



Reporting News

January 2020

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

Explanatory guide A10

The New Zealand Accounting Standards Board (NZASB) has recently issued Explanatory Guide A10, *Service Performance Reporting*.

The guide provides guidance for Tier 2 not-for-profit entities applying PBE FRS 48 *Service Performance Reporting* which becomes effective from 1 January 2021.

Access the [EG A10](#) here.

Lease term under IFRS 16 – IFRS Interpretations Committee (IFRIC) agenda decisions

IFRIC has recently issued one final agenda decision relating to the lease term under IFRS 16, *Leases*, specifically covering:

- Cancellable or non-renewable leases; and
- Useful life of non-removable leasehold improvements

You can find [IFRIC agenda decision](#) here.

Fair value measurement: IFRS Standards and US GAAP

KPMG recently issued the fourth edition of [Fair Value Measurement: Questions and Answers](#). This publication includes practical guidance to help you apply the disclosure requirements and understand the key differences between US GAAP and IFRS Standards.

Banks – Recommendations to enhance expected credit losses (ECL) disclosures

The UK Taskforce on disclosures about ECL has issued its second report, which contains some amendments to its earlier recommendations and illustrative examples.

It is expected that these recommendations will become best practice for other banks in the UK and globally. Read our [article](#) here.

Green bond disclosure requirements

The Financial Markets Authority (FMA) has published an information sheet which explains the circumstances in which an issuer can make offer of green bonds under the same class exclusion.

The same class exclusion will reduce the time, cost and efforts of the issuer having to comply with the full disclosure requirements for regulated offers under the Financial Markets Conduct Act 2013.

Access the [information sheet](#) here.

Business Reporting

Sustainable Development Goals Disclosures (SDGC)

The [SDGD Recommendations](#) authored by Carol Adams, Professor of Accounting, with Paul Druckman and Russell Picot, Honorary Professors at Durham University Business School, lays out sustainable development risks and opportunities relevant to the long term value creation strategy and to communicate the actual or potential impacts on achievement of the SDGs.

Business Governance

Issues for directors in 2020

The Institute of Directors (IoD) has released its top Five Issues for the Directors in 2020. These are climate action, governing for purpose, data and privacy, reputation and trust and board leadership.

Read [here](#) for more information.



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