

**GIBRALTAR FINANCIAL REPORTING STANDARD No. 16
INTERPRETATIVE NOTE**

(Issued December 2001)

This interpretative note should be read in conjunction with the Explanatory Foreword to Gibraltar Accounting Standards.

REFERENCE

Financial Reporting Standard No.16 – “Current Tax” – together with this interpretative note will be referred to collectively as Gibraltar Financial Reporting Standard No. 16 – “Current Tax” (“GFRS 16”).

LEGAL REQUIREMENTS IN GIBRALTAR

There are no legal requirements governing the accounting treatment of tax. Application of the requirements of this GFRS will not therefore contravene legal requirements in Gibraltar.

APPLICATION TO SMALLER ENTITIES

Reporting entities applying the Gibraltar Financial Reporting Standard for Smaller Entities currently applicable are exempt from this accounting standard.

However, reference should be made to the legal requirements section of this GFRS to establish whether application of the FRSSE (or part thereof) would constitute a departure from any Gibraltar legal accounting requirements.

DATE FROM WHICH EFFECTIVE

The accounting and disclosure requirements set out in this GFRS should be adopted as soon as possible and regarded as recommended practice in respect of the later of (i) accounting periods ending on or after 31 December 2001 and (ii) the effective date as stipulated in the UK standard.
