

The background of the entire page is a photograph of a person standing on a glass balcony of a modern building. The person is silhouetted against the bright blue sky and is looking out over a city skyline. The building's glass facade reflects the sky and the person. The overall color scheme is a deep blue.

**Deloitte.**

# Addendum to the Consolidated Model Financial Reports: AASB 124

Financial years ending on or after 31 December 2005

First-time adoption of Australian equivalents to International Financial Reporting Standards



February 2006

The Deloitte *Consolidated Model Financial Reports* have been designed by Deloitte Touche Tohmatsu to assist clients, partners and staff with the preparation of annual, half-year and concise financial reports for consolidated entities.

Since the May 2005 release of the Deloitte *Consolidated Model Financial Reports – financial years ending on or after 31 December 2005 (First-time adoption of A-IFRS)*, the Australian Accounting Standards Board has issued a revised AASB 124 'Related Party Disclosure', applicable to annual reporting periods ending on or after 31 December 2005. Early adoption of the revised AASB 124 is not permitted for periods beginning on or before 1 January 2005. The revised AASB 124 may be applied to annual reporting periods beginning on or after 1 January 2005 that end before 31 December 2005.

The revised AASB 124 replaces AASB 1046 'Director and Executive Disclosures by Disclosing Entities' (including AASB 1046A 'Amendments to Accounting Standard AASB 1046') and AASB 124 issued in July 2004. The revised AASB 124 applies to all entities, with paragraphs Aus25.1 to Aus25.9.3 applying only to disclosing entities. The revised Standard has limited application for not-for-profit public sector entities, irrespective of whether they are corporate or non-corporate entities.

This addendum to the *Consolidated Model Financial Reports* provides an illustrative example of the disclosure of key management personnel compensation and related party disclosures as required by the revised AASB 124. This addendum supersedes and replaces Notes 4, 5 and 56 of the annual financial report illustrated in the *Consolidated Model Financial Reports*.

We trust that you will find this publication a useful tool in the preparation of your annual financial report.



Bruce Porter  
Lead Partner – Technical  
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# Addendum to the *Deloitte Consolidated Model Financial Reports: AASB 124*

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## Overview of the requirements of AASB 124 'Related Party Disclosures'

A revised version of AASB 124 was issued in December 2005 and applies to annual reporting periods ending on or after 31 December 2005. The revised Standard supersedes the July 2004 version of AASB 124, AASB 1046 'Director and Executive Disclosures by Disclosing Entities', AASB 1046A 'Amendments to Accounting Standard AASB 1046', and also AAS 22 'Related Party Disclosures'.

The key features of the revised Standard are as follows. The Standard:

- (a) applies to both for-profit and not-for-profit entities other than not-for-profit public sector entities;
- (b) is purely a disclosure Standard – measurement rules are specified by other Australian Accounting Standards including AASB 119 'Employee Benefits' and AASB 2 'Share-based Payment';
- (c) requires the disclosures applicable to all reporting entities to be presented in respect of both the parent and consolidated financial statements;
- (d) requires the additional disclosures applicable only to disclosing entities to be presented only in respect of the consolidated financial statements where these are presented together with the separate financial statements of the parent;
- (e) does not specify any exemptions from providing comparative information. Accordingly, entities are required to provide comparative information in accordance with the requirements of AASB 101 'Presentation of Financial Statements';
- (f) requires relationships between parents and subsidiaries to be disclosed irrespective of whether there have been transactions between those related parties;
- (g) requires disclosure of key management personnel compensation in total and for each of the following categories: short-term employee benefits, post-employment benefits, other long-term benefits, termination benefits, and share-based payment;
- (h) where there have been transactions between related parties, requires disclosure of the nature of the related party relationship and information about the transactions and outstanding balances necessary for an understanding of the potential effect of the relationship on the financial statements, in the related party categories identified in the Standard;
- (i) requires disclosing entities to identify their key management personnel and provide details about their period of responsibility;
- (j) requires disclosing entities to disclose a breakdown of each key management person's compensation in the categories and components identified in the Standard;
- (k) requires disclosing entities to make extensive disclosure about the manner for determining key management personnel compensation, including disclosures similar to those required in the directors' report as part of their remuneration report;
- (l) requires disclosing entities to disclose details of modifications to the terms of share-based payment transactions granted as compensation to key management personnel;
- (m) requires disclosing entities to disclose, for each key management person (including their related parties), extensive details of their equity interests in the consolidated entity;
- (n) requires disclosing entities to disclose details about loans to key management personnel, in aggregate, and by individual where an individual's (including their related parties) aggregate loan amount exceeded \$100,000 at any time during the reporting period; and
- (o) requires disclosing entities to disclose details about other transactions and balances with key management personnel (including their related parties).

The reissue of the Standard is in part to ensure IFRS compliance. To this purpose, references to 'specified directors' and 'specified executives' have not been retained in the revised Standard, instead, reference is made only to 'key management personnel'. Furthermore, the revised Standard uses the term 'compensation' rather than 'remuneration' although this change in terminology does not represent a change in principle.

## Class Order CO 06/50 'Transfer of remuneration information into directors' report'

ASIC has issued Class Order 06/50 'Transfer of remuneration information into directors' report' ("CO 0/50"). This class order allows listed companies to transfer certain remuneration information to be disclosed in the financial report under revised accounting standard AASB 124 into the directors' report. This relief is only available to listed companies required to prepare a financial report under Chapter 2M of the Corporations Act 2001 for a financial year ending between 31 December 2005 and 31 March 2006.

The remuneration information that may be transferred into the directors' report is the information required to be disclosed by paragraphs Aus25.4 to Aus25.7.2 of AASB 124. This information includes disclosures in relation to compensation, modifications of terms of share-based payment transactions, options and rights provided as

compensation and equity instruments provided on exercise of options and rights granted as compensation. The remaining disclosures specified by AASB 124 must continue to be made in the notes to the financial statements and may not be transferred to the directors' report.

CO 06/50 is freely available from the ASIC website and should be referred to for a complete list of the conditions required to be satisfied in order for the relief to be obtained.

Regulation 2M.3.03 specifies that the remuneration disclosures made in the remuneration report under s300A of the Corporations Act 2001 must be measured in accordance with superseded AASB 1046 and that the remuneration of individuals must be disclosed in the components and categories specified by AASB 1046. If a company wishes to apply CO 06/50 they will therefore need to consider whether there are any differences in the measurement and classification of remuneration specified by AASB 1046 (which must be applied to meet the s300A disclosure requirements in the directors' report) compared to AASB 124 (which must be applied to meet the CO 06/50 requirements) and how they will address these differences in the remuneration report. At the time of printing this publication, we understand that ASIC is giving consideration to providing class order relief to listed companies in order to overcome the measurement differences that may arise between Regulation 2M.3.03 and AASB 124.

Source reference

#### 4. Key management personnel compensation

##### Illustrative disclosures – disclosing entities

The following disclosures illustrate the requirements specified by AASB 124 'Related Party Disclosures' for a disclosing entity. Non-disclosing entities should refer to the illustrative disclosure at the end of this note.

##### Parent entity relief

AASB124.Aus1.5 An entity that is the parent entity in a group and presents its separate financial statements together with the consolidated financial statements in accordance with AASB 127 'Consolidated and Separate Financial Statements' need not provide in its separate financial statements the disclosures required by paragraphs Aus25.1 to Aus25.9.3 (that is, the additional disclosures specified by AASB 124 in respect of disclosing entities).

##### Compensation

AASB124.9 'Compensation' includes all employee benefits (as defined in AASB 119 'Employee Benefits') including employee benefits to which AASB 2 'Share Based Payment' applies. Employee benefits are all forms of consideration paid, payable or provided by the entity, or on behalf of the entity, in exchange for services rendered to the entity. It also includes such consideration paid on behalf of a parent of the entity in respect of the entity. Compensation includes:

- (a) short-term employee benefits, such as wages, salaries and social security contributions, paid annual leave and paid sick leave, profit-sharing and bonuses (if payable within twelve months of the end of the period) and non-monetary benefits (such as medical care, housing, cars and free or subsidised goods or services) for current employees;
- (b) post-employment benefits such as pensions, other retirement benefits, post-employment life insurance and post-employment medical care;
- (c) other long-term employee benefits, including long-service leave or sabbatical leave, jubilee or other long-service benefits, long-term disability benefits and, if they are not payable wholly within twelve months after the end of the period, profit-sharing, bonuses and deferred compensation;
- (d) termination benefits; and
- (e) share-based payment.

AASB124.Aus9.1.1 Although the defined term 'compensation' is used in AASB 124 rather than the term 'remuneration', both words refer to the same concept and all references in the Corporations Act 2001 to the remuneration of directors, group executives and company executives is taken to referring to compensation as defined and explained in AASB 124.

##### Key management personnel

AASB124.9 'Key management personnel' are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity.

AASB124.Aus9.1 'Director' means:

- (a) a person who is a director under the Corporations Act; and
- (b) in the case of entities governed by bodies not called a board of directors, a person who, regardless of the name that is given to the position, is appointed to the position of member of the governing body, council, commission or authority.

##### Comparative information

AASB101.36 Comparative information shall be disclosed for all amounts disclosed in accordance with AASB 124. Comparative information shall be included for narrative and descriptive information when it is relevant to an understanding of the current period's financial report.



Source reference

**4. Key management personnel compensation (cont'd)**

**Details of key management personnel**

AASB124.Aus25.2,  
Aus25.3

The key management personnel of DTT Consolidated Limited during the year were:

- C.J. Chambers (Chairman, non-executive)
- P.H. Taylor (Chief Executive Officer)
- A.K. Black (Chief Operations Officer)
- F.R. Ridley (Non-executive)
- B.M. Stavrinidis (Non-executive)
- W.K. Flinders (Non-executive), resigned 20 January 2005
- S.M. Saunders (Non-executive), appointed 1 February 2005 and resigned 30 January 2006
- L.A. Lochert (Non-executive), appointed 30 January 2005 and resigned 1 July 2005
- W.L. Lee (Chief Financial Officer)
- L.J. Jackson (Chief Marketing Officer)
- C.P. Daniels (General Manager – Widgets division), resigned 3 January 2006
- N.W. Wright (General Manager – Construction division), resigned 30 December 2005
- T.L. Smith (General Manager – Bicycles and Toys divisions), appointed 1 January 2005

**Changes in appointments after reporting date**

AASB124.Aus25.3

If any of the following changes occur in the period after the reporting date and prior to the date when the financial report is authorised for issue, the name, position and date for each individual involved shall be disclosed for:

- (a) each change in the chief executive officer and directors; and
- (b) the retirement of any key management person other than a director or chief executive officer.

**Key management personnel compensation policy**

The notes to the financial statements shall include:

AASB124.Aus25.5(a)

- (a) discussion of board policy for determining the nature and amount of compensation of key management personnel of the entity; and

AASB124.Aus25.5(b)

- (b) discussion of the relationship between such policy and the entity's performance;

The following details concerning the compensation of each key management person shall also be disclosed:

AASB124.Aus25.5(g)

- (a) an explanation of the relative proportion of those elements of the person's compensation that are related to performance and those elements of the person's compensation that are not;

AASB124.Aus25.5(c)

- (b) if an element of the compensation of a key management person is dependent on the satisfaction of a performance condition:
  - (i) a detailed summary of the performance condition;
  - (ii) an explanation of why the performance condition was chosen; and
  - (iii) a summary of the methods used in assessing whether the performance condition is satisfied and an explanation of why those methods were chosen; and
  - (iv) if the performance condition involves a comparison with factors external to the entity:
    - (A) a summary of the factors to be used in making the comparison; and
    - (B) if any of the factors relates to the performance of another entity, of two or more other entities or an index in which the securities of an entity or entities are included – the identity of that entity, of each of those entities or of that index; and

AASB124.Aus25.5(f)

- (c) if an element of the compensation consists of securities of a body and that element is not dependent on the satisfaction of a performance condition – an explanation of why that element of the compensation is not dependent on the satisfaction of a performance condition.

Source reference

**4. Key management personnel compensation (cont'd)**

**Key management personnel compensation**

AASB124.16

The aggregate compensation of the key management personnel of the consolidated entity and the company is set out below:

	Consolidated		Company	
	2005 \$	2004 \$	2005 \$	2004 \$
Short-term employee benefits	1,441,750	1,363,597	1,441,750	1,363,597
Post-employment benefits	81,390	76,578	81,390	76,578
Other long-term benefits	54,760	44,915	54,760	44,915
Termination benefits	-	-	-	-
Share-based payment	139,263	57,500	139,263	57,500
	<b>1,717,163</b>	<b>1,542,590</b>	<b>1,717,163</b>	<b>1,542,590</b>

To the extent that key management personnel of the consolidated entity and key management personnel of the company differ, the aggregate compensation disclosed will differ between the company and the consolidated entity.

AASB124.Aus25.4

The compensation of each member of the key management personnel of the consolidated entity is set out on the following page:

Source reference

**4. Key management personnel compensation (cont'd)**

AASB124.Aus25.4

2005	Short-term employee benefits				Post-employment benefits		Other long-term employee benefits (v) \$	Termination benefits \$	Share-based payment				Total \$
	Salary & fees \$	Bonus \$	Non-monetary \$	Other \$	Super-annuation \$	Other \$			Equity-settled		Cash settled \$	Other \$	
									Shares & units \$	Options & rights \$			
C.J. Chambers	66,000	-	28,050	1,250	-	-	-	-	-	-	-	-	95,300
P.H. Taylor (i)	231,600	-	66,280	1,240	24,030	-	35,400	-	-	105,600	-	-	464,150
A.K. Black	201,835	-	43,930	820	18,165	-	-	-	-	-	-	-	264,750
F.R. Ridley	65,000	-	25,091	854	-	-	-	-	-	-	-	-	90,945
B.M. Stavrinidis	65,000	-	26,800	685	-	-	-	-	-	-	-	-	92,485
W.K. Flinders	4,000	-	800	200	-	-	-	-	-	-	-	-	5,000
S.M. Saunders	75,000	-	15,159	689	-	-	-	-	-	-	-	-	90,848
L.A. Lochert	35,000	-	4,494	256	-	-	-	-	-	-	-	-	39,750
W.L. Lee (ii)	83,712	10,000	6,796	-	8,325	-	8,788	-	-	7,500	-	-	125,121
L.J. Jackson (i)	81,928	-	16,481	-	8,325	-	10,572	-	-	7,500	-	-	124,806
C.P. Daniels (i)	85,500	-	14,805	-	7,695	-	-	-	-	5,000	-	-	113,000
N.W. Wright (i)	84,000	-	12,761	-	7,560	-	-	-	-	5,000	-	-	109,321
T.L. Smith (i)	81,000	-	4,734	-	7,290	-	-	-	-	8,663	-	-	101,687
Total (iv)	1,159,575	10,000	266,181	5,994	81,390	-	54,760	-	-	139,263	-	-	1,717,163

2004	Short-term employee benefits				Post-employment benefits		Other long-term employee benefits (v)	Termination benefits	Share-based payment				Total
	Salary & fees	Bonus	Non-monetary	Other	Super-annuation	Other			Equity-settled		Cash settled	Other	
									Shares & units	Options & rights			
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
C.J. Chambers	65,125	-	25,400	1,125	-	-	-	-	-	-	-	-	91,650
P.H. Taylor (iii)	229,860	-	53,800	1,125	22,500	-	20,140	-	-	57,500	-	-	384,925
A.K. Black	191,651	-	35,801	800	17,249	-	-	-	-	-	-	-	245,501
F.R. Ridley	62,000	-	23,162	850	-	-	-	-	-	-	-	-	86,012
B.M. Stavrinidis	62,000	-	24,350	670	-	-	-	-	-	-	-	-	87,020
W.K. Flinders	62,000	-	24,350	680	-	-	-	-	-	-	-	-	87,030
O.H. O'Brien	36,750	-	20,120	312	-	-	-	-	-	-	-	-	57,182
W.L. Lee	79,372	-	5,980	-	7,763	-	6,878	-	-	-	-	-	99,993
L.J. Jackson	80,690	-	14,503	-	7,763	-	5,560	-	-	-	-	-	108,516
C.P. Daniels	71,250	-	13,028	-	7,110	-	7,750	-	-	-	-	-	99,138
N.W. Wright	73,738	-	11,230	-	7,049	-	4,587	-	-	-	-	-	96,604
E.P. Hart	79,375	-	12,500	-	7,144	-	-	-	-	-	-	-	99,019
Total (iv)	1,093,811	-	264,224	5,562	76,578	-	44,915	-	-	57,500	-	-	1,542,590

Source reference

**4. Key management personnel compensation (cont'd)**

- AASB124.Aus25.5(d) (i) Mr T. L. Smith was granted executive share options under the executive share option plan on 30 September 2005. Mr P.H. Taylor and other executives were granted share options on 31 March 2005. Further details of the options are contained in notes 5 and 56 to the financial statements.
- (ii) Mr W.L. Lee was granted a cash bonus of \$10,000 on 12 December 2005. The bonus was given, on successful acquisition by the consolidated entity, for his identification of the distribution business of Minus Pty Limited as an advantageous investment opportunity earlier in the reporting period.
- (iii) Mr P.H. Taylor was granted executive share options under the executive share option plan on 31 March 2004. Further details of the options granted are contained in notes 5 and 56 to the financial statements.
- (iv) Disclosure of the aggregate of each component identified is not specifically required by AASB 124 'Related Party Disclosures'.
- AASB124.Aus25.4(c) (v) Amounts attributable to long-term incentive plans shall be separately identified from other long-term employee benefits.

**Components of compensation**

- AASB124.Aus25.4 For each key management person of a disclosing entity, the following components of the five categories of compensation shall be disclosed:
- (a) short-term employee benefits. Amounts in this category shall be divided into at least the following components:
- (i) cash salary, fees and short-term compensated absences;
  - (ii) short-term cash profit-sharing and other bonuses;
  - (iii) non-monetary benefits; and
  - (iv) other short-term employee benefits;
- (b) post-employment benefits. Amounts in this category shall be divided into at least the following components:
- (i) pension and superannuation benefits; and
  - (ii) other post-employment benefits;
- (c) other long-term employee benefits, separately identifying amounts attributable to long-term incentive plans;
- (d) termination benefits; and
- (e) share-based payment. Amounts in this category shall be divided into at least the following components:
- (i) equity-settled share-based payment transactions:
    - (a) shares and units;
    - (b) options and rights;
  - (ii) cash-settled share-based payment transactions; and
  - (iii) all other forms of share-based payment compensation (including hybrids).

**Contracts for services of key management personnel**

- AASB124.Aus25.5(e) For each contract for services between the key management person and the disclosing entity (or any of its subsidiaries), the financial report shall include such explanations as are necessary, in addition to disclosures regarding bonuses and share-based compensation benefits as specified by AASB124.Aus25.5(c) and (d), to provide an understanding of how the amount of compensation in the current reporting period was determined and how the terms of the contract affect compensation in future periods.
- AASB124.Aus25.5(h) If the person is employed by the entity under a contract, the financial report shall disclose the duration of the contract, the periods of notice required to terminate the contract and the termination payments provided for under the contract.

Source reference

**4. Key management personnel compensation (cont'd)**

**Grants of cash bonuses, performance-related bonuses and share-based payment compensation benefits**

- AASB124.Aus25.5(d) For each grant of a cash bonus, performance-related bonus or share-based payment compensation benefit, whether part of a specific contract for services or not, the financial report shall disclose the terms and conditions of each grant affecting compensation in this or future reporting periods, including:
- (a) the grant date;
  - (b) the nature of the compensation granted;
  - (c) the service and performance criteria used to determine the amount of compensation; and
  - (d) if there has been any alteration of the terms or conditions of the grant since the grant date, the date, details and effect of each alteration.

**Modification of terms of share-based payment transactions**

- AASB124.Aus25.6 Where the terms of share-based payment transactions (including options or rights) granted as compensation to a key management person have been altered or modified by the issuing entity during the reporting period, the following details shall be disclosed for each such person:
- (a) the date of each alteration of the terms;
  - (b) the market price of the underlying equity instrument at the date of alteration;
  - (c) the terms of the grant immediately prior to alteration, including the number and class of the underlying equity instruments, exercise price, time remaining until expiry and each other condition in the terms affecting the exercise of the option or other right;
  - (d) the new terms; and
  - (e) the difference between the total of the fair value of the options or other rights affected by the alteration immediately before the alteration and the total of the fair value of those options or other rights immediately after the alteration.

**Illustrative disclosures – non-disclosing entities**

Rather than the example disclosures illustrated above, non-disclosing entities shall make the following disclosures in respect of compensation to key management personnel:

- AASB124.16 The aggregate compensation of the key management personnel of the consolidated entity and the company is set out below:

	Consolidated		Company	
	2005 \$	2004 \$	2005 \$	2004 \$
Short-term employee benefits	1,441,750	1,363,597	1,441,750	1,363,597
Post-employment benefits	81,390	76,578	81,390	76,578
Other long-term benefits	54,760	44,915	54,760	44,915
Termination benefits	-	-	-	-
Share-based payment	139,263	57,500	139,263	57,500
	<b>1,717,163</b>	<b>1,542,590</b>	<b>1,717,163</b>	<b>1,542,590</b>

Source reference

## 5. Executive share option plan

AASB2.44, 46, 50,  
52

An entity shall disclose information that enables users of the financial report to understand the nature and extent of share-based payment arrangements that existed during the period, how the fair value of the goods and services received or equity instruments granted during the period were determined, and the effect of share-based payment transactions on the entity's profit or loss for the period and on its financial position. Where the specific disclosures required by AASB 2 'Share-based Payment' does not satisfy these principles, an entity shall disclose such additional information as is necessary to satisfy them.

AASB2.45(a),  
AASB124.Aus25.5(d)  
(iii), Aus25.7.1(b)(ii),  
Aus25.7.1(b)(iii),  
Aus25.7.1(b)(vi),  
Aus25.7.2(c)

The consolidated entity has an ownership-based compensation scheme for employees (including executive directors) of the company. In accordance with the provisions of the scheme, as approved by shareholders at a previous annual general meeting, employees with more than five years service with the company may be granted options to purchase parcels of ordinary shares at an exercise price of \$1.00 per ordinary share.

Each executive share option converts into one ordinary share of DTT Consolidated Limited on exercise. No amounts are paid or payable by the recipient on receipt of the option. The options carry neither rights to dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry.

The number of options granted is calculated in accordance with the performance based formula approved by shareholders at a previous annual general meeting and is subject to approval by the Remuneration Committee. The formula rewards employees against the extent of the company's and individual's achievement against both qualitative and quantitative criteria from the following financial and customer service measures:

- improvement in share price
- improvement in net profit
- improvement in return to shareholders
- warranty claims
- client satisfaction surveys
- rate of staff turnover

The options granted expire within twelve months of their issue, or one month of the resignation of the executive, whichever is the earlier.

AASB2.44, 45(a),  
AASB124.Aus25.7.1  
(b)(i), Aus25.7.1(b)(ii),  
Aus25.7.1(b)(iv)  
Aus25.7.1(b)(v)

The following share-based payment arrangements were in existence during the period:

Options series	Number	Grant date	Expiry date	Exercise price \$	Fair value at grant date \$
(1) Issued 31 March 2004 (*)	140,000	31/03/04	31/03/05	1.00	1.15
(2) Issued 30 September 2004 (*)	150,000	30/09/04	30/09/05	1.00	1.18
(3) Issued 31 March 2005 (*)	160,000	31/03/05	31/03/06	1.00	1.20
(4) Issued 30 September 2005 (**)	60,000	30/09/05	30/09/06	1.00	1.05

(\*) In accordance with the terms of the share-based arrangement, options issued during the financial year ended 31 December 2004, and on 31 March 2005, vest at the date of their issue.

(\*\*) In accordance with the terms of the share-based arrangement, options issued on 30 September 2005 will vest when the share price of DTT Consolidated Limited, as quoted on the Australian Stock Exchange, exceeds \$4.00.

Source reference

5. Executive share option plan (cont'd)

AASB2.46, 47(a)

The weighted average fair value of the share options granted during the financial year is \$1.16 (2004: \$1.17). Options were priced using a binomial option pricing model. Where relevant, the expected life used in the model has been adjusted based on management's best estimate for the effects of non-transferability, exercise restrictions (including the probability of meeting market conditions attached to the option), and behavioural considerations. Expected volatility is based on the historical share price volatility over the past 5 years. To allow for the effects of early exercise, it was assumed that employees would exercise the options after vesting date when the share price was two and a half times the exercise price.

Inputs into the model	Option series			
	Series 1	Series 2	Series 3	Series 4
Grant date share price	2.64	2.67	2.69	2.53
Exercise price	1.00	1.00	1.00	1.00
Expected volatility	15.20%	15.40%	13.10%	13.50%
Option life	1 year	1 year	1 year	1 year
Dividend yield	13.27%	13.12%	13.00%	13.81%
Risk-free interest rate	5.13%	5.14%	5.50%	5.45%
Other [describe]	-	-	-	-

The following reconciles the outstanding share options granted under the executive share option plan at the beginning and end of the financial year:

	2005		2004	
	Number of options	Weighted average exercise price \$	Number of options	Weighted average exercise price \$
AASB2.45(b)(i) Balance at beginning of the financial year	290,000	1.00	-	-
AASB2.45(b)(ii) Granted during the financial year	220,000	1.00	290,000	1.00
AASB2.45(b)(iii) Forfeited during the financial year	-	-	-	-
AASB2.45(b)(iv) Exercised during the financial year (i)	(314,000)	1.00	-	-
AASB2.45(b)(v) Expired during the financial year	-	-	-	-
AASB2.45(b)(vi) Balance at end of the financial year (ii)	196,000	1.00	290,000	1.00
AASB2.45(b)(vii) Exercisable at end of the financial year	136,000	1.00	290,000	1.00

(i) Exercised during the financial year

AASB2.45(c)

The following share options granted under the executive share option plan were exercised during the financial year:

2005 Options series	Number exercised	Exercise date	Share price at exercise date \$
(1) Issued 31 March 2004	30,000	05/01/05	2.50
(1) Issued 31 March 2004	45,000	31/01/05	2.25
(1) Issued 31 March 2004	65,000	15/03/05	2.75
(2) Issued 30 September 2004	65,000	01/07/05	2.95
(2) Issued 30 September 2004	85,000	28/08/05	3.15
(3) Issued 31 March 2005	24,000	20/12/05	3.50
	314,000		
2004 Options series	Number exercised	Exercise date	Share price at exercise date \$
[describe option series]	-	-	-

AASB2.45(c)

If options were exercised on a regular basis throughout the period, the entity may instead disclose the weighted average share price during the period, for example:

'The weighted average share price of the options exercised during the financial year was \$2.86 (2004: none exercised).'

Source reference

**5. Executive share option plan (cont'd)**

**(ii) Balance at end of the financial year**

AASB2.45(d) The share options outstanding at the end of the financial year had an exercise price of \$1.00, and a weighted average remaining contractual life of 146 days.

AASB2.45(d) If the range of exercise prices is wide, the outstanding options shall be divided into ranges that are meaningful for assessing the number and timing of additional shares that may be issued and the cash that may be received upon exercise of those options.

**Fair value of goods and services determined indirectly by reference to the fair value of equity instruments granted**

AASB2.47 Where the fair value of goods and services received as consideration for equity instruments has been measured indirectly by reference to the fair value of the equity instruments granted, an entity shall disclose:

- (a) for share options granted during the period, the weighted average fair value of those options at the measurement date and information on how that fair value was measured, including:
  - (i) the option pricing model used and the inputs to that model, including the weighted average share price, exercise price, expected volatility, option life, expected dividends, the risk-free interest rate and any other inputs to the model, including the method used and the assumptions made to incorporate the effects of expected early exercise;
  - (ii) how expected volatility was determined, including an explanation of the extent to which expected volatility was based on historical volatility; and
  - (iii) whether and how any other features of the option grant were incorporated into the measurement of fair value, such as a market condition
- (b) for equity instruments other than share options granted during the period, the number and weighted average fair value of those equity instruments at the measurement date, and information on how that fair value was measured, including:
  - (i) if fair value was not measured on the basis of an observable market price, how it was determined;
  - (ii) whether and how expected dividends were incorporated into the measurement of fair value; and
  - (iii) whether and how any other features of the equity instruments granted were incorporated into the measurement of fair value.

**Modified share-based payment arrangements**

AASB2.47(c) For share-based payment arrangements that were modified during the period, an entity shall disclose:

- (i) an explanation of those modifications
- (ii) the incremental fair value granted (as a result of those modifications); and
- (iii) information on how the incremental fair value granted was measured, consistently with the requirements set out in (a) and (b) above, where applicable.



Source reference

## 56. Related party disclosures

### Parent entity relief

AASB124.Aus1.5 An entity that is the parent entity in a group and presents its separate financial statements together with the consolidated financial statements in accordance with AASB 127 'Consolidated and Separate Financial Statements' need not provide in its separate financial statements the disclosures required by paragraphs Aus25.1 to Aus25.9.3 (that is, the additional disclosures specified by AASB 124 in respect of disclosing entities).

### Related parties

AASB124.9 'Related party' – a party is related to an entity if:

- (a) directly, or indirectly through one or more intermediaries, the party:
  - (i) controls, is controlled by, or is under common control with, the entity (this includes parents, subsidiaries and fellow subsidiaries);
  - (ii) has an interest in the entity that gives it significant influence over the entity; or
  - (iii) has joint control over the entity;
- (b) the party is an associate of the entity;
- (c) the party is a joint venture in which the entity is a venturer;
- (d) the party is a member of the key management personnel of the entity or its parent;
- (e) the party is a close member of the family of any individual referred to in (a) or (d);
- (f) the party is an entity that is controlled, jointly controlled or significantly influenced by, or for which significant voting power in such entity resides with, directly or indirectly, any individual referred to in (d) or (e); or
- (g) the party is a post-employment benefit plan for the benefit of employees of the entity, or of any entity that is a related party of the entity.

AASB124.9 'Close members of the family of an individual' are those family members who may be expected to influence, or be influenced by, that individual in their dealings with the entity. They may include:

- (a) the individual's domestic partner and children;
- (b) children of the individual's domestic partner; and
- (c) dependants of the individual or the individual's domestic partner.

AASB124.10 In considering each possible related party relationship, attention is directed to the substance of the relationship and not merely the legal form.

AASB124.9 'Key management personnel' are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity.

AASB124.Aus9.1 'Director' means

- (a) a person who is a director under the Corporations Act;
- (b) in the case of entities governed by bodies not called a board of directors, a person who, regardless of the name that is given to the position, is appointed to the position of member of the governing body, council, commission or authority.

### Comparative information

AASB101.36 Comparative information shall be disclosed for all amounts disclosed in accordance with AASB 124. Comparative information shall be included for narrative and descriptive information when it is relevant to an understanding of the current period's financial report.

### Materiality

AASB124.Aus1.9, AASB1031.12(b)(i) The disclosure requirements of AASB 124 paragraphs 1 to 22 (that is, the disclosures that have to be made by all entities) only apply where they are of material consequence. It may be necessary to treat as material an item or aggregate of items which would not be judged material on the basis of the amounts involved, because of their nature, for example, when transactions occur between an entity and parties who have a fiduciary responsibility in relation to that entity, such as those transactions outlined in AASB 124.

AASB124.Aus1.10 The disclosures contained in AASB 124 paragraphs Aus25.1 to Aus25.9.3 that are required to be made by each disclosing entity or group of which the disclosing entity is parent, are deemed to be material.

Source reference

**56. Related party disclosures (cont'd)**

**(a) Equity interests in related parties**

**Equity interests in subsidiaries**

Details of the percentage of ordinary shares held in subsidiaries are disclosed in note 52 to the financial statements.

In addition, DTT Consolidated Limited holds 100% of the ordinary share options of DTT International Limited giving the company the right to purchase an additional 500,000 ordinary shares at \$1.20 each. The ordinary share options may be exercised during the period from 1 July 2006 and 31 December 2006.

**Equity interests in associates and joint ventures**

Details of interests in associates and joint ventures are disclosed in note 14 to the financial statements.

**Equity interests in other related parties**

DTT Consolidated Limited holds 3% of the ordinary share capital of DTT Related plc, a subsidiary of the ultimate parent entity, DTT Overseas plc.

**(b) Key management personnel compensation**

Details of key management personnel compensation are disclosed in note 4 to the financial statements.

**(c) Loans to key management personnel (*disclosing entities only*)**

The following loan balances are in respect of loans made to key management personnel of the consolidated entity and their related entities. These balances do not include loans that are in-substance options and are non-recourse to the consolidated entity.

Loans to key management personnel	Balance at beginning \$	Interest charged \$	Interest not charged \$	Write-off \$	Balance at end \$	Number in group
2005	-	33,167	-	-	2,420,000	3
2004	-	-	-	-	-	-

**Key management personnel with loans above \$100,000 in the reporting period**

	Balance at beginning \$	Interest charged \$	Interest not charged \$	Write-off \$	Balance at end \$	Highest in period \$
<b>2005</b>						
F.R. Ridley	-	8,977	-	-	1,345,000	1,345,000
A.K. Black	-	8,070	-	-	269,000	269,000
L.A. Lochert	-	16,120	-	-	806,000	806,000

	Balance at beginning \$	Interest charged \$	Interest not charged \$	Write-off \$	Balance at end \$	Highest in period \$
<b>2004</b>						
[describe]						

Key management personnel are charged interest on loans provided by the consolidated entity at 12%p.a., which is comparable to the average commercial rate of interest. Interest on the loan is payable monthly. Loans are provided for a maximum period of 12 months.

For the purpose of disclosures made in relation to loans with key management personnel, loans do not include loans involved in transactions that are in-substance options, including non-recourse loans.

Source reference

**56. Related party disclosures (cont'd)**

**(d) Key management personnel equity holdings** (*disclosing entities only*)

AASB124.Aus25.7

The financial report shall include disclosure of the equity instruments issued or issuable by the disclosing entity and any of its subsidiaries by each class of equity instrument identifying each class by:

- (a) the name of the issuing entity;
- (b) the class of equity instrument; and
- (c) if the instrument is an option or right, the class and number of equity instruments for which it may be exercised.

An equity holding shall be included in these disclosures only once in respect of the same equity instrument. That is, an indirect holding in the disclosing entity (or a subsidiary of that disclosing entity) through a related party of the key management person is not again considered as a direct holding of that related party when considering the equity holdings of that key management person (including their related parties).

AASB124.Aus25.7(a),  
Aus25.7(b),  
Aus25.7.2(a),  
Aus25.7.4

**Fully paid ordinary shares of DTT Consolidated Limited**

	Balance at 1 Jan No.	Granted as compensation No.	Received on exercise of options No.	Net other change No.	Balance at 31 Dec No.	Balance held nominally No.
<b>2005</b>						
C.J. Chambers	5,000	-	-	-	5,000	-
P.H. Taylor	1,500	-	50,000	(1,500)	50,000	-
A.K. Black	1,000	-	-	-	1,000	-
W.L. Lee	2,520	-	6,250	3,500	12,270	3,500
L.J. Jackson	1,250	-	6,250	(1,500)	6,000	800
C.P. Daniels	4,584	-	4,167	-	8,751	-
N.W. Wright	-	-	4,167	-	4,167	-

	Balance at 1 Jan No.	Granted as compensation No.	Received on exercise of options No.	Net other change No.	Balance at 31 Dec No.	Balance held nominally No.
<b>2004</b>						
C.J. Chambers	5,000	-	-	-	5,000	-
P.H. Taylor	1,500	-	-	-	1,500	-
A.K. Black	1,000	-	-	-	1,000	-
W.L. Lee	2,500	-	-	-	2,520	-
L.J. Jackson	-	-	-	1,250	1,250	-
C.P. Daniels	6,000	-	-	(1,416)	4,584	-

AASB124.Aus25.7(a),  
Aus25.7(b),  
Aus25.7.4

**Partly paid ordinary shares of DTT Consolidated Limited**

	Balance at 1 Jan No.	Granted as compensation No.	Received on exercise of options No.	Net other change No.	Balance at 31 Dec No.	Balance held nominally No.
<b>2005</b>						
C.J. Chambers	833	-	-	-	833	-
P.H. Taylor	8,167	-	-	-	8,167	-
A.K. Black	167	-	-	-	167	-
W.L. Lee	1,000	-	-	-	1,000	-

	Balance at 1 Jan No.	Granted as compensation No.	Received on exercise of options No.	Net other change No.	Balance at 31 Dec No.	Balance held nominally No.
<b>2004</b>						
C.J. Chambers	833	-	-	-	833	-
P.H. Taylor	8,167	-	-	-	8,167	-
A.K. Black	167	-	-	-	167	-
W.L. Lee	1,000	-	-	-	1,000	-

Source reference

56. Related party disclosures (cont'd)

AASB124.Aus25.7(a),  
Aus25.7(b),  
Aus25.7.4

Converting cumulative non-participating preference shares of DTT Consolidated Limited

	Balance at 1 Jan No.	Granted as compensation No.	Received on exercise of options No.	Net other change No.	Balance at 31 Dec No.	Balance held nominally No.
2005						
P.H. Taylor	25,000	-	-	-	25,000	-
W.L. Lee	1,000	-	-	-	1,000	-

	Balance at 1 Jan No.	Granted as compensation No.	Received on exercise of options No.	Net other change No.	Balance at 31 Dec No.	Balance held nominally No.
2004						
P.H. Taylor	25,000	-	-	-	25,000	-
W.L. Lee	1,000	-	-	-	1,000	-

AASB124.Aus25.7(a),  
Aus25.7(b),  
Aus25.7.4

Convertible notes of DTT Consolidated Limited

	Balance at 1 Jan No.	Granted as compensation No.	Received on exercise of options No.	Net other change No.	Balance at 31 Dec No.	Balance held nominally No.
2005						
C.J. Chambers	-	-	-	3,000	3,000	-
P.H. Taylor	-	-	-	15,000	15,000	-
A.K. Black	-	-	-	2,000	2,000	-

	Balance at 1 Jan No.	Granted as compensation No.	Received on exercise of options No.	Net other change No.	Balance at 31 Dec No.	Balance held nominally No.
2004						
[describe]	-	-	-	-	-	-

AASB124.Aus25.7,  
Aus25.7.1(a),  
Aus25.7.3

Executive share options of DTT Consolidated Limited

	Bal at 1 Jan No.	Granted as compensation No.	Exercised No.	Net other change No.	Bal at 31 Dec No.	Bal vested at 31 Dec No.	Vested but not exercisable No.	Vested and exercisable No.	Options vested during year No.
2005									
P.H. Taylor	50,000	88,000	50,000	-	88,000	88,000	-	88,000	88,000
W.L. Lee	-	6,250	6,250	-	-	-	-	-	6,250
L.J. Jackson	-	6,250	6,250	-	-	-	-	-	6,250
C.P. Daniels	-	4,167	4,167	-	-	-	-	-	4,167
N.W. Wright	-	4,167	4,167	-	-	-	-	-	4,167
T.L. Smith	-	33,000	-	-	33,000	-	-	-	-

	Bal at 1 Jan No.	Granted as compensation No.	Exercised No.	Net other change No.	Bal at 31 Dec No.	Bal vested at 31 Dec No.	Vested but not exercisable No.	Vested and exercisable No.	Options vested during year No.
2004									
P.H. Taylor	-	50,000	-	-	50,000	50,000	-	50,000	50,000

AASB124.Aus25.7.1  
(b), Aus25.7.2(a),  
Aus25.72.2(c),  
Aus25.7.2(d)

All executive share options issued to key management personnel were made in accordance with the provisions of the executive share option plan.

During the financial year, 70,834 options (2004: nil) were exercised by key management personnel at an exercise price of \$1 per option for 70,834 ordinary shares in DTT Consolidated Limited (2004: nil). No amounts remain unpaid on the options exercised during the financial year at year end.

Further details of the executive share option plan and of share options granted during the 2005 and 2004 financial years are contained in notes 4 and 5 to the financial statements.

Source reference

**56. Related party disclosures (cont'd)**

**Equity holdings held nominally**

AASB124.Aus25.7.4(f)

The financial report shall disclose, in respect of equity holdings (other than options and rights) held directly, indirectly or beneficially by each key management person, including their related parties (as referred to in (e) and (f) of the related party definition), the number held nominally at the reporting date

Nominally means 'in name only'. Disclosure of equity holdings held nominally means disclosure of the equity instruments held by the key management person (or their related entity) in his or her name for the benefit of someone outside their related entity group.

**Disclosure of non-arm's length transactions involving share-based payment compensation**

AASB124.Aus25.7.5

Where transactions involving equity instruments other than those granted as share-based payment compensation have occurred between a key management person, including their related parties (as referred to in (e) and (f) of the related party definition) and the issuing entity during the financial year on terms or conditions that were more favourable than those in an arm's length transaction, the financial report shall disclose the nature of the transaction and details of the terms and conditions.

		Consolidated	
		2005	2004
		\$	\$
<b>(e) Other transactions with key management personnel (and their related parties) of DTT Consolidated Limited (disclosing entities only)</b>			
The profit from operations includes the following items of revenue and expense that resulted from transactions, other than compensation, loans or equity holdings, with key management personnel or their related entities:			
AASB124.Aus25.9.1(a)(i), Aus25.9.1(a)(ii)	Interest revenue	20,833	-
	Dividend revenue	-	-
	Other	-	-
AASB124.Aus25.9.1(a)	Total recognised as revenue	20,833	-
AASB124.Aus25.9.1(b)(i), Aus25.9.1(b)(ii)	Interest expense	-	-
	Net amounts written-off and allowances for doubtful debts in respect of receivables	-	-
	Other	-	-
AASB124.Aus25.9.1(b)	Total recognised as expenses	-	-
AASB124.Aus25.9.2(a)	Total assets arising from transactions other than loans and amounts receivable in relation to equity instruments with key management personnel or their related entities as at reporting date:		
	Current	500,000	-
	Allowance for doubtful receivables	-	-
	Non-current	-	-
		500,000	-
AASB124.Aus25.9.2(b)	Total liabilities arising from transactions other than compensation with key management personnel or their related entities as at reporting date:		
	Current	-	-
	Non-current	-	-
		-	-

Source reference

**56. Related party disclosures (cont'd)**

AASB124.Aus25.9 During the financial year, the consolidated entity recognised interest revenue of \$20,833 in relation to debentures offered by a related company of Mr B.M. Stavrinidis and held by DTT Finance Limited. The debentures return interest of 6% p.a., payable monthly. The debentures mature on 3 March 2006.

**Disclosures of other transactions and balances**

AASB124.Aus25.9 In respect of transactions during the reporting period between the disclosing entity (and any of its subsidiaries) and key management personnel including their related parties (as referred to in (e) and (f) of the related party definition), other than transactions that affect compensation or equity instruments held by the key management personnel or loans to the key management personnel, the following details shall be disclosed:

- (a) each type of transaction of different nature;
- (b) the terms and conditions of each type of transaction or, where there are different categories of terms and conditions within each type, the terms and conditions of each category of transaction; and
- (c) for each type of transaction or, where there are different categories within each type, each category of transaction:
  - (i) the names of the persons involved; and
  - (ii) the aggregate amount recognised.

AASB124.Aus25.9.3 Transactions with and amounts receivable from or payable to a key management personnel (including their related parties) do not have to be disclosed when:

- (a) they occur within a normal employee, customer or supplier relationship on terms and conditions no more favourable than those it is reasonable to expect the entity would have adopted if dealing at arm's length with an unrelated person;
- (b) information about them does not have the potential to affect adversely decisions about the allocation of scarce resources made by users of the financial report, or the discharge of accountability by the key management person; and
- (c) they are trivial or domestic in nature.

**(f) Transactions with key management personnel of DTT Consolidated Limited and DTT Ultimate Limited**

AASB124.17(c), 17(d) Details of write-downs of receivables in respect of transactions with these related parties are disclosed in note 2 to the financial statements. No amounts were provided for doubtful debts relating to debts due from key management personnel of DTT Consolidated Limited or its parent at reporting date (2004: nil).

AASB124.17(b)(i) Amounts receivable from and payable to these related parties are disclosed in notes 8, 15, 25 and 31 to the financial statements. All loans advanced to and payable to key management personnel of the company and its parent are unsecured and subordinate to other liabilities. Interest is charged monthly on the outstanding loan payable balance at commercial interest rates. Interest is charged monthly on the outstanding loan receivable balance at 12%p.a..

AASB124.17 During the financial year, DTT Consolidated Limited advanced \$2,420,000 in loans to its key management personnel (2004: nil). During the financial year, DTT Consolidated Limited repaid loans owing to key management personnel of its parent entity, DTT Ultimate Limited of \$948,000 (2004: nil).

**(g) Transactions with other related parties**

AASB124.18 Other related parties include:

- the parent entity;
- entities with joint control or significant influence over the consolidated entity;
- associates;
- joint ventures in which the entity is a venturer;
- subsidiaries;
- other related parties.

Source reference

**56. Related party disclosures (cont'd)**

AASB124.17(c), 17(d) Details of write-downs of receivables in respect of transactions with these related parties are disclosed in note 2 to the financial statements. No amounts were provided for doubtful debts relating to debts due from related parties at reporting date (2004: nil).

AASB124.17(b)(i) Amounts receivable from and payable to these related parties are disclosed in notes 8, 15, 25 and 31 to the financial statements. All loans advanced to and payable to related parties are unsecured and subordinate to other liabilities. Interest is charged monthly on the outstanding intercompany loan balance at 6%p.a. All other related party loans attract commercial interest rates. During the financial year, DTT Consolidated Limited received interest of \$1,800,000 (2004: \$1,235,000) from loans to subsidiaries, and paid interest of \$900,000 (2004: \$920,000) to subsidiaries. DTT Consolidated Limited also paid interest of \$6,000 (2004: \$156,000) in relation to other related party loans. The consolidated entity received interest of \$54,000 (2004: nil) from loans to other related parties, and paid interest of \$2,195,000 (2004: \$2,401,000) to other related parties.

**Transactions involving the parent entity**

AASB124.17 During the financial year, DTT Consolidated Limited recognised a net receivable of \$3,602,000 (2004: \$3,628,000) from its wholly-owned subsidiaries for their tax payable for the current period.

AASB124.17 During the financial year, DTT Consolidated Limited received dividends of \$11,895,000 (2004: \$13,914,000) from its subsidiaries. It received dividends of \$23,000 (2004: \$23,000) from DTT Related plc.

AASB124.17 During the financial year, DTT Consolidated Limited provided accounting and administration services totaling \$120,000 (2004: \$80,000) to its subsidiaries for no consideration.

AASB124.17 During the financial year, DTT Consolidated Limited rented premises from an associate at commercial rates totaling \$20,000 (2004: \$18,000).

AASB124.17 During the financial year, DTT Consolidated Limited received management services from the ultimate Australian parent entity, DTT Ultimate Limited, for no charge. The total value of the services received was \$522,000 (2004: \$495,000).

AASB124.17 During the financial year, DTT Consolidated Limited contributed \$25,000 (2004: \$30,000) to its defined contribution plan.

**Transactions involving other related parties**

AASB124.17 During the financial year, subsidiaries of DTT Consolidated Limited contributed cash totaling \$440,000 to the consolidated entity's defined benefit superannuation plans (2004: \$440,000). Cash contributions of \$135,000 (2004: \$118,000) were made to the defined contribution plan.

AASB124.17 During the financial year, associates of DTT Consolidated Limited sold goods to associates on normal commercial terms and conditions totaling \$3,991,000 (2004: \$3,494,000).

AASB124.17 If there have been transactions between related parties, an entity shall disclose the nature of the related party relationship as well as information about the transactions and outstanding balances necessary for an understanding of the potential effect of the relationship on the financial statements. At a minimum, disclosures shall include:

- (a) the amount of the transactions;
- (b) the amount of outstanding balances and their terms and conditions, including whether they are secured, and the nature of the consideration to be provided in settlement and details of any guarantees given or received;
- (c) provisions for doubtful debts related to the amount of the outstanding balances; and
- (d) the expense recognised during the period in respect of bad or doubtful debts due from related parties.

Examples of transactions with related parties are purchases or sales of goods and services with related parties, and payments to certain post-employment plans. Examples of outstanding balances with related parties are related party trade payables and loans from related parties. Entities should also disclose related party transactions arising from share-based compensation arrangements whereby employees of subsidiaries are remunerated with shares of the parent.



Source reference

**56. Related party disclosures (cont'd)**

AASB124.18 The above disclosures shall be provided for each of the following categories:

- (a) the parent;
- (b) entities with joint control or significant influence over the entity;
- (c) subsidiaries;
- (d) associates;
- (e) joint ventures in which the entity is a venturer;
- (f) key management personnel of the entity or its parent; and
- (g) other related parties.

**Terms and conditions of related party transactions**

AASB124.21 Disclosures that related party transactions were made on terms equivalent to those that prevail in arm's length transactions are made only if such terms can be substantiated.

**Separate disclosure of individual transactions**

AASB124.22 Items of a similar nature may be disclosed in aggregate except when separate disclosure is necessary for an understanding of the effects of related party transactions on the financial statements of the entity.

**Transactions eliminated on consolidation**

AASB124.4 Related party transactions and outstanding balances with other entities in a group are disclosed in an entity's financial report. Intra-group related party transactions and outstanding balances are eliminated in the preparation of consolidated financial statements of the group.

**Guarantees provided or received**

AASB124.17(b)(ii) Details of any guarantees given or received in relation to outstanding related party balances shall be disclosed.

**(h) Parent entities**

AASB124.12 The parent entity in the consolidated entity is DTT Consolidated Limited.

AASB127.Aus40.1(a),  
AASB124.12,  
Aus12.1(b) DTT Consolidated Limited's parent entity and the ultimate Australian parent entity is DTT Ultimate Limited.

AASB124.12,  
Aus12.1(a) The ultimate parent entity is DTT Overseas Plc. DTT Overseas Plc is incorporated in the United States of America.

AASB124.12 If neither the entity's parent nor the ultimate controlling party produces financial reports available for public use, the name of the next most senior parent that does so shall also be disclosed.

AASB124.Aus12.1 When any of the parent entities and/or ultimate controlling parties named above is incorporated or otherwise constituted outside Australia, an entity shall:

- (a) identify which of those entities is incorporated overseas and where; and
- (b) disclose the name of the ultimate controlling entity incorporated within Australia.





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