

## Amendments to IC Interpretation 132 *Intangible Assets—Web Site Costs*

Paragraph 5 is amended and the footnote to the ‘*Framework*’ in paragraph 5 is deleted. A new paragraph is added at the end of the section under the heading ‘Effective date’. New text is underlined and deleted text is struck through.

### Issue

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- 5 This Interpretation does not apply to expenditure on purchasing, developing, and operating hardware (eg web servers, staging servers, production servers and Internet connections) of a web site. Such expenditure is accounted for under MFRS 116. Additionally, when an entity incurs expenditure on an Internet service provider hosting the entity’s web site, the expenditure is recognised as an expense under MFRS 101.88 and the ~~*Framework*~~<sup>†</sup>*Conceptual Framework for Financial Reporting* when the services are received.

~~† In November 2011 the MASB replaced the *Framework* with the *Conceptual Framework for Financial Reporting*.~~

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### Effective date

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*Amendments to References to the Conceptual Framework in MFRS Standards*, issued in 2018, amended paragraph 5. An entity shall apply that amendment for annual periods beginning on or after 1 January 2020. Earlier application is permitted if at the same time an entity also applies all other amendments made by *Amendments to References to the Conceptual Framework in MFRS Standards*. An entity shall apply the amendment to IC Interpretation 132 retrospectively in accordance with MFRS 108 *Accounting Policies, Changes in Accounting Estimates and Errors*. However, if an entity determines that retrospective application would be impracticable or would involve undue cost or effort, it shall apply the amendment to IC Interpretation 132 by reference to paragraphs 23–28, 50–53 and 54F of MFRS 108.