

International Financial Reporting Standard

Revenue from Contracts with Customers

May 2014

BASES FOR CONCLUSIONS – AMENDMENTS

[IFRS 3, 4, 9 (Nov 2009) & 9 (Oct 2010), IAS 16, 23, 36, 39, 40 & 41, IFRIC 12 & 17 and SIC 27]

[Related to AASB 2014-5]

International Financial Reporting Standards together with their accompanying documents are issued by the IFRS Foundation.

COPYRIGHT

Copyright © 2014 IFRS Foundation.

Reproduction of this extract within Australia in unaltered form (retaining this notice) is permitted for non-commercial use subject to the inclusion of an acknowledgment of the IFRS Foundation's copyright.

All other rights reserved. Requests and enquiries concerning reproduction and rights for commercial purposes within Australia or for any purpose outside Australia should be addressed to the IFRS Foundation at www.ifrs.org.

Appendix B Amendments to the Basis for Conclusions on other Standards

This Appendix describes the amendments to other Standards that the IASB made when it finalised IFRS 15. Amended paragraphs are shown with deleted text struck through and new text underlined.

IFRS 3 *Business Combinations*

The following footnote is added to 'IAS 18 *Revenue*' in paragraph BC245(b). New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue* and amended paragraph 56 of IFRS 3 for consistency with the requirements in IFRS 15.

IFRS 4 *Insurance Contracts*

The following footnote is added to 'IAS 18 *Revenue*' in paragraph BC14. New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue*. IFRS 15 also excludes from its scope revenue arising from insurance contracts.

The following footnote is added to 'IAS 18' in paragraph BC71. New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue*.

The following footnote is added to paragraph BC72. New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue* and completed the Board's Revenue Recognition project.

The following footnote is added to 'IAS 18 *Revenue*' in paragraph BC119. New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue*. The guidance on the accounting for incremental costs directly attributable to securing an investment management contract was replaced by requirements in IFRS 15.

IFRS 9 *Financial Instruments* (November 2009)

The following footnote is added to 'IAS 18 *Revenue*' in paragraph BC86(a). New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue*. Dividends are accounted for in accordance with paragraph 5.4.1A of IFRS 9.

IFRS 9 *Financial Instruments* (October 2010)

The following footnote is added to 'IAS 18 *Revenue*' in paragraph BC5.25(a). New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue*. Dividends are accounted for in accordance with paragraph 5.7.1A of IFRS 9.

IAS 16 *Property, Plant and Equipment*

The following footnote is added to 'IAS 18 *Revenue*' in paragraph BC24. New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue*. IFRS 15 also excludes from its scope non-monetary exchanges between entities in the same line of business to facilitate sales to customers, or to potential customers, other than the parties to the exchange.

The following footnote is added to 'IAS 18' in paragraph BC34. New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue* and amended paragraph 69 of IAS 16 for consistency with the requirements in IFRS 15.

The following footnote is added to 'IAS 18' in paragraph BC35D. New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue*.

IAS 23 *Borrowing Costs*

Paragraph BC27 and its related heading are deleted.

IAS 36 *Impairment of Assets*

The following footnote is added to 'IAS 11 *Construction Contracts*' in paragraph BC25. New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 11 *Construction Contracts*. IFRS 15 includes requirements for the impairment of some assets arising from contracts with customers and amended paragraph 2 of IAS 36 for consistency with the requirements of IFRS 15.

IAS 39 *Financial Instruments: Recognition and Measurement*

The following footnote is added to 'IAS 18 *Revenue*' in paragraphs BC20 and BC21(d)(ii). New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue and amended paragraph 47 of IAS 39 for consistency with the requirements in IFRS 15.

The following footnote is added to 'IAS 18' in paragraph BC23D(b). New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue.

The following footnote is added to 'IAS 18' in paragraph BC33. New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue. The guidance in IAS 18 that related to fees to be included in the effective interest rate was relocated to paragraphs AG8A-AG8B of IAS 39.

The following footnote is added to 'IAS 18' in paragraph BC222(a) and (b). New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue and amended paragraph 47 of IAS 39 for consistency with the requirements in IFRS 15.

IAS 40 (2000) Investment Property

The following footnote is added to 'IAS 11 Construction Contracts' in paragraph B63(f). New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 11 Construction Contracts.

The following footnote is added to 'IAS 18 Revenue' in paragraph B67(d)(i). New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue and amended paragraph 67 of IAS 40 for consistency with the requirements in IFRS 15.

IAS 41 Agriculture

The following footnote is added to 'IAS 18 Revenue' in paragraph B4(a)(iii). New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue. IFRS 15 also does not address revenue arising from 'natural increases in herds, and agricultural and forest products'.

The following footnote is added to 'IAS 18 Revenue' in paragraph B71. New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue.

IFRIC 12 Service Concession Arrangements

The following footnote is added to 'IAS 18 Revenue' in paragraph BC27. New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue.

The following footnote is added to 'IAS 11 Construction Contracts' and 'IAS 18' in paragraphs BC30 and BC31. New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 11 Construction Contracts and IAS 18 Revenue. IFRS 15 requires revenue to be recognised when (or as) an entity satisfies a performance obligation by transferring a promised good or service to a customer. IFRS 15 measures the revenue by (a) determining the amount of consideration to which an entity expects to be entitled in exchange for transferring promised goods or services to a customer; and (b) allocating that amount to the performance obligations.

The following footnote is added to 'IAS 18' in paragraph BC33. New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue. IFRS 15 requires an entity to measure non-cash consideration at fair value, unless the entity cannot reasonably estimate the fair value of the non-cash consideration. In such cases, IFRS 15 requires the entity to measure the consideration indirectly by reference to the stand-alone selling price of the goods or services promised to the customer in exchange for the consideration.

The following footnote is added to paragraph BC45. New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue. IFRS 15 requires an entity to recognise a financial asset to the extent that it has an unconditional contractual right to receive cash or another financial asset. This is also discussed in paragraph 16 of IFRIC 12.

IFRIC 17 Distributions of Non-cash Assets to Owners

The following footnote is added to 'IAS 18 Revenue' in paragraph BC33. New text is underlined.

IFRS 15 Revenue from Contracts with Customers, issued in May 2014, replaced IAS 18 Revenue. IFRS 15 does not address dividends. Dividends should be accounted for in accordance with IFRS 9, or IAS 39 if applicable.

SIC-27 *Evaluating the Substance of Transactions Involving the Legal Form of a Lease*

The following footnote is added to 'IAS 11 *Construction Contracts*' in paragraph 12.
New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 11 *Construction Contracts*. IFRS 15 requires contracts to be combined if they meet specified criteria.

The following footnote is added to 'IAS 18' in paragraph 16. New text is underlined.

IFRS 15 *Revenue from Contracts with Customers*, issued in May 2014, replaced IAS 18 *Revenue*. IFRS 15 eliminated the guidance on recognising revenue on the execution of a significant act.