

# NZ IFRIC 10: INTERIM FINANCIAL REPORTING AND IMPAIRMENT

## ISSUE

NZ IFRIC 10 addresses the following issue:

- Should an entity reverse impairment losses recognised in an interim period on goodwill and investments in equity instruments and in financial assets carried at cost if a loss would not have been recognised, or a smaller loss would have been recognised, had an impairment assessment been made only the end of a subsequent reporting period?

## SCOPE

NZ IFRIC 10 addresses the interaction between the requirements of NZ IAS 34 *Interim Financial Reporting* and the recognition of impairment losses on goodwill in NZ IAS 36 *Impairment of Assets* and certain financial assets in NZ IFRS 9 *Financial Instruments*, and the effect of that interaction on subsequent interim and annual financial statements.

## CONSENSUS

- An entity does not reverse an impairment loss recognised in a previous interim period in respect of goodwill.
- An entity does not extend this consensus by analogy to other areas of potential conflict between NZ IAS 34 and other NZ IFRSs.

## TIER 2 NZ IFRS RDR REPORTERS

NZ IFRS RDR Reporters are required to comply with NZ IFRIC 10 in full.