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KPMG

Reporting News

March 2025

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

Welcome to the March edition of Reporting News. Set out below are the latest changes and developments in financial reporting and climate and sustainability reporting. In this edition:

Exposure draft for RDR Concessions | NZ IFRS 18 Presentation and Disclosure in Financial Statements

KPMG Experience Article on Service Performance Reporting | Application of PBE FRS 48 in the first year

Uncertain times | Impact of new import tariffs on impairment testing

Banking sector growth in 2024 | KPMG's Financial Institutions Performance Survey

GHG Protocol issues Scope 3 Frequently Asked Questions (FAQs)

Science Based Targets Initiative (SBTI) consultation

Financial Reporting

Exposure draft for RDR Concessions | NZ IFRS 18 *Presentation and Disclosure in Financial Statements*

The External Reporting Board (XRB) is seeking feedback on proposed RDR concessions for Tier 2 for-profit entities on certain new disclosures requirements introduced in NZ IFRS 18 *Presentation and Disclosure in Financial Statements* (NZ IFRS 18).

NZ IFRS 18 is mandatory for all for-profit entities from 1 January 2027 (or earlier, as applicable). This Standard aims to improve how information is communicated in the financial statements – particularly in the statement of profit or loss. NZ IFRS 18 replaces NZ IAS 1 *Presentation of Financial Statements*.

Read the Consultation Document and accompanying Exposure Draft for proposed amendments.

KPMG Experience Article on Service Performance Reporting | Application of PBE FRS 48 in the first year

Discover how KPMG accounting and auditing teams have been assisting clients with the application of Public Benefit Entity Financial Reporting Standard 48 *Service Performance Reporting* (PBE FRS 48) and New Zealand Auditing Standard 1 *The Audit of Service Performance Information* (NZ AS 1).

KPMG Experience Article offers valuable insights into the experiences of our audit teams. It considers the challenges both from a client and auditor viewpoint and looks at the feedback provided to help clients understand the requirements of PBE FRS 48 to result in a successful Statement of Service Performance (SSP). Dive in to learn more about the challenges and our perspectives on implementing these standards.

Uncertain times | Impact of new import tariffs on impairment testing

Import tariffs are often used by countries to protect their local producers. In some cases, they are subject to negotiations between countries and a long legislative process. In other cases, new high tariffs may be imposed at a short notice and may trigger retaliatory measures by the affected countries.

If so, they may significantly affect businesses – they can push economies into recession, disrupt supply chains and alter trade dynamics worldwide. As a result, they can impact the recoverability of non-current assets.

Companies need to monitor the developments closely and reflect them in their impairment assessment in a timely manner.

Read our article in our Financial reporting in uncertain times digital hub to find out more.

We have also updated our digital guide The impact of climate-related matters on impairment testing of non-current assets to include a non-exhaustive list of impairment indicators referred to in IAS 36 Impairment of Assets.

Business reporting

Banking sector growth in 2024 | KPMG's Financial Institutions Performance Survey

KPMG's survey of the banking sector results for 2024 reveals that the sector has demonstrated resilience despite ongoing economic challenges.

For over 30 years, KPMG's Financial Institutions Performance Survey (FIPS) reports have provided insights into New Zealand's financial services sector. Each edition presents industry commentary and analysis on the performance of the sector, together with a range of topical articles from industry experts, regulators and our own business leaders.

Global updates on climate and sustainability reporting

GHG Protocol issues Scope 3 Frequently Asked Questions (FAQs)

The FAQs here collate the answers to common questions from entities applying the Corporate Value Chain (Scope 3) Standard.

Science Based Targets Initiative (SBTI) consultation

SBTI published an initial draft of its revised Corporate Net-Zero Standard. The public consultation runs from 18 March to 1 June.

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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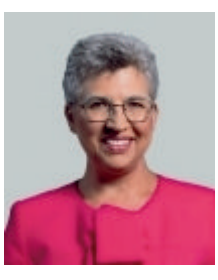

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Feedback

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

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