

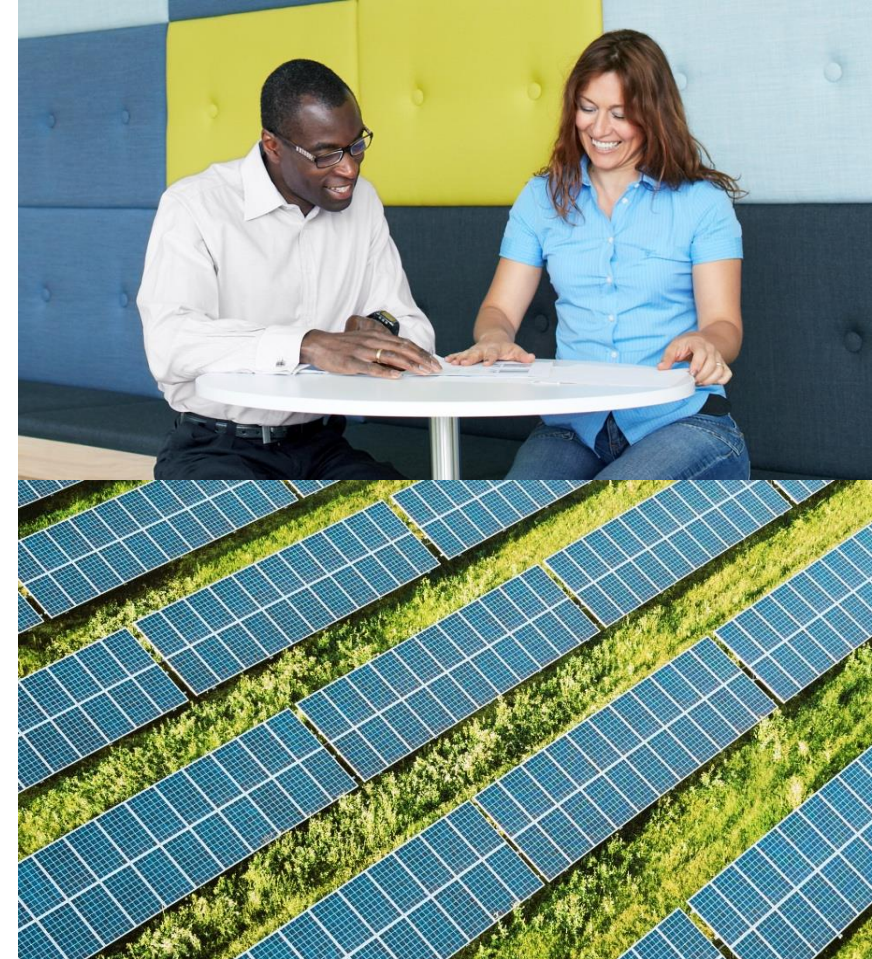
IFRS 18 – Implications for Statkraft

Andreas Schwaderlapp – Senior Specialist Accounting Policies Group

Jørgen Ervik – Head of Financial Master Data Unit

Approach to Implementing IFRS 18

- **Large and complex organisation**
 - Europe's largest producer of renewable energy
 - Approx. 5.700 employees in 21 countries
- **Financial reporting (group) («top-down»)**
 - Overall IFRS 18 analysis and project management
- **Kick-off with organisation («bottom-up»)**
 - All segments, staff areas, Treasury, IT, SAP/ERP etc
 - Who can be impacted by IFRS 18 and how? Systems!
- **Board, audit committee, corporate management**
 - Involve in relevant decisions that impact P&L and KPIs
- **Auditor**
 - Invited to kick-off, ongoing communication and discussions
- **Peers & stakeholders**
 - Industry, listed companies, rating agencies, banks etc.



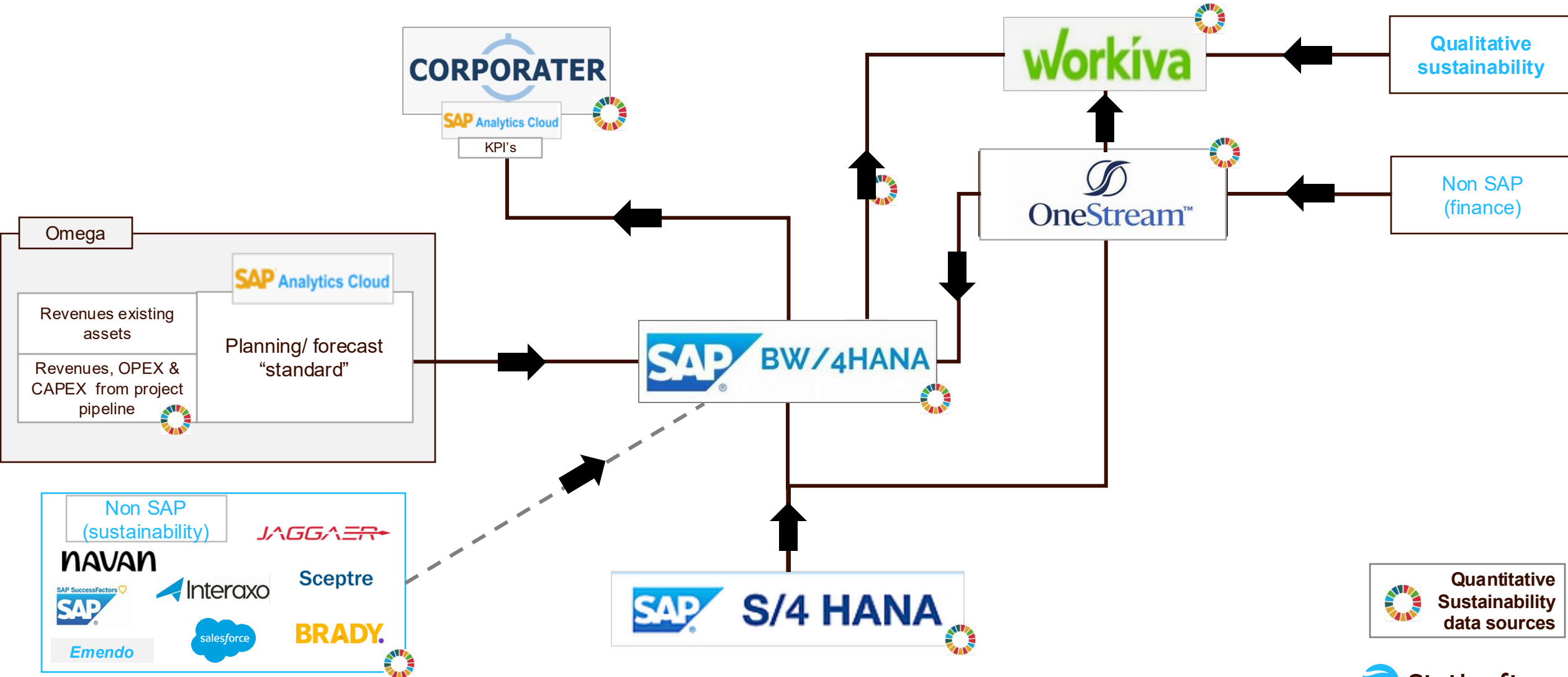
IFRS 18 Implementation Challenges and Policy Decisions

- **Presentation of profit or loss**
 - New line items and subtotals, impact also APM/MPM
 - New categories (operating, investing, financing) – more than just «moving line items» (see below)
 - Replace EBIT/EBITDA with operating profit/OPDAI?
 - Minor impact on balance sheet and cash flow statement
- **Foreign exchange gains/losses, interest income/expense and certain derivatives**
 - Currently in financial items (IAS 1), need to be allocated to new categories in IFRS 18
 - Requires deep-dive into instruments, transactions, ERP and Treasury Systems
- **«Go-Life» in Q1/2027 – but data collection needs to be ready in Q1/2026**
 - In order to present comparative information in 2027, data needs to be captured at a more granular level
 - Impacts many systems and processes → IFRS 18 is part of a bigger picture!

IFRS 18 is part of a bigger picture:

- Reshaping process and system architecture

To-Be Architecture



IFRS 18 - Main System Implications

2025

2026

2027

- 
- Analyze and assess impacts on Account Structure, APM, and MPMs.
 - Review SAP General Ledger to identify balance sheet accounts needing new FX-specific accounts based on monetary item classification.
 - Redesign FX valuation logic and implement new SAP accounts.
 - External Bank
 - In-House Bank
 - OIM Accounts
 - AP/AR & “Other Monetary Accounts”
 - Examine Account Master Data for FX-affected monetary items on the balance sheet.
 - Create new accounts for Treasury System items and verify TS to SAP interface.
 - Map to Financial Statement (and Local Financial Statement)
- Go-Live in SAP with new information on IAS 1 structure
 - New IFRS 18 Account Structure in OneStream and SAP BW
 - New Segment Hierarchy in OneStream
 - Reconcile Data from old structures to new structures
 - Rebuild all KPIs for performance management in BW and Corporator with the new account hierarchy
 - Perform thorough end-to-end testing of the updated consolidation system, CoA, IFRS 18 compliance, and KPI validation
- Reassign accounts from the IAS 1 framework to the IFRS 18 structure, including both external accounts and internal (intercompany) mappings within SAP.
 - Reconcile figures from Cognos and OneStream
 - Execute the OneStream go-live utilizing the updated IFRS 18-compliant account structure.
 - Validate the 2026 comparable figures to guarantee consistency and precision throughout the transition.
 - Confirm the integration between OneStream and Workiva to facilitate reporting and compliance processes.

SAP Account Analysis

- An analysis is performed for every account related that can carry FX effects
- This is linked to a particular scenario that combines Account Master Data with SAP settings.
- This connection guarantees accurate accounting and posting of all FX transactions. Following this, these accounts are classified under an IFRS 18 category and mapped correctly in the account hierarchy for the new PnL.

Scenario	Description	Account Type	Valuation	Clearing	Exchange Rate Key	Table	Setup	IFRS Category	Mapping to Financial Statement
1	Bank accounts (Operating, Investing, Financing)	Not Open Item Managed	Realized only and against it self.	No	OPR, INV, FIN	T030S	Mapped in FS00		
2	Block valuation attempts	Not Open Item Managed	Blocked	No	BLNK	T030S	All fields blank (error triggered)		
3	Non-monetary open items	Open Item Managed	No	Realized only	N/A	T030H	Realized gain/loss only; no target or unrealized accounts		
4	Monetary open items	Open Item Managed	Unrealized + Realized	Yes	N/A	T030H	Full setup: realized, unrealized, and target account		
5	Treasury-only open items	Open Item Managed	No	Realized only	N/A	T030H	Same as Scenario 3, but for TR accounts only		
6	Monetary not open items	Not open Item Managed	Unrealized + Realized	No	N/A	T030H	Full setup: realized, unrealized, and target account		

Account Master Data

G/L Account: 154020

Statkraft IHB EUR (operation)

Company Code: 3058

Statkraft Markets GmbH

Type/Description

Control Data

Create/bank/interest

Key word/translation

Account control in company code

Account Currency: EUR

Euro

Balances in Local Crpy Only: ☐

Exchange Rate Difference Key:

Valuation Group:

Alternative Account No.:

T030S Table

Chart of Accounts: CANO

Chart of account

Transaction: KDB

Exch. Rate Diff. Using Exch. Rate Key

Account assignment

Exchange rate...	Expense acco...	E/R gains acct	Rolling Valuati...	Rolling Valuati...
	816000	806000		

T030H Table

Chart of Accounts: CANO

Chart of account

G/L Account: 156140

Currency:

Curr./Val. Type:

Exchange rate difference realized

Loss: 816000

Gain: 806000

Valuation

Val.Loss 1: 816100

Val.Gain 1: 806100

BS Adjustment 1: 157790

Translation

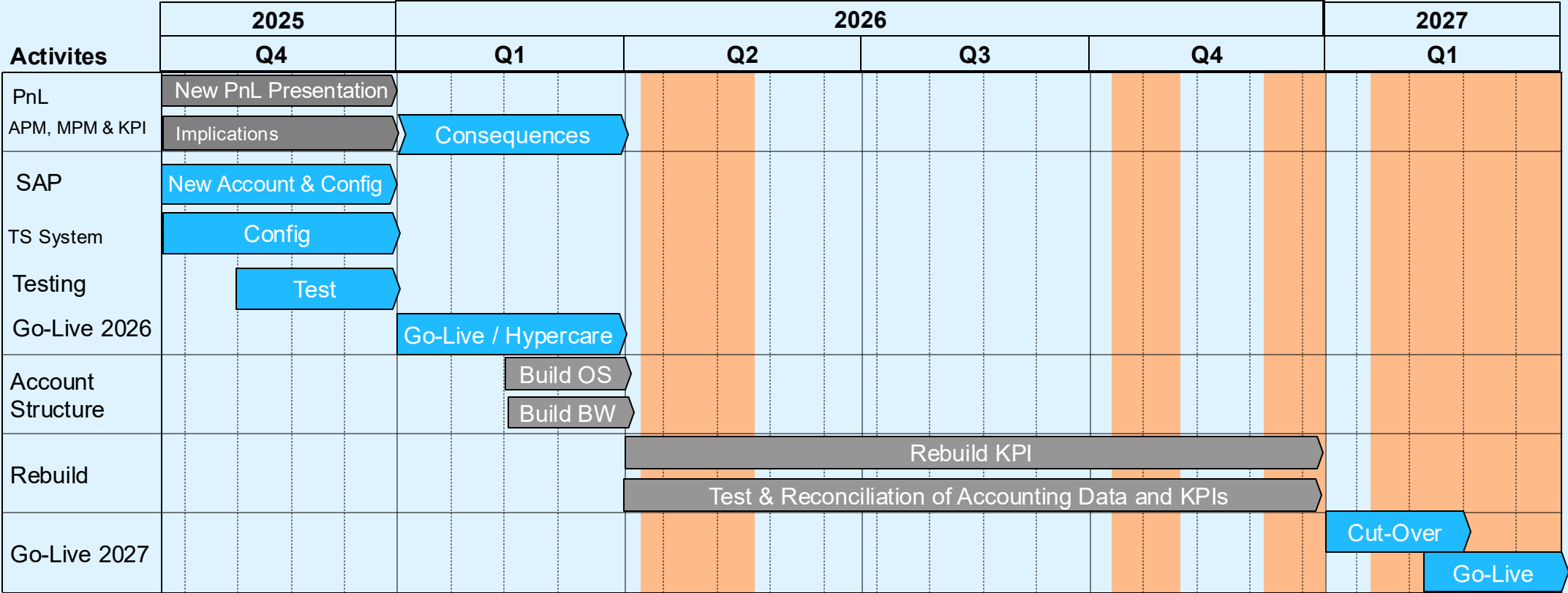
Loss: 816100

BS Adjustment Loss: 157790

Gain: 806100

BS Adjustment Gain: 157790

Main Implementation Activities



Thank you

More info at statkraft.com