



Reporting News

April 2021

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

This newsletter focuses on changes and developments in financial reporting, business reporting and business governance – which are included in this newsletter as they become available.

Financial Reporting

KPMG's publications

- [Loan acquisition accounting](#)

KPMG's updated publication "[Loan acquisition accounting](#)" considers some of the complex accounting issues that can arise when acquiring a loan directly or through a business combination.

Read here for more [details](#).

- KPMG's "[IFRS 16 – An overview](#)" publication

This publication provides a practical overview of IFRS 16 and takes a deeper dive into critical areas such as lease definition and accounting for lease modifications, with examples and insights to help in understanding the requirements and their impacts on the financial statements.

IFRS 16 Leases – Amendments extending lessee relief published

The International Accounting Standards Board ("IASB") has amended IFRS 16 Leases to allow a one-year extension to the practical expedient available to lessees when accounting for COVID-19-related rent concessions. This [amendment](#) extends the relief to rent concessions that reduce lease payments originally due on or before 30 June 2022. This amendment is expected to be approved by the NZASB shortly.

Interim reporting choices under IFRS 17, Insurance Contracts

Under the new IFRS 17 standard, companies preparing interim reports under IAS 34, *Interim Reporting* will need to make an accounting policy choice. Specifically, companies need to decide whether to change the treatment of accounting estimates made in previous interim financial statements at each reporting date under a year-to-date (YTD) approach or apply a period-to-period (PTP) approach to treat each interim period as a discrete reporting period.

Read KPMG's publication "[IFRS 17 – Interim reporting choices](#)" to understand the different choices available and the impact on financial performance.

KPMG's essential guides to interim financial statement under IFRS

Access KPMG's guide to [condensed interim financial statements \(2021 edition\)](#) - incorporating illustrative disclosures and a companion [disclosure checklist](#) in accordance with IFRS standards (equivalent to NZ IFRS).

Business Reporting

Climate risk is financial risk - For banks it's a board level issue

KPMG has conducted a review of disclosures in the most recent annual reports of 25 major global banks. These disclosures clearly show how climate change is becoming embedded in their business strategies. Find out more in this [blog post](#).

Webinar of the future of corporate reporting and non-financial information

KPMG recently hosted International Corporate Governance Network's webinar on "The future of corporate reporting and non-financial information: Towards a global solution". Please access the recording [here](#).

This discusses the feedback on the Consultation paper in December 2020 which assessed demand for global sustainability standards and the extent to which the IFRS Foundation might contribute to the development of such standards.



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