

Welcome to the June edition of Eye on Reporting.

The IASB has issued an Amendment to IAS 12 *Income Taxes*. The amendments specify how entities should account for deferred tax on transactions such as leases and decommissioning obligations. Find more [here](#).

Sustainability reporting has attracted increasing interest from various stakeholders in recent years. There is growing acknowledgment that financial reporting alone does not provide a full picture of enterprise value. Further, there is a desire to consolidate existing frameworks, methodologies and metrics for sustainability reporting. In response, the IFRS Foundation has published a proposal to amend the IFRS Foundation Constitution to accommodate a sustainability standards board. Find further information [here](#).

Finally, the FMA has announce it is providing temporary relief to certain businesses giving them additional time to comply with their regulatory reporting requirements. This relief is being provided in response to the current auditor shortage. Find further information [here](#).

For more details on these and other publications and activities in financial reporting please see below.

Kind regards

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Quick links

- ▶ [EY New Zealand IFRS home page](#)
- ▶ [EY IFRS technical resources](#)
- ▶ [Illustrative New Zealand For-profit entity's financial statements for 31 December 2020 \(and 30 June 2021\)](#)
- ▶ [Illustrative New Zealand Public Benefit entity's financial statements for 30 June 2020](#)
- ▶ [EY International GAAP® 2021](#)

Recent EY Publications



IFRS Developments

These publications highlight the latest Exposure Drafts and Amendments issued by IASB as well as the IFRS Interpretations Committee's agenda decisions.

▶ [IFRS Developments issue 190 - One step closer to an International Sustainability Standards Board](#)

- The IFRS Foundation trustees published a proposal to amend the IFRS Foundation Constitution to accommodate the formation and operation of an International Sustainability Standards Board. The comment period ends on 29 July 2021.

▶ [IFRS Developments issue 191 - IASB clarifies deferred tax accounting for leases and decommissioning obligations](#)

- The IASB has issued an Amendment to IAS 12 *Income Taxes*. The amendments specify how companies should account for deferred tax on transactions such as leases and decommissioning obligations.

▶ [IFRS Developments issue 191 - IASB clarifies deferred tax accounting for leases and decommissioning obligations](#)

- The IASB published a [proposal](#) to revise IFRS Practice Statement 1 *Management Commentary* which consist of an overarching objective of management commentary supported by more granular disclosure objectives for six content areas. The proposals also provide guidance for selecting and presenting information. The comment period ends on 23 November 2021.



Applying IFRS

These publications provide detailed analysis of specific standards, discuss implementation issues and recent developments.

▶ [IBOR reform \(Updated May 2021\)](#)

- The may update provides an overview of the relief, further material on the additional disclosures required, and the key considerations for entities, including more worked examples, as they implement the requirements.

▶ [Accounting Implications of Negative Interest Rates \(June 2021\)](#)

- The publication touches on the considerations when reporting in a negative interest environment.



EY videos and webcasts

These short videos and webcasts provide helpful reminders and share latest insights which could affect IFRS reporters.

▶ [Regulatory assets and regulatory liabilities](#)

- In this episode, we provide an overview of the main proposals in the IASBs ED Regulatory Assets and Regulatory Liabilities.

Please note that some of the above publications are based on 'pure' IFRS, and do not cover New Zealand additional disclosure requirements.

IFRS news and other NZ specific updates: for-profit entities



IASB Update May 2021

- ▶ A [summary of the May 2021 IASB meeting](#) is now available.
- ▶ The [May 2021 podcast](#) summarises the Board's discussions in this meeting.

[Have you missed the IASB's webcast Introducing the Exposure Draft - Disclosure Requirements in IFRS Standards?](#)

- ▶ The webcast provides an overview of the proposals for how the IASB should draft disclosure requirements in IFRS. These proposals could change the way the IASB develops disclosure requirements in IFRS Standards.

On the horizon



Below are recent proposals that are currently open for comment from the NZASB, IASB and/or IPSASB. Please refer to the current exposure draft section on the XRB website for more details (www.xrb.govt.nz).

Standard/Exposure Draft	Comments due to NZASB/XRB by	Comments due to IASB by	Comments due to IPASB by
IASB DP/2020/2 Business Combinations under Common Control		1 September 2021	
IASB ED/2021/1 Regulatory Assets and Regulatory Liabilities		30 July 2021	

<u>IASB ED/2021/3/IASB's new approach to disclosure requirements</u>	1 September 2021	21 October 2021	
<u>IASB ED/2021/4/Lack of Exchangeability - Proposed amendments to IAS 21</u>	19 July 2021	1 September 2021	
<u>IASB RFI/Request for Information - Third Agenda Consultation</u>	7 July 2021	27 September 2021	
<u>IPSASB ED 76 Conceptual Framework Update: Chapter 7, Measurement of Assets and Liabilities in Financial Statements</u>	2 September 2021		25 October 2021
<u>IPSASB ED 77 Measurement</u>	2 September 2021		25 October 2021
<u>IPSASB ED 78 Property, Plant and Equipment</u>	2 September 2021		25 October 2021
<u>IPSASB ED 79 Non-current Assets Held for Sale and Discontinued Operations</u>	2 September 2021		25 October 2021

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