

Financial INSIGHT

September 2011

New and Revised Accounting Standards and Interpretations from the AASB

Standards that are effective for either full or half years ending 30 June 2011

The below table shows the new and revised accounting standards (including amending standards) and interpretations that are mandatory for the first time for full years ending 30 June 2011 and half years ending 30 June 2011.

Standard	Effective Date	Requirements or amendments	Half Year Ending 30/06/2011	Full Year Ending 30/06/2011
AASB 124 <i>Related Party Disclosures</i>	1 January 2011	<p>The main changes from AASB 124 as issued in December 2005 (as amended) are described below.</p> <p>(a) The definition of a related party is simplified, clarifying its intended meaning and eliminating inconsistencies from the definition, including:</p> <ul style="list-style-type: none"> (i) the definition now identifies a subsidiary and an associate with the same investor as related parties of each other; (ii) entities significantly influenced by one person and entities significantly influenced by a close member of the family of that person are no longer related parties of each other; and (iii) the definition now identifies that, whenever a person or entity has both joint control over a second entity and joint control or significant influence over a third party, the second and third entities are related to each other. <p>(b) A partial exemption is provided from the disclosure requirements for government-related entities. Entities that are related by virtue of being controlled by the same government can provide reduced related party disclosures.</p>	Mandatory	Optional

Standard	Effective Date	Requirements or amendments	Half Year Ending 30/06/2011	Full Year Ending 30/06/2011
AASB 2009-5 <i>Annual Improvements</i>	1 January 2010	Amends AASB 5, 8, 101, 107, 117, 118, 136, 139 as a result of the annual improvements project.	Already applied	Mandatory
AASB 2009-8 <i>Share-based payments</i>	1 January 2010	Amends AASB 2 <i>Share-based Payment</i> and supersedes Interpretation 8 Scope of AASB 2 and Interpretation 11 AASB 2 - <i>Group and Treasury Share Transactions</i> .	Already applied	Mandatory
AASB 2009-10 <i>Classification of rights issues</i>	1 February 2010	Clarifies that rights, options or warrants to acquire a fixed number of an entity's own equity instruments for a fixed amount in any currency are equity instruments if the entity offers the rights, options or warrants pro rata to all existing owners of the same class of its own non-derivative equity instruments.	Mandatory	Mandatory
AASB 2009-14 <i>Defined Benefit Plans</i>	1 January 2011	Amends Interpretation 14 AASB 119 - <i>The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction</i> .	Mandatory	Optional
AASB 2010-3 <i>Annual Improvements</i>	1 July 2010	This standard amends AASB 3, 7, 121, 128, 131, 132 and 139 as a result of the annual improvements project.	Mandatory	Mandatory
Interpretation 19 <i>Debt for Equity Swaps</i>	1 July 2010	This Interpretation addresses the accounting by an entity when the terms of a financial liability are renegotiated and result in the entity issuing equity instruments to a creditor of the entity to extinguish all or part of the financial liability. It does not address the accounting by the creditor.	Mandatory	Mandatory

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