

Notes to the Financial Statements (continued)

29. Related party disclosures

Transactions involving our controlled entities

Interests in controlled entities are set out in note 25. Our transactions with our controlled entities recorded in the income statement and statement of financial position are as follows:

	Telstra Entity	
	Year ended/As at	
	30 June	
	2012	2011
	\$m	\$m
Income from controlled entities:		
Sale of goods and services (a)	892	991
Dividend revenue (b)	668	164
Expenses to controlled entities:		
Purchase of goods and services (a)	602	433
Finance costs	33	24
Total amounts receivable at 30 June from:		
Current		
Controlled entities - receivables (a)(d)	985	788
Controlled entities - loans (e)(f)	3,331	3,147
Allowance for amounts owed by controlled entities	(2,948)	(2,773)
	1,368	1,162
Non current		
Controlled entities - loans (g)	1	-
Movement in allowance for amounts owed by controlled entities:		
Opening balance	(2,773)	(2,665)
Impairment loss (c)	(175)	(108)
Closing balance	(2,948)	(2,773)
Total amounts payable at 30 June to:		
Current		
Controlled entities - payables (a)(d)	214	217
Controlled entities - loans (e)(h)	1,492	1,832
	1,706	2,049

(a) The Telstra Entity sold and purchased goods and services and received and paid interest to its controlled entities. These transactions are in the ordinary course of business and are on normal commercial terms and conditions.

Details of our individual significant transactions involving our controlled entities during fiscal 2012 are detailed as follows:

- the Telstra Entity received procurement fees from its controlled entity Sensis Pty Ltd for the use of Yellow Pages and White Pages trademarks amounting to \$355 million (2011: \$522 million). As at 30 June 2012, the Telstra Entity recorded revenue received in advance amounting to \$90 million (2011: \$170 million) for the use of these trademarks;
- the Telstra Entity received income from its controlled entity Telstra Multimedia Pty Ltd amounting to \$356 million (2011: \$347 million) for access to ducts that store the hybrid fibre coaxial (HFC) cable network;
- the Telstra Entity paid management fees to its controlled entity Sensis Pty Ltd amounting to \$334 million (2011: \$338 million) for

undertaking agency and contract management services for the national directory service; and

- the Telstra Entity paid for international connectivity and management services to Telstra International Limited amounting to \$136 million (2011: nil).

(b) During fiscal 2012 the Telstra Entity recorded dividend revenue mainly from the following entities:

- \$550 million (2011: nil) from Sensis Pty Ltd;
- \$50 million (2011: \$70 million) from Telstra Media Pty Limited;
- \$64 million (2011: \$41 million) from Telstra Holdings Pty Ltd; and
- nil (2011: \$43 million) from Telstra Business Systems Pty Ltd.

(c) The profit before income tax expense of the Telstra Entity includes an impairment loss of \$175 million (2011: \$108 million) relating to a movement in allowance for amounts owed by a controlled entity.