

Financial INSIGHT

January 2012

New and Revised Accounting Standards and Interpretations from the AASB

Standards that are effective for either full or half years ending 31 Dec 2011

The below table shows the new and revised accounting standards (including amended standards) and interpretations that are mandatory for the first time for full years ending 31 December 2011 and half years ending 31 December 2011.

| Standard | Effective Date | Requirements or amendments | Half Year Ending 31/12/2011 | Full Year Ending 31/12/2011 |
|---|----------------|---|-----------------------------|-----------------------------|
| AASB 124 <i>Related Party Disclosures</i> and AASB 2009-12 (consequential amendments) | 1 January 2011 | <p>The main changes from AASB 124 as issued in December 2005 (as amended) are:</p> <ul style="list-style-type: none">• The definition of a related party is simplified, to provide clarification and eliminate inconsistencies. Changes include:<ul style="list-style-type: none">- The definition now identifies a subsidiary and an associate with the same investor as related parties of each other;- 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- 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 entity, the second and third entities are related to each other.• 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. | Mandatory | Mandatory |

| Standard | Effective Date | Requirements or amendments | Half Year Ending 31/12/2011 | Full Year Ending 31/12/2011 |
|--|----------------|--|----------------------------------|-----------------------------|
| AASB 2009-14 <i>Prepayments of a Minimum Funding Requirement</i> | 1 January 2011 | This standard amends Interpretation 14 AASB 119 <i>The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction</i> . These amendments arise from the issuance of <i>Prepayments of a Minimum Funding Requirement (Amendments to IFRIC 14)</i> . | Mandatory | Mandatory |
| AASB 2010-4 <i>Annual Improvements</i> | 1 January 2011 | This standard amends AASB 1, 7, 101, 134 and Interpretation 13 as a result of the annual improvements project. Amendments to AASB 134 <i>Interim Financial Reporting</i> clarify guidance regarding disclosure of significant events and transactions. | Mandatory | Mandatory |
| AASB 2010-5 <i>Amendments to Australian Accounting Standards</i> | 1 January 2011 | This standard amends AASB 1, 3, 4, 5, 101, 107, 112, 118, 119, 121, 132, 133, 134, 137, 139, 140, 1023, 1038 and Interpretations 112, 115, 127, 132 & 1042 as a result of editorial corrections made by the IASB and AASB. | Mandatory | Mandatory |
| AASB 2010-6 <i>Amendments to Australian Accounting Standards - Disclosures on Transfers of Financial Assets</i> | 1 July 2011 | This standard adds and amends AASB 7 disclosure requirements about transfers of financial assets, including in respect of the nature of the financial assets involved and the risks associated with them. | N/A (full year disclosures only) | Optional |
| AASB 2011-1 <i>Amendments to Australian Accounting standards arising from the Trans-Tasman Convergence Project</i> | 1 July 2011 | This standard amends AASB 1, 5, 101, 107, 108, 121, 128, 132, 134 and Interpretations 2,112 & 113) as a result of the Trans-Tasman Convergence Project. | Mandatory | Optional |
| AASB 2011-5 <i>Amendments to Australian Accounting Standards - Extending Relief from Consolidation, the Equity Method and Proportionate Consolidation</i> | 1 July 2011 | This standard makes amendments to AASB 127, 128 & 131 for not-for-profit entities. | Mandatory | Optional |

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