

## Notes to the Financial Statements (continued)

### 16. Provisions (continued)

#### (c) Comparative information

Current and non current provision balances reported as at 30 June 2011 have been restated to reflect that for some of our long service leave balances, we do not have an unconditional right to defer the settlement of these long service leave liabilities for more than 12 months. The reclassification has no impact on profit, equity or earnings per share calculations.

If the reclassification had been performed as at 30 June 2010 our non current provisions and non current liabilities would have reduced by \$424 million and our current provisions and current liabilities would have increased by \$424 million.

The table below provides further details regarding the opening and closing balances of the prior period:

Statement of Financial Position item	Telstra Group		
	30 June 2011		
	Reported \$m	Adjustment \$m	Restated \$m
Current provisions . . . . .	394	452	846
Non current provisions . . . . .	696	(452)	244
	30 June 2010 (1 July 2010)		
	Reported \$m	Adjustment \$m	Restated \$m
Current provisions . . . . .	389	424	813
Non current provisions . . . . .	727	(424)	303

The restated current provision includes accrued annual leave, vesting sick leave and long service leave. For long service leave it covers all unconditional entitlements where employees have completed the required period of service and also those where employees are entitled to pro-rata payments in certain circumstances. These amounts are presented as current, since the group does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the group does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. The following amounts have been determined in accordance with an actuarial assessment and reflect leave that is not expected to be taken or paid within the next 12 months:

	Telstra Group	
	As at	
	30 June 2012 \$m	30 June 2011 \$m
Leave obligations expected to be settled after 12 months . . . . .	527	452