KPMG

Reporting News

October 2025

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

Warm greetings! We are excited to bring you the October edition of Reporting News, covering the latest developments in financial and sustainability reporting.

FINANCIAL REPORTING | SUSTAINABILITY REPORTING

Financial Reporting

Webinar: Insights into accounting and financial reporting

KPMG's Accounting Advisory Services team are pleased to invite you to a seminar on Thursday, 27 November 2025, 9:30am - 11:00am via Microsoft Teams. This webinar is intended to provide senior finance team members (CFOs, financial controllers and finance managers) with an overview of the main accounting and financial reporting developments and how these changes may impact the financial statements of for-profit entities.

Specifically, the webinar will address:

— NZ IFRS 18 Presentation and Disclosure in Financial Statements (NZ IFRS 18),
  — Introduction of key concepts
  — How the new Standard could impact your business and financial reporting
  — How to begin implementation.

— Amendments to accounting standards, new IFRS Interpretation Committee Agenda Decisions and better reporting in times of uncertainty.

If you wish to attend please register here. If you have any queries or require any further details please contact NZAccountingAdvisory@kpmg.co.nz.

Essential guides to annual financial statements under IFRS

Access the latest KPMG's guides to annual financial statements (2025 edition) incorporating illustrative disclosures and a companion disclosure checklist in accordance with IFRS standards (equivalent to NZ IFRS).

KPMG's Accounting Advisory Services team will publish the 2025 edition of NZ IFRS and PBE illustrative disclosures in November.

IFRS 18 – exchange differences on intragroup loans

The IFRS® Interpretations Committee in its September meeting discussed how foreign exchange differences arising from intercompany loans should be classified in consolidated financial statements under IFRS 18, Presentation and Disclosure in Financial Statements (IFRS 18) - whether as operating, investing or financing.

All committee members thought it was acceptable to classify all exchange differences on intercompany loans as operating in the consolidated financial statements under IFRS 18. However, the Committee was deadlocked 50-50 on whether an alternative approach – that these exchange differences should be classified in the same category in which the related income and expense would have been classified prior to elimination on consolidation – was also acceptable.

The tentative agenda decision is in the September IFRIC update, open for comment until late November.

Watch our latest video briefing and read the companion transcript about the tentative agenda decision.

Educational material on NZ IFRS 18

Recent educational material (October edition) from the External Reporting Board (XRB) discusses the disclosures of management-defined performance measures (MPMs) and key considerations when preparing MPMs under NZ IFRS 18.

Tier 2 for-profit entities are not required to disclose MPMs or assess if they have any. However, if they choose to disclose information about MPMs, they must apply all the NZ IFRS 18 disclosure requirements for MPMs.

New Zealand updates on climate and sustainability reporting

New Zealand Government announces changes to the Climate-related Disclosure (CRD) regime

Legislation expected for 2026 will lift the reporting threshold for listed issuers to $1 billion market capitalisation, remove managed investment schemes and amend Director and company liability settings.

FMA (Financial Markets Authority) relief for entities impacted by CRD regime changes

The FMA will adopt a 'no action' approach starting 1 November 2025 for entities expecting their climate reporting obligations to end once new legislation is passed. Climate Reporting Entities with a 30 June 2025 balance date must still lodge their climate statements by 31 October 2025.

Global updates on climate and sustainability reporting

GHG Protocol consultation on Scope 2 emissions guidance

Review proposed amendments to the application of the location-based and market-based methods, and a KPMG Global assessment of implications for reporters.

Science Based Targets initiative (SBTi) consultation on Forest, Land, and Agriculture (FLAG) Criteria

The SBTi proposed updates are to align the FLAG criteria with evolving climate guidance and clarify timing and deadlines.

Should you have queries on how this information is relevant for your organisation, or if you would like reporting support, contact us here.

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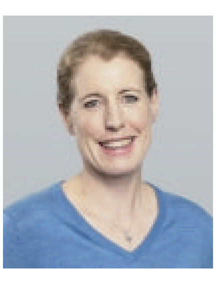

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Feedback

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

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