 2023/1803 is amended as follows:

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[1] OJ L 243, 11.9.2002, p. 1, ELI: http://data.europa.eu/eli/reg/2002/1606/oj.

[2] Commission Regulation (EU) 2023/1803 of 13 September 2023 adopting certain international accounting standards in accordance with Regulation (EC) No 1606/2002 of the European Parliament and of the Council (OJ L 237, 26.9.2023, p. 1, ELI: http://data.europa.eu/eli/reg/2023/1803/oj).

(1) International Accounting Standard 21 ‘*The Effects of Changes in Foreign Exchange Rates*’ is amended as set out in the Annex to this Regulation;

(2) International Financial Reporting Standard 19 ‘*Subsidiaries without Public Accountability: Disclosures*’ and International Accounting Standard 29 ‘*Financial Reporting in Hyperinflationary Economies*’ are amended as set out in the Annex to this Regulation.

Article 2

Each company shall apply the amendment referred to in Article 1 at the latest from the commencement date of its first financial year starting on or after 1 January 2027.

Article 3

This Regulation shall enter into force on the twentieth day following that of its publication in the *Official Journal of the European Union*.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels,

For the Commission
The President
Ursula VON DER LEYEN