

September 2021

Reporting News

Keeping you informed and up to date in the world of corporate reporting

Welcome to the September edition of Reporting News. Set out below are the latest changes and developments in financial reporting and business reporting.

Financial Reporting

Insights into IFRS: 18th Edition 2021/22

The updated edition of [KPMG's Insights into IFRS-18th edition](#) is now available. Access this [link](#) to order your personal copy of KPMG's insights. This edition features enhanced guidance on the new insurance contracts standard, leases and financial instruments and new guidance on cloud computing arrangements.

A high level overview of Insights is available [here](#).

Trigger for reversing an impairment loss

NZ IAS 36 Impairment of Assets requires an entity to assess at the end of each reporting period whether there is any indication that an asset may be impaired. As the COVID-19 pandemic continues to evolve, for some entities indicators may exist indicating that an impairment loss recognised in a previous period may no longer exist or may have decreased.

Read KPMG's web article "[Time to reverse impairment losses on non-financial assets?](#)" on reversal of impairment losses and related disclosure considerations in such scenarios.

Improving Tier 3 & 4 Public Benefit Entity Standards

In 2020, the New Zealand Accounting Standards Board (NZASB) conducted a post-implementation review of the Tier 3 and Tier 4 Public Benefit Entity (PBE) Standards which closed in March 2021. The analysis of the submissions received on the request for Information indicated overall positive impact of the Tier 3 and Tier 4 Standards and also highlighted areas where improvements are needed.

Please refer to the summary of the [review of simple format reporting standards](#) and the [feedback statement](#) which sketches the responses and main issues raised by respondents along with the NZASB's agreed next steps in response to those issues.

Business Reporting

Climate change

All companies are facing climate-related risks and opportunities, the impact of climate change on public policy and regulation are accelerating. KPMG in association with Institute of Directors (IoD) have published an on-demand [webcast](#), which offers insights on risk and opportunities facing directors over the coming decade.

The Intergovernmental Panel on Climate Change (IPCC) is producing a [Sixth Assessment Report](#) with contributions by the working group. The report addresses the most up-to-date physical understanding of the climate system and climate change, bringing together the latest advances in climate science, and combining multiple lines of evidence from paleoclimate, observations, process understanding, and global and regional climate simulations.

Update on the work of the Technical Readiness Working Group (TRWG)

Please refer to this report on [sustainability related reporting updates](#) as per IFRS Advisory Council's meeting held in September 2021 which discusses the work of TRWG so far. This is an important initiative that is driving the development of a new global sustainability standards board. It is anticipated that the intention to launch this new body will be confirmed at the [COP 26](#) meeting in November.



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Feedback

If there is anything you would like to see more or less of in these updates, [let us know](#).



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