

# China Accounting Alert

October 2025

*China Accounting Alert* provides an overview of new accounting standards for business enterprises and regulatory rules in the Chinese mainland, updates on IFRS and EY publications.

## Mainland news and updates

- China Securities Regulatory Commission (CSRC) issues the amended *Code of Corporate Governance for Listed Companies* To further standardize the conduct of directors, senior executives, controlling shareholders and actual controllers of listed companies, the CSRC issued the amended [Code of Corporate Governance for Listed Companies](#) (CSRC Announcement [2025] No. 18, the "Code of Corporate Governance") which will become effective from 1 January 2026. The major amendments are as follows:
  - Firstly, enhancing the regulatory framework for directors and senior executives by comprehensively standardizing their appointment, performance of duties, and dismission, to urge them to fulfill their responsibilities faithfully and diligently.
  - Secondly, improving the robust incentive and restraint mechanism for directors and senior executives, and requiring listed companies to establish compensation management rules, according to which the remuneration of directors and senior executives can be aligned with the companies' performance and individuals' contributions, so that the interests of directors and senior executives can be aligned with those of the companies.
  - Thirdly, standardizing the conduct of controlling shareholders and actual controllers, prohibiting horizontal competition that might have a material adverse effect on listed companies, and further strengthening the review responsibility and decision-making requirements in relation to related-party transactions.
  - Fourthly, ensuring the transition with other rules.

## International Accounting Standards Board (IASB) news and updates

### IASB Update [September](#) 2025

<b>Work plan overview</b>	▪ IASB work plan update
<b>Research and standard setting</b>	▪ Financial instruments with characteristics of equity ▪ Amortized cost measurement ▪ Equity method ▪ Business combinations – Disclosures, goodwill and impairment ▪ Statement of cash flows and related matters
<b>Maintenance and consistent application</b>	▪ Provisions – Targeted improvements
<b>Strategy and governance</b>	▪ Fourth Agenda Consultation

### IFRIC Update [September](#) 2025

<b>Committee's tentative agenda decisions</b>	▪ Classification of a foreign exchange difference from an intragroup monetary liability (or asset) ( <i>IFRS 18 Presentation and Disclosure in Financial Statements</i> ) ▪ Economic benefits from use of a battery under an offtake arrangement ( <i>IFRS 16 Leases</i> )
<b>Other matters</b>	▪ Business combinations – Disclosures, goodwill and impairment ▪ Statement of cash flows and related matters ▪ Work in progress

### ISSB Update [September](#) 2025

<b>Research and standard setting</b>	▪ Biodiversity, ecosystems and ecosystem services ▪ Enhancing the Sustainability Accounting Standards Board's (SASB) standards
<b>Maintenance and consistent application</b>	▪ Amendments to greenhouse gas emissions disclosures

## EY publications

- **IFRS Core tools: IFRS Update of Standards and interpretations in issue at 30 September 2025**

This [publication](#) provides an overview of the upcoming changes in standards and interpretations (pronouncements). It also provides an update on selected active projects. It does not attempt to provide an in-depth analysis or discussion of the topics. Rather, the objective is to highlight key aspects of these changes. Reference should be made to the text of the pronouncements before taking any decisions or actions.

- **IFRS Quarterly Tax Developments (September 2025)**

This [edition](#) provides an overview of certain enacted and substantively enacted tax legislation and IFRS accounting developments, as well as certain regulatory developments and other items through 23 September 2025, except as noted.



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APAC no. 03024147  
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