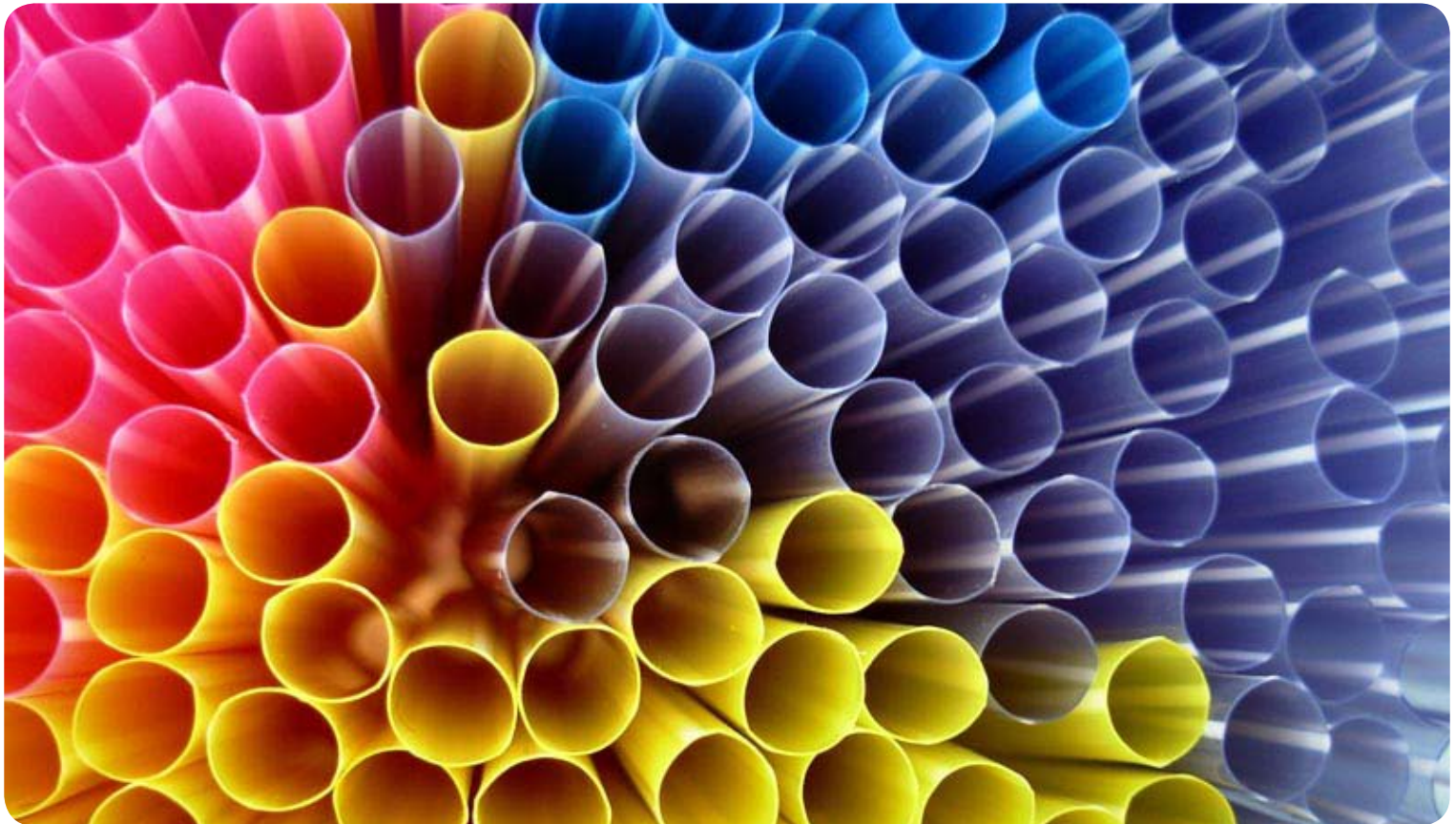


Assurance NewsFlash

Financial Reporting 2010 Mid-Year Note: Current Status of Indonesian Accounting Standards and Adoption of IFRS



To meet the tight International Financial Reporting Standards (“IFRS”) full-adoption timetable by 2012, the Indonesian Financial Accounting Standards Board has stepped up efforts to adopt the IFRSs during the last few months. As a result, a number of Indonesian accounting standards and interpretations based on the IFRS has been issued.

The tables below represent a recap of the current status of various Indonesian accounting standards and interpretations issued as at the end of June 2010. The tables also provide a column informing from which IFRS or International Accounting Standards (“IAS”) are the Indonesian accounting standards and interpretations being derived. In general, these Indonesian accounting standards and interpretations are adopted from the IFRS or IAS with relatively minor modifications, except for SAK for Entities that are Not Publicly Accountable which contains a number of significant modifications from its source, IFRS for SMEs.

Standards applicable as of 1 January 2011

Standards	Source
SAK for Entities that are Not Publicly Accountable	IFRS for SMEs
PSAK 1 (Revised or "R" 2009) Presentation of Financial Statements	IAS 1
PSAK 2 (R 2009) Statement of Cash Flows	IAS 7
PSAK 4 (R 2009) Consolidated and Separate Financial Statements	IAS 27
PSAK 5 (R 2009) Operating Segments	IFRS 8
PSAK 7 (R 2009) Related Party Disclosures	IAS 24
PSAK 12 (R 2009) Interests in Joint Ventures	IAS 31
PSAK 15 (R 2009) Investments in Associates	IAS 28
PSAK 19 (R 2010) Intangible Assets	IAS 38
PSAK 22 (R 2010) Business Combinations	IFRS 3
PSAK 23 (R 2010) Revenue	IAS 18
PSAK 25 (R 2009) Accounting Policies, Changes in Accounting Estimates and Errors	IAS 8
PSAK 48 (R 2009) Impairment of Assets	IAS 36
PSAK 57 (R 2009) Provisions, Contingent Liabilities and Contingent Assets	IAS 37
PSAK 58 (R 2009) Non-current Assets Held for Sale and Discontinued Operations	IFRS 5

Standards applicable as of 1 January 2012

Standards	Source
PSAK 10 (R 2009) The Effects of Changes in Foreign Exchange Rates	IAS 21

Interpretations applicable as of 1 January 2011

Interpretations	Source
ISAK 7 (R 2009) Consolidation - Special Purpose Entities	SIC 12
ISAK 9 Changes in Existing Decommissioning, Restoration and Similar Liabilities	IFRIC 1
ISAK 10 Customer Loyalty Programs	IFRIC 13
ISAK 11 Distributions of Non-cash Assets to Owners	IFRIC 17
ISAK 12 Jointly Controlled Entities – Non-Monetary Contributions by Venturers	SIC 13
ISAK 14 Intangible Assets – Web Site Costs	SIC 32

Interpretations applicable as of 1 January 2012

Interpretations	Source
ISAK 13 Hedges of a Net Investment in a Foreign Operation	IFRIC 16

Exposure Drafts ("ED") relating to standards and interpretations proposed to be applicable as of 1 January 2011

Exposure Drafts	Source
ED PSAK 3 (R 2010) Interim Financial Reporting	IAS 34
ED PSAK 53 (R 2010) Share-based Payment	IFRS 2
ED ISAK 17 Interim Financial Reporting and Impairment	IFRIC 10

ED relating to standards and interpretations proposed to be applicable as of 1 January 2012

Exposure Drafts	Source
ED PSAK 8 (R 2010) Events After the Reporting Period	IAS 10
ED PSAK 18 (R 2010) Accounting and Reporting by Retirement Benefit Plans	IAS 26
ED PSAK 24 (R 2010) Employee Benefits	IAS 19
ED PSAK 50 (R 2010) Financial Instruments: Presentation	IAS 32
ED PSAK 60 Financial Instruments: Disclosures	IFRS 7
ED ISAK 15 : PSAK 24 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction	IFRIC 14
ED ISAK 16 Service Concession Arrangements	IFRIC 12

Companies are strongly recommended to study these standards and proposals in detail, and anticipate any impact that might affect their bottom line and financial ratios. It is also important to bear in mind that implementation of some of the standards may require considerable preparation, and could necessitate staff education and information system changes, amongst other things.

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This summary is not intended as professional advice. It is suggested to always consult with your usual PwC contact.

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