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Kia ora and welcome to this webinar

- We recommend using the side-by-side view
- Please keep your video off and remain on mute
- Put your questions into the Q&A. We may not be able to respond during webinar, but we will get back to you in due course
- Slides and recording will be made available after the webinar
- Survey to follow - Please provide us with your feedback
- **Thank you for joining us today**
  Enjoy the webinar

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Draft Climate Reporting Roadmap

Information about the proposals and consultation process

Presenter:

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Director Sustainability Reporting
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Project Manager Sustainability Reporting

The purpose of today's webinar

1. The proposals in the draft roadmap
2. What information we are seeking
3. How the consultation will run

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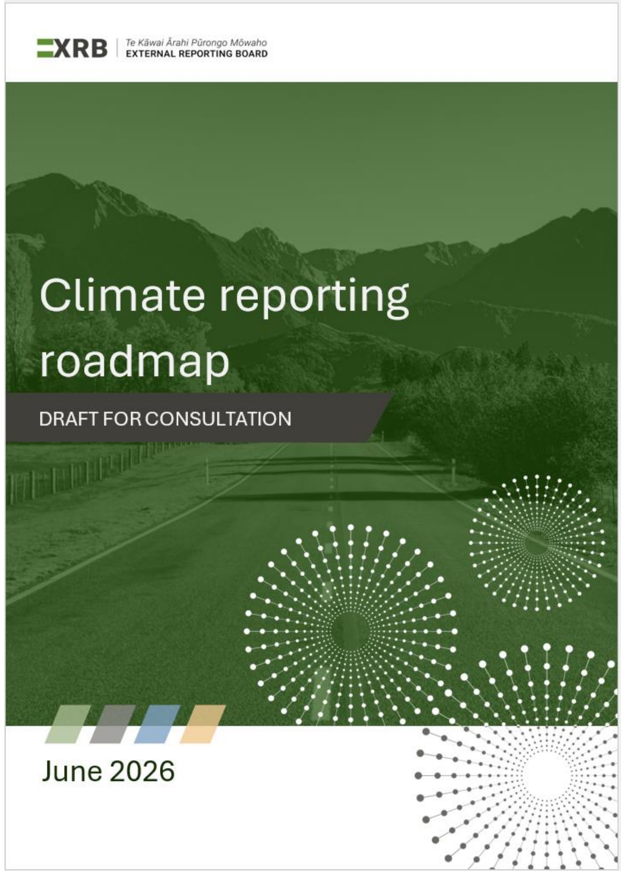
1 The proposals in the draft roadmap

The draft roadmap sets out a proposed strategic direction, not a final decision

The draft roadmap sets out the proposed **what, why and when** for climate reporting in New Zealand

These are proposals only; NZ CS continue to apply

Following consultation, the XRB intends to issue a final climate reporting roadmap



Climate reporting in New Zealand is at a turning point

International climate reporting trends

Stakeholder feedback

Domestic changes to legislative settings

Draft roadmap

Responds to drivers and sets direction for the next phase of climate reporting

The draft roadmap is based on three principles

1.

International alignment

Adopt IFRS S2 Climate-related Disclosures

2.

Harmonisation with Australia

Consider modifications to IFRS S2 to align with Australian settings

3.

Local relevance

Consider modifications to IFRS S2 to reflect domestic legislative settings, reporting practice and market context

Adopting IFRS S2 strengthens international comparability

1.

International alignment

- Aligns with global direction
- Improves comparability and credibility
- Provides a clearer future-state

Harmonisation with Australia supports comparable and efficient climate reporting

Responds to stakeholder direction

Improves trans-Tasman comparability

Reduces duplication and support transition

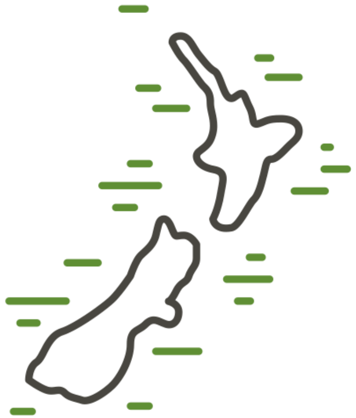
2.

Harmonisation with Australia

Locally relevant modifications will ensure NZ IFRS S2 works for New Zealand

3.

Local relevance

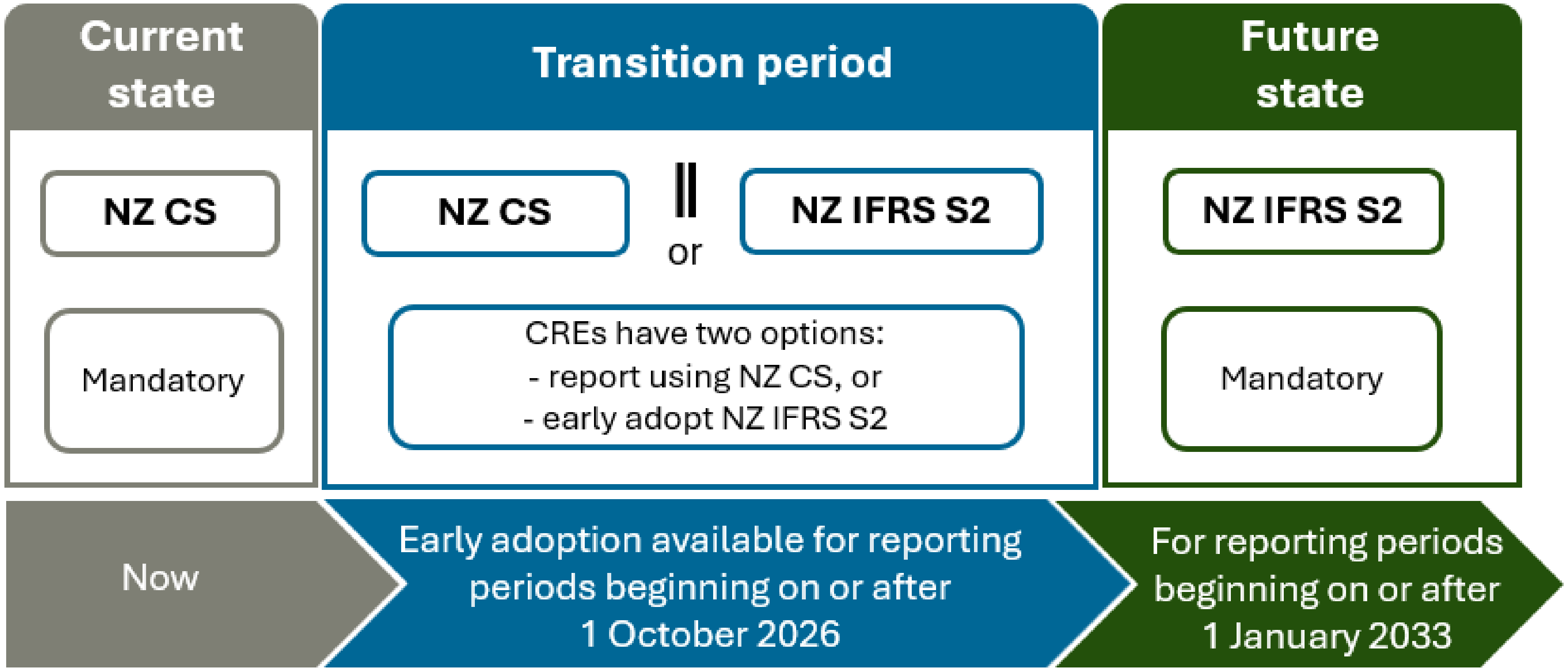


Start from IFRS S2

Fit New Zealand settings

Compelling reasons necessary

The transition is designed to be phased and manageable



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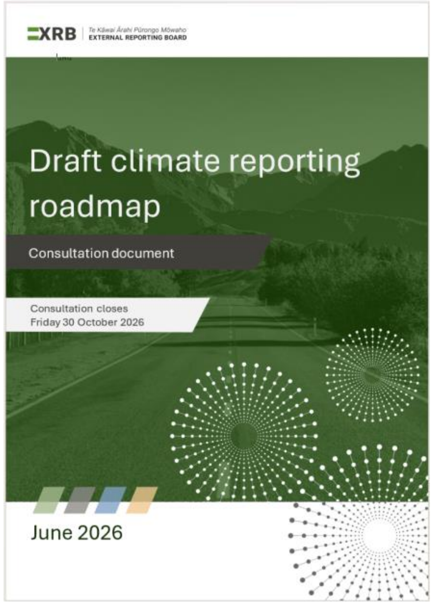
2

What information we are seeking

What do you think about the proposed strategic direction?



Internationally aligned, harmonised with Australia and locally relevant

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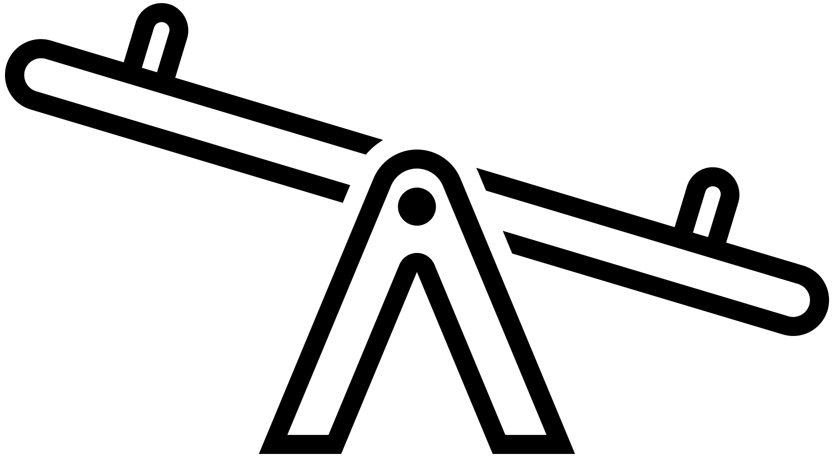
We are seeking your views on the proposed strategic direction for climate reporting

The roadmap is expected to deliver net benefits

Benefits

- Improve international comparability
- Support access to overseas capital
- Simplify compliance for CREs operating internationally
- Open access to broader range of support services



Costs

- One off transition costs
- *Potentially* ongoing costs for some CREs

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We are seeking further information on the benefits and costs of the draft roadmap

There are similarities and differences between IFRS S2 and NZ CS

Similarities	Differences
Structured around TCFD disclosure pillars	Several differences across Strategy pillar
Foundational principles and requirements	IFRS S2 requires additional disclosures on opportunity-related processes
Primary user definition	Additional Metrics and Targets disclosures and use of the GHG Protocol prescribed in IFRS S2
Governance disclosures	IFRS S2 includes proportionality mechanisms

We are seeking your views on what these differences mean in practice

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We are seeking your views on whether:

Primary user perspective

- Would adopting IFRS S2 improve the climate information you rely on?
- Which disclosures matter most to you?

CRE perspective

- Should any of the IFRS S2 requirements be removed or changed?

There are differences between IFRS S2 and the Australian reporting framework

There are two key differences between Australian climate-related disclosures framework and IFRS S2

Industry based metrics

- AASB S2 does not require reference to SASB standards
- Plans to finalise mandatory requirements by 2030

Scenario analysis

- Australian law requires analysis of two temperature-defined scenarios
- 1.5^{O}C and well exceeding 2^{O}C

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We are seeking your views on options for Australian harmonisation

We are seeking input on any necessary locally relevant modifications

- Objective is to issue an NZ IFRS S2 that is locally relevant while remaining aligned as possible with IFRS S2
- New Zealand is not starting from scratch; unique compared to other jurisdictions

Legislative and regulatory settings

- Technical amendments required to ensure consistency with domestic legal framework

Reporting practice and market context

- Potential additions, removals or changes to IFRS S2

We are seeking input on any necessary locally relevant modifications

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We are your seeking views on any modifications to reflect New Zealand's *reporting practice* and *market context*

Potential ***additions*** to IFRS S2

Potential ***removals*** from IFRS S2

Potential ***changes*** from IFRS S2

Compelling reasons for the above

A long transition period is proposed

NZ IFRS S2 issued

All CREs must report using NZ IFRS S2 for reporting periods beginning on or after 1 January 2033

October
2026

Early adoption of NZ IFRS S2 permitted for reporting periods beginning on or after 1 October 2026

Quarter 3
2027

December
2032

NZ CS no longer available

January
2033

Transition period

All CREs can elect to either apply *NZ CS or NZ IFRS S2* during transition period but cannot revert to NZ CS if NZ IFRS S2 adopted early

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We are seeking your views on the proposed implementation timeline

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3 How the consultation will run

Now is the time to engage and help shape the final roadmap

- Consultation closes on **Wednesday 30 September 2026**
- Stakeholders can respond via virtual and in-person feedback forums, or written submissions
- Written submissions can be sent to **sustainability@xrb.govt.nz**
- We encourage you to respond to any or all questions
- The final roadmap will be shaped by what the XRB hears through this consultation

Visit the consultation page on the website

We strongly encourage stakeholder to engage now on substance of what could be include in a possible ED

- If supported, XRB plans to consult on ED NZ IFRS S2
- Accelerated consultation to enable early adoption from 1 Oct 2026
- This is the key chance to shape whether we proceed — and what is included
- We welcome input even if you don't support the direction

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Pātai
Questions?

Find out more
https://www.xrb.govt.nz/consultations/climate/draftclimatereportingroadmap2026

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Thank you

Mā te wā