

**From:** oriete [mailto:oriete@ozonline.com.au]

**Sent:** Tuesday, 27 June 2006 3:16 PM

**To:** AASB Mailbox

**Subject:** ADOPTION OF IASB PROPOSALS BY THE AASB EFFECTIVELY ABOLISHING THE REPORTING CONCEPT IN AUSTRALIA

OUR ACCOUNTANT HAS ADVISED US THAT IT WILL BE NECESSARY FOR US TO COMPLY WITH THE NEW PROPOSED COMPLEX MEASUREMENT AND DISCLOSURE REQUIREMENTS IN OUR ANNUAL FINANCIAL STATEMENTS, WHICH ARE PREPARED BY OUR ACCOUNTANT FOR OUR OWN USE AND TO MEET TAXATION REQUIREMENTS.

THE PROPOSAL WILL BRING ABOUT ADDITIONAL COST AND EXPENSES. WE ARE ONLY A SMALL BUSINESS AND IN THE EVENT OF ADOPTING OF THE PROPOSALS WILL NOT CAUSE ANY POSITIVE BENEFITS FOR OUR SMALL BUSINESS OR ANY OTHER SMALL BUSINESS. ACCORDINGLY, WE ENDORSE THE OBJECTION.

WE STRONGLY OBJECT TO THE PROPOSED AMENDMENT AS SET OUT IN PARAGRAPH 7 WHICH STATES:"GENERAL PURPOSE FINANCIAL STATEMENTS INCLUDE THOSE THAT ARE PRESENTED SEPARATELY OR WITHIN OTHER PUBLIC DOCUMENTS SUCH AS A REGULATORY FILING OR REPORTING TO SHAREHOLDERS."

WE BELIEVE THAT THE EXISTING APPLICATION REQUIREMENT OF ONLY 'REPORTING ENTITIES' NEEDING TO APPLY ALL OF THE AASB STANDARDS, SHOULD REMAIN APPLICABLE. THE REPORTING ENTITY CONCEPT IS A SUPERIOR DIFFERENTIAL SYSTEM THAT DEFINITELY REFLECTS THE COST AND BENEFITS OF FINANCIAL REPORTING IN AUSTRALIA, AND ANY CHANGE TO THE REPORTING ENTITY CONCEPT WOULD CAUSE GREAT DAMAGE TO SMALL BUSINESS IN AUSTRALIA.

YOURS FAITHFULLY  
ORIE TE HOMES PTY LTD