



AASB 1054 AUSTRALIAN ADDITIONAL DISCLOSURES

FACT SHEET

This fact sheet is based on existing requirements as at 31 December 2015 and it does not take into account recent standards and interpretations that have been issued but are not yet effective.

IMPORTANT NOTE

This Standard is an Australian specific standard with no international equivalent. The application date included below is the effective date of the initial version of the Standard.

AASB APPLICATION DATE

AASB 1054 is applicable for annual reporting periods commencing on or after 1 July 2011.

OBJECTIVE

The objective of AASB 1054 is to set out Australian-specific disclosure requirements that are in addition to disclosure requirements in International Financial Reporting Standards.

SCOPE

AASB 1054 applies to:

- a. each entity that is required to prepare financial reports in accordance with Part 2M.3 of the Corporations Act;
- b. general purpose financial statements of each reporting entity; and
- c. financial statements that are, or are held out to be, general purpose financial statements.

DISCLOSURES

Refer to Appendix 1 for a checklist to assist with AASB 1054 disclosure requirements.

REDUCED DISCLOSURE REQUIREMENTS (RDR)

On 30 June 2010, the Australian Accounting Standards Board published AASB 1053 *Application of Tiers of Australian Accounting Standards* (and AASB 2010-2 *Amendments to Australian Accounting Standards* arising from Reduced Disclosure Requirements) which established a differential reporting framework, consisting of two Tiers of reporting requirements for preparing general purpose financial statements:

- a. Tier 1: Australian Accounting Standards; and
- b. Tier 2: Australian Accounting Standards – Reduced Disclosure Requirements.

Tier 2 comprises the recognition, measurement and presentation requirements of Tier 1 and substantially reduced disclosures corresponding to those requirements.

A Tier 2 entity is a 'reporting entity' as defined in SAC 1 *Definition of the Reporting Entity* that does not have 'public accountability' as defined in AASB 1053 and is not otherwise deemed to be a Tier 1 entity by AASB 1053.

RDR is applicable to annual periods beginning on or after 1 July 2013.

When developing AASB 1053, the AASB concluded that the Australian Government and state, territory and local governments should be subject to Tier 1 requirements. The AASB also decided that General Government Sectors of the Australian Government and state and territory governments should continue to apply AASB 1049 *Whole of Government and General Government Sector Financial Reporting*, without the reduction in disclosures provided by Tier 2. Other public sector entities are able to apply Tier 2 reporting requirements.

The requirements that do not apply to RDR entities are identified in Appendix 1 by **shading of the relevant text**. Additional disclosure requirements that are applicable to RDR entities only are included in a separate table in Appendix 1.

APPENDIX 1 – DISCLOSURE CHECKLIST

This checklist can be used to review your financial statements. You should complete the “Yes / No / N/A” column about whether the requirement is included. To ensure the completeness of disclosures, provide an explanation for “No” answers.

CODE		YES / NO / N/A	EXPLANATION (If required)
AASB 1054.7	Has the entity where its financial statements comply with Australian Accounting Standards made an explicit and unreserved statement of such compliance in the notes? An entity shall not describe financial statements as complying with Australian Accounting Standards unless they comply with all the requirements of Australian Accounting Standards.		
AASB 1054.8	Has the entity disclosed in the notes: <ul style="list-style-type: none"> a. the statutory basis or other reporting framework, if any, under which the financial statements are prepared; and b. whether, for the purposes of preparing the financial statements, it is a for-profit or not-for-profit entity? 		
AASB 1054.9	Has the entity disclosed in the notes whether the financial statements are general purpose financial statements or special purpose financial statements?		
AASB 1054.10-11	Has the entity disclosed fees to each auditor or reviewer, including any network firm, separately for: <ul style="list-style-type: none"> a. the audit or review of the financial statements; and b. all other services performed during the reporting period? For paragraph 10(b) above, has the entity described the nature of other services?		
AASB 1054.12-13	Has the entity disclosed the amount of imputation credits available for use in subsequent reporting periods separately in respect of any New Zealand imputation credits and any Australian imputation credits?		
AASB 1054.15	Does the entity have different classes of investors with different entitlements to imputation credits, and if so, have disclosures been made about the nature of those entitlements for each class where this is relevant to an understanding of them and have these been separated in respect to any New Zealand imputation credits and any Australian imputation credits?		
AASB 1054.16	Where the entity uses the direct method to present its statement of cash flows, have the financial statements provided a reconciliation of the net cash flow from operating activities to profit (loss)?		

ADDITIONAL DISCLOSURE REQUIREMENTS APPLICABLE TO RDR ENTITIES ONLY

This checklist can be used to review your financial statements. You should complete the "Yes / No / N/A" column about whether the requirement is included. To ensure the completeness of disclosures, provide an explanation for "No" answers.

CODE		YES / NO / N/A	EXPLANATION (If required)
AASB 7. RDR7.1	<p>Has the entity where its financial statements comply with Australian Accounting Standards – Reduced Disclosure Requirements made an explicit and unreserved statement of such compliance in the notes?</p> <p>An entity shall not describe financial statements as complying with Australian Accounting Standards – Reduced Disclosure Requirements unless they comply with all the requirements of Australian Accounting Standards – Reduced Disclosure Requirements.</p>		

OTHER MATTERS

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