

Professor David Boymal
Chairman
Australian Accounting Standards Board
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Dear Professor Boymal

AASB Proposed Interpretation 10XX Australian Petroleum Resource Rent Tax

We write in response to the request for comments contained in the AASB Proposed Interpretation 10XX *Australian Petroleum Resource Rent Tax*.

We agree that Australian Petroleum Resource Rent Tax (PRRT) is an income tax within the scope of AASB 112 *Income Taxes*.

Our view is that the development of interpretations by the Australian Accounting Standards Board (AASB) on Australian equivalents to International Financial Reporting Standards (AIFRS) should only occur in the rare circumstances where there are scenarios unique to Australia that require interpretation. Notwithstanding the comments in the draft interpretation that make it clear that it only applies to Australian PRRT, we acknowledge that the interpretation may be viewed as concluding on similar taxes in other jurisdictions.

Before proceeding to formally publish the interpretation, we encourage the Board to engage in discussions with constituents to seek to achieve consensus application of the AASB's position. If achieved, this would overcome the need to issue the interpretation in final form.

We would welcome the opportunity to discuss our views at your convenience. Please contact me on (03) 8603 2147 if you would like to discuss this further.

Yours sincerely



Lisa Harker

Partner

Assurance

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