



Heads Up

Amendments to Australian Accounting Standards – Investment Entities

Contents

External links

“In summary”

The AASB has issued *AASB 2013-5 Amendments to Australian Accounting Standards – Investment Entities*, which implements in Australia the IASB amendments to IFRS for investment entities (issued in October 2012). The issuance of the Australian amending standard ensures that Australian investment entities will be IFRS compliant.

ED 233 *Australian Additional Disclosures - Investment Entities* proposed to introduce the IASB amendments in Australia, plus additional Australian specific disclosures in the form of consolidated financial statements. The issuance of the Australian amending standard, AASB 2013-5, represents a significant change from the proposals contained in ED 233 by not requiring additional Australian specific disclosures.

AASB 2013-5 introduces a limited exception that allows an investment entity to not consolidate its subsidiaries or apply AASB 3 *Business Combinations* when it obtains control of another entity. Instead, an investment entity will measure an investment in a subsidiary at fair value through profit or loss under AASB 9 *Financial Instruments*. An ‘investment entity’ is an entity that obtains funds from one or more investors for the purpose of providing those investor(s) with investment management services; commits to its investor(s) that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and measures and evaluates the performance of substantially all of its investments on a fair value basis.

The amendments are effective for annual reporting periods beginning on or after 1 January 2014, with early adoption permitted.

External Links

- [AASB press release](#)
- [AASB 2013-5 Amendments to Australian Accounting Standards - Investment Entities](#)

This publication contains general information only, and none of Deloitte Touche Tohmatsu Limited, its member firms, or their related entities (collectively the "Deloitte Network") is, by means of this publication, rendering professional advice or services. Before making any decision or taking any action that may affect your finances or your business, you should consult a qualified professional adviser. No entity in the Deloitte Network shall be responsible for any loss whatsoever sustained by any person who relies on this publication.

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited, a UK private company limited by guarantee, and its network of member firms, each of which is a legally separate and independent entity. Please see www.deloitte.com/au/about for a detailed description of the legal structure of Deloitte Touche Tohmatsu Limited and its member firms.

About Deloitte

Deloitte provides audit, tax, consulting, and financial advisory services to public and private clients spanning multiple industries. With a globally connected network of member firms in more than 150 countries, Deloitte brings world-class capabilities and deep local expertise to help clients succeed wherever they operate. Deloitte's approximately 170,000 professionals are committed to becoming the standard of excellence.

About Deloitte Australia

In Australia, the member firm is the Australian partnership of Deloitte Touche Tohmatsu. As one of Australia's leading professional services firms, Deloitte Touche Tohmatsu and its affiliates provide audit, tax, consulting, and financial advisory services through approximately 5,700 people across the country. Focused on the creation of value and growth, and known as an employer of choice for innovative human resources programs, we are dedicated to helping our clients and our people excel. For more information, please visit Deloitte's web site at www.deloitte.com.au.

Liability limited by a scheme approved under Professional Standards Legislation.
Member of Deloitte Touche Tohmatsu Limited