Australian Government
Department of Finance

Standard Parameters for use in 2025–26 financial statements

30 June 2026

Standard Parameters

The following standard parameters should be used by Commonwealth entities[1] in the preparation of their 2025–26 financial statements. Entities should carefully consider the nature and type of an accounting calculation before selecting a discount rate to be used.

Parameter	Value	Website
Consumer Price Index Forecasts at 30 June 2026 (per 2026–27 Budget)		
2025–26	5.00%	Available on budget.gov.au in:
2026–27	2.50%	Budget Paper No. 1 - Budget Strategy and Outlook
2027–28	2.50%	Statement 1, Table 1.1: Major Economic Parameters (page 7)[2]
2028–29	2.50%	
2029–30	2.50%	
Wage Price Index[3] Forecasts at 30 June 2026 (per 2026–27 Budget)		
2025–26	3.25%	Available on budget.gov.au in:
2026–27	3.50%	Budget Paper No. 1 - Budget Strategy and Outlook
2027–28	3.50%	Statement 1, Table 1.1: Major Economic Parameters (page 7)[2]
2028–29	3.50%	
2029–30	3.75%	

[1] https://www.finance.gov.au/government/managing-commonwealth-resources/structure-australian-government-public-sector/pgpa-act-flipchart-and-list
[2] https://budget.gov.au/content/bp1/index.htm
[3] Seasonally adjusted, through-the-year growth to the June quarter.

Parameter	Value	Website
Real Gross Domestic Product[4] Forecasts at 30 June 2026 (per 2026–27 Budget) 2025–26 2026–27 2027–28 2028–29 2029–30	 2.25% 1.75% 2.25% 2.50% 2.50%	Available on budget.gov.au in: Budget Paper No. 1 - Budget Strategy and Outlook Statement 1, Table 1.1: Major Economic Parameters (page 7)[2]
Commonwealth Government Bonds (yields) at 30 June 2026 Short term 2 years 3 years 5 years	4.41% 4.36% 4.40%	https://www.rba.gov.au/statistics/tables/#interest-rates (table: *Capital Market Yields – Government Bonds – Daily – F2*)
Long term 10 years[5]	4.73%	
Longest dated Treasury Bond at 30 June 2026 (Jun 2054)[6]	5.26%	https://www.rba.gov.au/statistics/tables/#interest-rates (table: *Indicative Mid Rates of Australian Government Securities – F16*)
Rate from Long-term Cost Report (for budget purposes)	5.0%	*PSS and CSS Long Term Cost Report 2023*[7]
Group of 100 Discount Rate[8] (used by for-profit Corporate entities only)	See website	Discount Rate – June 2026 – Group of 100 The 30 June 2026 Group of 100 discount rate is available to purchase for $220 (GST inclusive).

[4] Real rates are nominal rates adjusted for inflation.
[5] The Long Service Leave shorthand model uses the 10-year Treasury bond rate.
[6] Only to be used where the longest dated government bond is appropriate under accounting standards, that is, it is a close match to the expected average maturity of a liability.
[7] https://www.finance.gov.au/government/superannuation/superannuation-costs-and-reports/pss-and-css-long-term-cost-reports.
[8] For-profit entities, that use a corporate bond yield, will also be required to prepare calculations using a government bond yield for the purpose of preparing Australian Government Consolidated Financial Statements, which is collected in the supplementary reporting pack.

Parameter	Value	Website
Exchange Rates		
RBA/XE.com – 30 June 2026 rates		
Canadian dollar (CAD)	0.9778	https://www.rba.gov.au/statistics/tables/#exchange-rates (F11.1 Exchange Rates: 2023 to Current)
Chinese renminbi (CNY)	4.6647	
European euro (EUR)	0.6034	
Hong Kong dollar (HKD)	5.3871	
Indian rupee (INR)	64.94	
Indonesian rupiah (IDR)	12298	
Japanese yen (JPY)	111.48	
Malaysian ringgit (MYR)	2.7957	
New Taiwan dollar (TWD)	21.89	
New Zealand dollar (NZD)	1.2166	
Papua New Guinea kina (PGK)	3.0127	
Singapore dollar (SGD)	0.8895	
South Korean won (KRW)	1063.49	
Swiss franc (CHF)	0.5564	
Thai baht (THB)	22.87	
UK pound sterling (GBP)	0.5193	
United States dollar (USD)	0.6869	
Vietnamese dong (VND)	18072	
Trade-weighted Index (4pm)	64.60	
Special Drawing Right	0.5065	
Rates for Market Sensitivity Analysis[9]		
Interest Rate sensitivity analysis standardised rate (**IRSA rate**)	0.99%	Not applicable.
Foreign Exchange sensitivity analysis standardised rate (**FXSA rate**)	9.06%	Not applicable.

[9] Standard rates are required by subsection 16(8) of the *Public Governance, Performance and Accountability (Financial Reporting) Rule 2015* – market risk sensitivity analysis. These rates are issued by the Department of Finance and are based on Reserve Bank of Australia data.

Long Service Leave (LSL) – Shorthand method standard factors for calculating LSL entitlements transfers only

The following factors can be used in the calculation of transfers of funding for LSL entitlements when Australian Public Service (APS) employees move between Commonwealth entities[10]. The Salary Growth Rate chosen should reflect each entity's expected long-term (10 year) salary growth rate for its staff. These factors are not appropriate for use by private sector or state/territory government entities.

Note: These tables are for calculating transfers between Commonwealth entities only and must not be used for calculating an entity's LSL liability at 30 June. The requirements for calculating LSL liabilities are prescribed by section 24(1) of the *Public Governance, Performance and Accountability (Financial Reporting) Rule 2015*.

See RMG 125 *Commonwealth Entities Financial Statements Guide* for additional guidance.

LSL – Table of Probability Factors

Completed years of service	Probability weights
0	55.0%
1	65.0%
2	70.0%
3	75.0%
4	80.0%
5	85.0%
6	90.0%
7	90.0%
8	95.0%
9	100.0%
10+	100.0%

[10] https://www.finance.gov.au/government/managing-commonwealth-resources/structure-australian-government-public-sector/pgpa-act-flipchart-and-list

	LSL - 10 Year Commonwealth Bond (Discount) Yield per annum – at 30 June 2026																				
Salary Growth Rate	**1.00%**	**1.25%**	**1.50%**	**1.75%**	**2.00%**	**2.25%**	**2.50%**	**2.75%**	**3.00%**	**3.25%**	**3.50%**	**3.75%**	**4.00%**	**4.25%**	**4.50%**	**4.75%**	**5.00%**	**5.25%**	**5.50%**	**5.75%**	**6.00%**
1.00%	100.0%	98.1%	96.2%	94.4%	92.7%	91.0%	89.3%	87.8%	86.3%	84.8%	83.4%	82.0%	80.6%	79.3%	78.1%	76.9%	75.7%	74.5%	73.3%	72.1%	70.9%
1.50%	104.1%	102.0%	100.0%	98.1%	96.2%	94.4%	92.7%	91.0%	89.4%	87.8%	86.3%	84.8%	83.4%	82.0%	80.7%	79.4%	78.2%	76.9%	75.7%	74.5%	73.3%
2.00%	108.5%	106.2%	104.1%	102.0%	100.0%	98.1%	96.3%	94.5%	92.7%	91.1%	89.4%	87.9%	86.4%	84.9%	83.5%	82.1%	80.8%	79.4%	78.2%	76.9%	75.7%
2.50%	113.1%	110.7%	108.4%	106.2%	104.1%	102.0%	100.0%	98.1%	96.3%	94.5%	92.8%	91.1%	89.5%	87.9%	86.4%	85.0%	83.6%	82.1%	80.8%	79.4%	78.2%
3.00%	118.1%	115.5%	113.1%	110.7%	108.4%	106.2%	104.1%	102.0%	100.0%	98.1%	96.3%	94.5%	92.8%	91.1%	89.5%	88.0%	86.5%	85.0%	83.5%	82.1%	80.8%
3.50%	123.4%	120.7%	118.0%	115.4%	113.0%	110.6%	108.3%	106.2%	104.0%	102.0%	100.0%	98.1%	96.3%	94.5%	92.8%	91.2%	89.6%	88.0%	86.5%	85.0%	83.5%
4.00%	129.1%	126.2%	123.3%	120.5%	117.9%	115.4%	112.9%	110.6%	108.3%	106.1%	104.0%	102.0%	100.0%	98.1%	96.3%	94.6%	92.9%	91.2%	89.5%	88.0%	86.5%
4.50%	135.3%	132.1%	129.0%	126.0%	123.2%	120.4%	117.8%	115.3%	112.9%	110.5%	108.3%	106.1%	104.0%	102.0%	100.0%	98.2%	96.3%	94.6%	92.8%	91.2%	89.6%
5.00%	141.8%	138.4%	135.0%	131.9%	128.8%	125.9%	123.0%	120.3%	117.7%	115.2%	112.8%	110.5%	108.2%	106.1%	104.0%	102.0%	100.0%	98.2%	96.3%	94.6%	92.8%