



# Reporting News

February 2024

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

Welcome to the February edition of Reporting News. Set out below are the latest changes and developments in financial reporting, business reporting and business governance. In this edition:

[Lack of Exchangeability – Amendments to NZ IAS 21 an NZ IFRS 1](#)

[Net-zero commitments](#)

[Content hub for Connected reporting](#)

[China Stock Exchanges Announce Mandatory Sustainability Reporting](#)

[EU Lawmakers Agree to Delay Sustainability Reporting for non-EU Companies by 2 Years](#)

[Evolution of Sustainability Reporting in Asia Pacific](#)

[On the 2024 ESG Committee Agenda](#)

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## Financial Reporting

### Lack of Exchangeability – Amendments to NZ IAS 21 an NZ IFRS 1

The New Zealand External Reporting Board (XRB) recently issued a [Tier 1 and Tier 2 for-profit amending Standard](#) based on [Lack of Exchangeability](#), issued by the International Accounting Standards Board (IASB), which amended IAS 21 *The Effects of Changes in Foreign Exchange Rates and IFRS 1 First-time Adoption of International Financial Reporting Standards*.

The XRB recently issued a [Tier 2 for-profit amending Standard](#) to introduce disclosure concessions in response to new disclosures established by *Lack of Exchangeability*.

Application of the amendments is required for accounting periods which begin on or after 1 January 2025.

### Net-zero commitments

Many companies have made net-zero commitments and questions are emerging on how they impact financial reporting under International Financial reporting Standards (IFRSs) – in particular, on when they trigger a liability. The IFRS Interpretations Committee has discussed some of these issues and published a [tentative agenda decision](#) that addresses a specific fact pattern.

Read the updated KPMG [web article](#) and [comment letter](#) here.

### Content hub for Connected reporting

Access to the new [Connected reporting](#) content hub, which brings together latest insights and practical guidance to achieve connectivity among the financial statements, the sustainability disclosures and management's discussion and analysis in a company's annual report.

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## Global updates on climate and sustainability reporting

### China Stock Exchanges Announce Mandatory Sustainability Reporting

[New sustainability reporting requirements](#) will cover a broad range of environmental, social and governance categories, including climate change, ecosystem and biodiversity protection, circular economy, energy use, supply chain security, and rural revitalisation, as well as anti-corruption and anti-bribery, among others. The first reports are due in 2026 for the 2025 reporting period.

### EU Lawmakers Agree to Delay Sustainability Reporting for non-EU Companies by 2 Years

The requirement for large non-EU companies that operate in the EU to report in accordance with European Sustainability Reporting Standards was set to begin in 2028 and is now expected to be delayed by 2 years to allow companies and the standard setter more time to prepare. Read more [here](#).

### Two new KPMG reports on ESG and reporting

The [Evolution of Sustainability Reporting in Asia Pacific](#) provides an overview of recent regional developments and insights on frameworks in 13 Asia Pacific markets, including New Zealand.

[On the 2024 ESG Committee Agenda](#) from the KPMG Board Leadership Centre looks at how companies are expected to address climate change, DEI issues, and other ESG risks in 2024.

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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## Feedback

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



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