

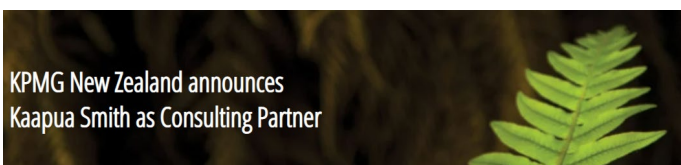
# KPMG Alumni News

NOVEMBER 2021



## Welcome to the November edition of the KPMG New Zealand Alumni News

Here we have our latest news, publications, and events, which we hope will be of interest to you.



### KPMG New Zealand announces Kaapua Smith as Consulting Partner

Earlier this month we welcomed our newest partner, Kaapua Smith (Ngāti Porou, Ngāti Apa, Ngāti Awa) who joined the firm as a Consulting Partner on 1 November 2021. Kaapua is based at our Wellington office in its Government Sector practice.

CEO Godfrey Boyce says the firm's newest partner demonstrates how fundamentally important the Government sector is to KPMG and the value the firm places on authentic leadership to navigate into the future.

"I'm pleased to welcome Kaapua to the firm and the KPMG whānau. She has a proven record of leading Māori and sustainability initiatives and is well respected in the public sector. Her appointment further strengthens our ambition to foster a partnership of expertise and diverse thinking, with a commitment to fuelling prosperity for all New Zealanders."

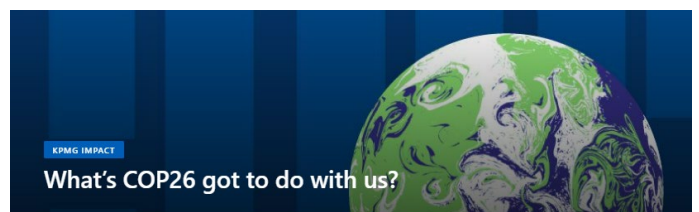
With a career spanning more than 17 years across government and corporate sectors, Kaapua has held influential roles such as Political Advisor and Press Secretary for the Minister of Māori Affairs and Press Secretary for the Minister for Whānau Ora, as well as positions at Te Puni Kokiri and Ministry of Foreign Affairs and Trade.

As an advocate for the development of Kaupapa Māori, Kaapua believes that Māori knowledge, systems and Tikanga can contribute to the sustainability of our country's natural resources and the advancement of the communities which most need support.

Kaapua joins KPMG after recently completing a seven-year tenure as Head of Sustainability at one of New Zealand's largest energy companies.

### Get in touch

**[Kaapua Smith](#)**  
Partner



## COP26

More than 120 world leaders attended COP26 in Glasgow which ran from 1 – 12 November 2021. COP26 – The UN Climate Change Conference brought together parties to the UN Framework on Convention on Climate Change (UNFCCC).

It began in 1994 when most UN member states committed to the UNFCCC to work together to present 'dangerous human interference' with the climate.

Our Agriculture sector presents a challenge as it produces a huge portion of our methane emissions. However, our global [Net Zero Readiness Index](#) recently evaluated New Zealand's technology, political will and readiness, and found that we are well positioned to transform the sector into a world-leading example if we capitalise on these factors.

In New Zealand, we're ramping up our activity with KPMG IMPACT, making sure our people are enabled and empowered to discuss and tackle these global issues. In the coming weeks, we'll be sharing more detail around IMPACT, resources to help you tell our IMPACT story, and training to equip you with the information and skills you need to help our clients.

You'll find some useful links below:

[COP26-Explained.pdf \(ukcop26.org\)](#)

[NDCs, Climate Finance And 1.5°C: Your Cop26 Jargon Buster \(newsroom.co.nz\)](#)

[What is climate change? A really simple guide](#)

<https://www.sbc.org.nz/insights/2021/whats-cop-got-to-do-with-it>

[COP26 Glasgow summit: How the world ran out of time on climate change \(smh.com.au\)](#)

<https://www.sbc.org.nz/insights/2021/cop26-event-guide>

## Pressure, opportunity and rationalisation: Fraud and...

International Fraud Awareness Week is a reminder that the best way to combat fraud is to stay educated

The best way to combat fraud is to stay educated about the nature of threats. This International Fraud Week, we've been sharing our insights on how COVID-19 has created the perfect environment for fraud, how cyber security plays a role, and why it's critical to keep employees educated and empowered to speak up.

[Covid-19 and the Fraud Triangle](#)

[Fraud Risk Appetite Statement](#)

[Fraud and technology](#)

[The courage to speak up](#)

[Keys to the kingdom](#)

**Get in touch**

[Mike Lowe](#)

Partner

## Community@KPMG



### Namaste, Sat Sri Akal, Vanakkam

On Thursday 4 November, the Hindu festival, Diwali, was celebrated with Tuesday 2 November marking the first day of the five-day festival.

Diwali or Deepavali (row of lamps), is an important and ancient Indian festival celebrated in Indian communities around the world. Colloquially known as "The Festival of Lights", Diwali signifies the triumph of light over darkness, good over evil and the renewal of life.

KPMG has been celebrating Diwali with colour and vibrancy for the last few years. This spirit is not shaken even with the continuing lockdowns in Auckland and the Waikato.

Food is a big part of Diwali – it helps bring families, friends and communities together. Whilst we may miss out on sharing sweets and samosas, the team have shared some of their favourite's recipes for anyone who would like to give it a go:

- [burfi](#)
- [gulab jamun](#)
- [suii ladoo](#)
- [samosas](#)

### AUCKLAND | Edmund Hillary School update

Justine Todd popped out to Papakura to drop off some goodies to our Auckland partner school, EHS, who have been busy assembling awesome kete taakaro for their school whanau.

The EHS team had been thinking about ways to support whanau during lockdown and hit upon the idea of sending out sports equipment and games. These 'Kete Taakaro' (sports kit) will help families to get outdoors, spend time together and just have some fun.

Ever-resourceful, Principal Raina had called a local onion grower who kindly offered her 200 new onion sacks, and then got seriously shopping - with backyard cricket, balls of every code, bats, swing ball sets, hula hoops and moon hoppers being slowly delivered to the school hall to be organised into family packs.

This huge undertaking is ongoing, but most whanau will be contacted to collect their kete taakaro.

KPMG has helped contribute to these kits through our annual donation and Justine dropped off some cookies and packs of jellybeans as a small treat to go with each kete.

This initiative has been a huge hit for the families who have already collected their ketes.



### Nourish Trust Donation

The Wellington office has again made a meaningful donation to Nourish Trust.

KPMG Wellington continues its caring tradition of donating \$10,000 (raised from sales of muffins in the Exchange Cafe) to Nourish Trust to support their mahi in providing much needed and appreciated Christmas food hampers.

Nourish is a registered charity, run by volunteers, who provide support and care for local communities by providing food to school children and families, throughout the Hutt Valley, Porirua and Tawa regions across the year, but especially at Christmas time when extra pressure can be put on a family trying to make ends meet.

They chose the word Nourish as it describes their goal – They want all children, and their families, to have the food and care they need to live, grow and be healthy.



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

## Financial Reporting

### Changes to statutory reporting and audit size thresholds

The Financial Reporting (Inflation Adjustments) Regulations 2021 comes into force on 1 January 2022 and this affects statutory reporting and audit size thresholds. External Reporting Board (XRB) recently published a [table](#) summarising the legislation impacted by the 2021 inflation adjustments.

### IFRS Interpretation Committee's (IFRIC's) final agenda decisions:

#### — Non-refundable Value Added Tax on Lease Payments

The finalised IFRIC agenda decision considered how a lessee accounts for any non-refundable value added tax (VAT) charged on lease payments under IFRS 16, *Leases*. Read this [IFRIC agenda decision](#) to find out more.

#### — Accounting for Warrants that are Classified as Financial Liabilities on Initial Recognition

The [IFRIC agenda decision](#) considered reclassification of warrant from financial liabilities to equity instruments after initial recognition when the instrument's contractual terms are unchanged under IAS 32 *Financial Instruments: Presentation*.

### Guidance on capitalisation of borrowing costs

The International Public Sector Accounting Standards Board (IPSASB) recently issued [Amendments to IPSAS 5, Borrowing Costs – Non-Authoritative Guidance](#) with illustrative examples and implementation guidance. Access this [link](#) for more details.

### Temporary Compliance Relief for Entities Reinstated

Legislation under the COVID-19 Response (Requirements For Entities – Modifications and Exemptions) Act 2020 was reinstated by Government on 3 November 2021. This allows registered entities affected by COVID-19 restrictions to make certain changes to their constitutions or rules, and to carry out certain tasks electronically. Further information can be found [here](#).

### Climate-related Disclosures

The Financial Sector (Climate-related Disclosures and Other Matters) Amendment Bill (CRD Bill) received Royal assent on 27 October 2021. Financial Markets Authority (FMA) recently published its [implementation approach](#) to enforcing and monitoring the Climate-related Disclosures regime over a period of approximately four years, through to 2025/26.

Read KPMG's web article "[What's the impact on restructuring provisions?](#)" on how climate-related risks impact on restructuring provisions. The External Reporting Board (XRB) has also released [FAQs](#) for Climate-related Disclosures.

## Business Reporting

### Global sustainability disclosure standards

— The IFRS Foundation Trustees (Trustees) announced [three significant developments](#) to provide the global financial markets with high-quality disclosures on climate and other sustainability issues on COP26 held on 3 November 2021.

This announcement included formation of the International Sustainability Standards Board (ISSB) and it is welcomed by the International Public Sector Accounting Standards Board (IPSASB). Access this [article](#) and live [webcast](#) from COP26 here.

— KPMG's article "[New sustainability standards board](#)" summarises the role and focus areas of the new International Sustainability Standards Board (ISSB).

Read this [article](#) for more information on how global sustainability disclosure standards will affect financial markets.

### Digital platform to navigate International Public Sector Accounting Standards (IPSAS)

The International Public Sector Accounting Standards Board (IPSASB) has launched a new digital platform – [e-International Standards](#) (eIS) for more accessibility to navigate International Public Sector Accounting Standards (IPSAS). Read this [article](#) to find out more.

[Register here to receive Reporting News by email.](#)

---

We value your connection with us and invite you to visit our Alumni website periodically to stay abreast of all the latest news and happenings at KPMG New Zealand. Please reach out to us if you would like additional information regarding any of the above topics.



**Aaron Woolsey**

KPMG NZ Alumni Partner

[kpmg.com/nz/en/home/alumni.html](https://kpmg.com/nz/en/home/alumni.html)

