



Hot Topics

AASB 15 *Revenue from Contracts with Customers*

IFRS 15 *Revenue from Contracts with Customers* establishes the principles that an entity applies when reporting information about the nature, amount, timing and uncertainty of revenue and cash flows from a contract with a customer. The application of IFRS 15 requires an entity to recognise revenue to depict the transfer of promised goods or services to the customer in an amount that reflects the consideration to which the entity expects to be entitled in exchange for goods and services. IFRS 15 was issued by the IASB on 28 May 2014 and is effective for annual periods beginning on or after 1 January 2018 with earlier application permitted.

The AASB had issued an Australian equivalent standard AASB 15 with the same effective date for for-profit entities. AASB 15 is applicable to not-for-profit entities for annual periods beginning on or after 1 January 2019 with earlier application permitted.

The AASB also issued Australian specific amendments to AASB 15 as outlined in:

- [Implementation guidance for not-for-profit entities](#)
- [Implementation guidance for not-for-profit public sector licensors](#)
- [AASB 1058 *Income for Not-for-Profit Entities*](#)

To date, the IASB has undertaken a number of activities to support implementation of the standard. The educational materials, summaries of issues discussed at TRG meetings, and IFRS Interpretations Committee Agenda Decisions relating to IFRS 15 can be found in the links below:

Educational Materials

[Ian Mackintosh discusses clarifying amendments to the Revenue Standard \[Apr 2016\]](#)

[Investor Perspective: Revenue recognition—finally, a standard approach for all \[Jun 2014\]](#)

[Project Summary and Feedback Statement \[May 2014\]](#)

Summaries of issues discussed at TRG Meetings

[Meeting Summary \[Nov 2015\]](#)

[Meeting Summary \[Jul 2015\]](#)

[Meeting Summary \[Mar 2015\]](#)

[Meeting Summary \[Jan 2015\]](#)

[Meeting Summary \[Oct 2014\]](#)

[Meeting Summary \[Jul 2014\]](#)

IFRS Interpretations Committee Agenda Decisions

[Right to payment for performance completed to date \(IFRS 15\) \[Mar 2018\]](#)

[Revenue recognition in a real estate contract \(IFRS 15\) \[Mar 2018\]](#)

[Revenue recognition in a real estate contract that includes the transfer of land \(IFRS 15\)](#)

[Mar 2018]



Other Board discussions relating to IFRS 15

Constraining estimates of variable consideration when the consideration varies based on a future market price and related agenda paper **[Dec 2015]**

Other Resources

PricewaterhouseCoopers Revenue from contracts with customers (Global Edition) **[Sep 2018]**

Deloitte Revenue from Contracts with Customers — A guide to IFRS 15 **[March 2018]**

KPMG Revenue recognition implementation issues – Webinar **[Nov 2017]**

KPMG Revenue – Issues in-Depth **[May 2016]**

Ernst & Young A closer look at the new revenue recognition standard **[September 2016]**