Import tariffs | Financial reporting impacts (1/3)

	Are tariffs or counter-tariffs affecting…	Key considerations under IFRS® Accounting Standards	Resources
Going concern	…your company's ability to continue as a going concern?	• Assess whether your company has sufficient liquidity to continue to meet its obligations as they fall due – e.g. consider if it is unable to increase selling prices, or if customer demand falls. • Revise budgets and forecasts to take into account the increased uncertainty. • Reassess your company's compliance with debt covenants. • Consider whether your company's ability to access financing is impacted and the related consequences.	Impact of external events on the going concern assessment and disclosures
Interim reporting	…the level of disclosure required in your condensed interim financial statements?	• Consider providing additional supplementary disclosures in your interim financial statements if changes in circumstances arising from tariffs have made significant disclosures in your last annual financial statements less relevant.	What is the impact of external events on interim financial statements?

Assets	…the recoverability of your company's assets?	• Consider whether:
		  • there are indicators that your company's non-current assets may be impaired and impairment testing is necessary;
		  • the assumptions used to calculate the recoverable amount are up to date; and
		  • related disclosures are clear and meaningful.
			How will new import tariffs affect impairment testing of non-current assets?

		• Consider whether your company's future taxable profit projections have changed as a result of the increased uncertainty and how this impacts the recoverability of deferred tax assets.	Will taxable profits be available to recover deferred tax assets?
		• Assess the additional impairment considerations that apply to leased assets.	Have lease assets become impaired?
		• Consider whether receivables, contract assets, inventories and capitalised contract costs may need to be written down.	Are revenue-cycle assets recoverable?

Note: This document highlights financial reporting impacts that may be relevant, but the list is not exhaustive.

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Import tariffs | Financial reporting impacts (2/3)

	Are tariffs or counter-tariffs affecting…	Key considerations under IFRS® Accounting Standards	Resources
Assets (cont.)	…how your company determines and discloses fair values?	• Consider whether valuation techniques, judgements and assumptions are appropriate and ensure that the related disclosures are clear.	Are fair values appropriately determined and disclosed?
Liabilities	...your restructuring plans?	• Assess whether the criteria for recognising a restructuring provision have been met if your company is undertaking restructuring activities – e.g. downsizing or discontinuing operations – in response to tariffs.	When is the right time to recognise a restructuring provision?
	...your ability to meet debt covenants?	• Assess whether liabilities subject to debt covenants are correctly classified as current or non-current.	How do external events impact current and non-current classification of debt?
	…the profitability of your contracts or giving rise to unavoidable liabilities?	• Consider whether any of your company's contracts have become onerous or if your company has contractual obligations it has not met, and whether these items need to be provided for.	Has an external event resulted in an unavoidable liability or a loss-making contract?
Financial instruments	…ECL (expected credit loss) measurement?	• Consider whether the measurement of ECLs appropriately reflects the increased uncertainty.	Does ECL measurement appropriately reflect the impact of economic uncertainty?
		• Assess whether the credit risk of any financial assets has significantly increased since initial recognition.	Has the impact of increased economic uncertainty on credit risk been appropriately considered?
	...your hedge accounting?	• Consider the increased uncertainty when assessing the criteria to apply hedge accounting – e.g. the probability of forecast transactions – and hedge effectiveness.	How is hedge accounting impacted?
	…if your contracts meet the own use exemption?	• Assess whether the own use exemption still applies.	Does a contract still meet the own use exemption?
	…the terms of your borrowings?	• Assess whether the contractual terms of borrowings are modified substantially and apply the appropriate accounting.	Have companies considered changes to the terms of their borrowings?

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Import tariffs | Financial reporting impacts (3/3)

	Are tariffs or counter-tariffs affecting…	Key considerations under IFRS® Accounting Standards	Resources
Revenue recognition	…your revenue recognition?	• Assess whether customer contracts remain enforceable. • Consider whether tariffs cause any contract modifications – e.g. changes in price or scope. • Review estimates of variable consideration, estimates of progress towards completion and stand-alone selling prices.	Are customer contracts still enforceable? Are revenue estimates up to date – e.g. variable consideration, measure of progress?
Employee benefits	…the recognition and measurement of your employee benefits and share-based payment expenses?	• Consider the need for updated actuarial valuations of defined benefit liabilities and for revisions to estimates used in recognising share-based payment expenses. • Consider whether to recognise employee termination expenses related to restructuring plans.	Have there been changes to employee benefits and employer obligations?
Leases	…your lease accounting?	• Assess whether lease assets and liabilities need to be remeasured as a result of reassessing renewal, termination or purchase options – e.g. if your company decides to relocate its facilities in response to the tariffs.	Have expectations around lease renewal, termination or purchase options changed?
Insurers	…the balance sheets of insurers?	• Consider the impact of increased uncertainty from tariffs on insurance contract liabilities, reinsurance recoveries and disclosures.	What are the specific accounting implications for insurers?

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Publication date: April 2025

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