

# **Disposition of UIG Abstracts re 2005**

**Last updated 30 September 2005**

## **Adoption of IASB Pronouncements in Australia**

The Australian Accounting Standards Board (AASB) has implemented the Financial Reporting Council's policy of adopting the Standards of the International Accounting Standards Board (IASB) for application to reporting periods beginning on or after 1 January 2005. The AASB will continue to issue sector-neutral Standards, that is, Standards applicable to both for-profit and not-for-profit entities, including public sector entities. Except for Standards that are specific to the not-for-profit or public sectors or that are of a purely domestic nature, the AASB is using IASB Standards as the "foundation" Standards to which it adds material detailing the scope and applicability of a Standard in the Australian environment. Additions will be made, where necessary, to broaden the content to cover sectors not addressed by an IASB Standard and domestic, regulatory or other issues.

The same approach applies to UIG Abstracts, with the adoption of the IASB Interpretations originated by the International Financial Reporting Interpretations Committee (IFRIC) or the former Standing Interpretations Committee (SIC) for application to annual reporting periods beginning on or after 1 January 2005.

The UIG also revised the UIG Abstracts addressing domestic issues that are being retained alongside the Australian equivalents to IASB Standards and Interpretations. The revision updated references to revised Australian Standards and ensures consistency with those Standards. Reissued UIG Abstracts are now called UIG Interpretations.

## **Review of UIG Abstracts and SIC/IFRIC Interpretations**

UIG Issues Paper 04/3 "Revision of Various UIG Abstracts for 2005" addresses the revision of the Abstracts potentially to be retained. Issues Paper UIG/SIC 04/1 "Adoption of Various SIC Interpretations in Australia" addressed the SIC Interpretations to survive beyond 2005 (i.e. those not superseded by revised IASB Standards). Both Issues Papers are available on the AASB web site, under Work Program/UIG/IASB 2005.

The disposition of UIG Abstracts and extant SIC/IFRIC Interpretations are summarised in the following lists:

- List A – Australian Interpretations corresponding to SIC or IFRIC Interpretations;
- List B – Abstracts superseded by Australian Interpretations – withdrawn in 2004;
- List C – Abstracts superseded by the Australian equivalents of IASB Standards – withdrawn in 2004; and
- List D – Abstracts withdrawn in 2003.

## **UIG Abstracts Withdrawn**

All UIG Abstracts have now been withdrawn in relation to annual reporting periods beginning on or after 1 January 2005. Only UIG Interpretations apply alongside the Australian equivalents to International Financial Reporting Standards.

## List A – Australian Interpretations corresponding to SIC or IFRIC Interpretations

This list covers all of the existing SIC and IFRIC Interpretations. Many SIC Interpretations were superseded by revised IASB Standards in December 2003, and three more were superseded by IFRS 3 *Business Combinations* in March 2004.

UIG Interpretations that correspond to IFRIC Interpretations carry the same number. UIG Interpretations that correspond to SIC Interpretations are numbered in the 100 series.

<b>Interp'n</b>	<b>Title</b>	<b>UIG Document</b>
IFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	Interpretation 1, July 2004
IFRIC 2	Members' Shares in Co-operative Entities and Similar Instruments	Interpretation 2, March 2005
IFRIC 3	Emission Rights [Withdrawn by IASB, June 2005]	Interpretation 3, issued March 2005, and withdrawn September 2005
IFRIC 4	Determining whether an Arrangement contains a Lease	Interpretation 4, June 2005
IFRIC 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	Interpretation 5, June 2005
IFRIC 6	Liabilities arising from Participating in a Specific Market – Waste Electrical and Electronic Equipment	Proposed Interpretation, for consideration by AASB at October 2005 meeting
SIC-7	Introduction of the Euro	Interpretation 107, July 2004
SIC-10	Government Assistance – No Specific Relation to Operating Activities	Interpretation 110, July 2004
SIC-12	Consolidation – Special Purpose Entities [revised]	Interpretation 112, December 2004 (supersedes Abstract 28)
SIC-13	Jointly Controlled Entities – Non-Monetary Contributions by Venturers	Interpretation 113, July 2004 (supersedes Abstract 36)
SIC-15	Operating Leases – Incentives	Interpretation 115, July 2004 (supersedes Abstract 3)
SIC-21	Income Taxes – Recovery of Revalued Non-Depreciable Assets	Interpretation 121, July 2004
SIC-25	Income Taxes – Changes in the Tax Status of an Enterprise or its Shareholders	Interpretation 125, July 2004
SIC-27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease	Interpretation 127, July 2004 (supersedes Abstract 50)
SIC-29	Disclosure – Service Concession Arrangements	Interpretation 129, July 2004
SIC-31	Revenue – Barter Transactions Involving Advertising Services	Interpretation 131, July 2004 (supersedes Abstract 49)
SIC-32	Intangible Assets – Web Site Costs	Interpretation 132, July 2004 (supersedes Abstract 37)

**List B – Abstracts superseded by Australian Interpretations – withdrawn in 2004**

UIG Interpretations numbered in the 1000 series indicate that they are domestic pronouncements, consistent with the AASB’s numbering of domestic Standards. They are listed in Accounting Standard AASB 1048 *Interpretation and Application of Standards*.

**These UIG Abstracts have been withdrawn with effect for annual reporting periods beginning on or after 1 January 2005. Each Interpretation listed specifically supersedes the corresponding Abstract in any case.**

<b>Abstract</b>	<b>Title</b>	<b>Status</b>
13	The Presentation of the Financial Report of Entities Whose Securities are “Stapled” ... <u>retitled as</u> “Consolidated Financial Reports in relation to Pre-Date-of-Transition Stapling Arrangements”	Interpretation 1013, April 2005
17	Developer and Customer Contributions in Price Regulated Industries ... <u>retitled as</u> “Developer and Customer Contributions for Connection to a Price-Regulated Network”	Interpretation 1017, November 2004
19	The Superannuation Contributions Surcharge	Interpretation 1019, September 2004
30	Depreciation of Long-Lived Physical Assets, including Infrastructure Assets: Condition-Based Depreciation and Other Related Methods	Interpretation 1030, September 2004
31	Accounting for the Goods and Services Tax (GST)	Interpretation 1031, July 2004
38	Contributions by Owners made to Wholly-Owned Public Sector Entities	Interpretation 1038, September 2004
39	Effect of Proposed Tax Consolidation Legislation on Deferred Tax Balances ... <u>retitled as</u> “Substantive Enactment of Major Tax Bills in Australia”	Interpretation 1039, July 2004
42	Subscriber Acquisition Costs in the Telecommunication Industry	Interpretation 1042, December 2004
47	Professional Indemnity Claims Liabilities in Medical Defence Organisations	Interpretation 1047, November 2004
52	Income Tax Accounting under the Tax Consolidation System ... <u>retitled as</u> “Tax Consolidation Accounting”	Interpretation 1052, June 2005
55	Accounting for Road Earthworks	Interpretation 1055, September 2004

**List C – Abstracts superseded by the Australian equivalents of IASB Standards – withdrawn in 2004**

The following UIG Abstracts have been superseded by Australian equivalents to IFRSs. These AASB Standards apply to reporting periods beginning on or after 1 January 2005, and so will be applied initially by the typical Australian reporting entity in the financial report for the year ending 30 June 2006.

**Therefore these UIG Abstracts have been withdrawn with effect for annual reporting periods beginning on or after 1 January 2005.**

<b>Abstract</b>	<b>Title</b>	<b>Status</b>
1	Lessee Accounting for Surplus Leased Space under a Non-Cancellable Operating Lease	Withdrawn at 25/11/04 UIG meeting with effect for annual periods beginning on or after 1 January 2005
3	Lessee Accounting for Lease Incentives under a Non-Cancellable Operating Lease	"
4	Disclosure of Accounting Policies for Restoration Obligations in the Extractive Industries	"
7	Accounting for Non-Current Assets – Derecognition of Intangible Assets and Change in the Basis of Measurement of a Class of Assets	"
9	Accounting for Acquisitions – Recognition of Acquired Tax Losses	"
10	Accounting for Acquisitions – Gold Mining Companies	"
11	Accounting for Contributions of, or Contributions for the Acquisition of, Non-Current Assets	"
14	Directors' Remuneration	"
16	Accounting for Share Buy-Backs	"
20	Equity Accounting – Elimination of Unrealised Profits and Losses on Transactions with Associates	"
21	Consistency – Different Cost Formulas for Inventories	"
22	Accounting for the Buy-Back of No Par Value Shares	"
23	Transaction Costs Arising on the Issue or Intended Issue of Equity Instruments	"
24	Equity Accounting – Carrying Amount of an Investment in an Associate	"
25	Redesignation of Hedges	"
27	Designation as Hedges – Sold (Written) Options	"
28	Consolidation – Special Purpose Entities	"
29	Early Termination of Interest Rate Swaps	"
32	Designation as Hedges – Rollover Strategies	"
33	Hedges of Anticipated Purchases and Sales	"
34	Acquisitions and Goodwill – First-Time Application of Accounting Standards	"

(List C, *cont.*)

<b>Abstract</b>	<b>Title</b>	<b>Status</b>
36	Non-Monetary Contributions Establishing a Joint Venture Entity	Withdrawn at 25/11/04 UIG meeting with effect for annual periods beginning on or after 1 January 2005
37	Accounting for Web Site Costs	"
40	Non-Reciprocal Transfers within an Economic Entity for Monetary or No Consideration	"
41	Fair Value of Equity Instruments Issued as Purchase Consideration	"
43	Classification of Financial Instruments with Conversion Options	"
44	Acquisition of In-Process Research and Development	"
45	Subsidiary becomes a Joint Venture Entity or an Associate	"
46	Initial Foreign Currency Translation for Redomiciled Entities	"
49	Revenue – Barter Transactions Involving Advertising Services	"
50	Evaluating the Substance of Transactions Involving the Legal Form of a Lease	"
51	Recovery of Unfunded Superannuation of Universities	"
53	Pre-Completion Contracts for the Sale of Residential Development Properties	"
54	Defined Benefit Superannuation Disclosures by Employers	"

### List D – Abstracts Withdrawn in 2003

These Abstracts were withdrawn as they either were superseded by AASB Standards or other UIG Abstracts or were otherwise no longer required.

<b>Abstract</b>	<b>Title</b>	<b>Status</b>
2	Accounting for Non-Vesting Sick Leave	Withdrawn at 7/8/03 UIG meeting
6	Accounting for Acquisitions – Deferred Settlement of Cash Consideration	"
8	Accounting for Acquisitions – Recognition of Restructuring Costs as Liabilities	"
12	Accounting for the Costs of Modifying Computer Software for the Year 2000	"
15	Early Termination of Foreign Currency Hedges	Withdrawn at 18/9/03 UIG meeting
18	Early Termination of Gold Hedges	"
26	Accounting for Major Cyclical Maintenance	"
35	Disclosure of Contingent Liabilities	"
48	Status of Tax Consolidation Legislation	"