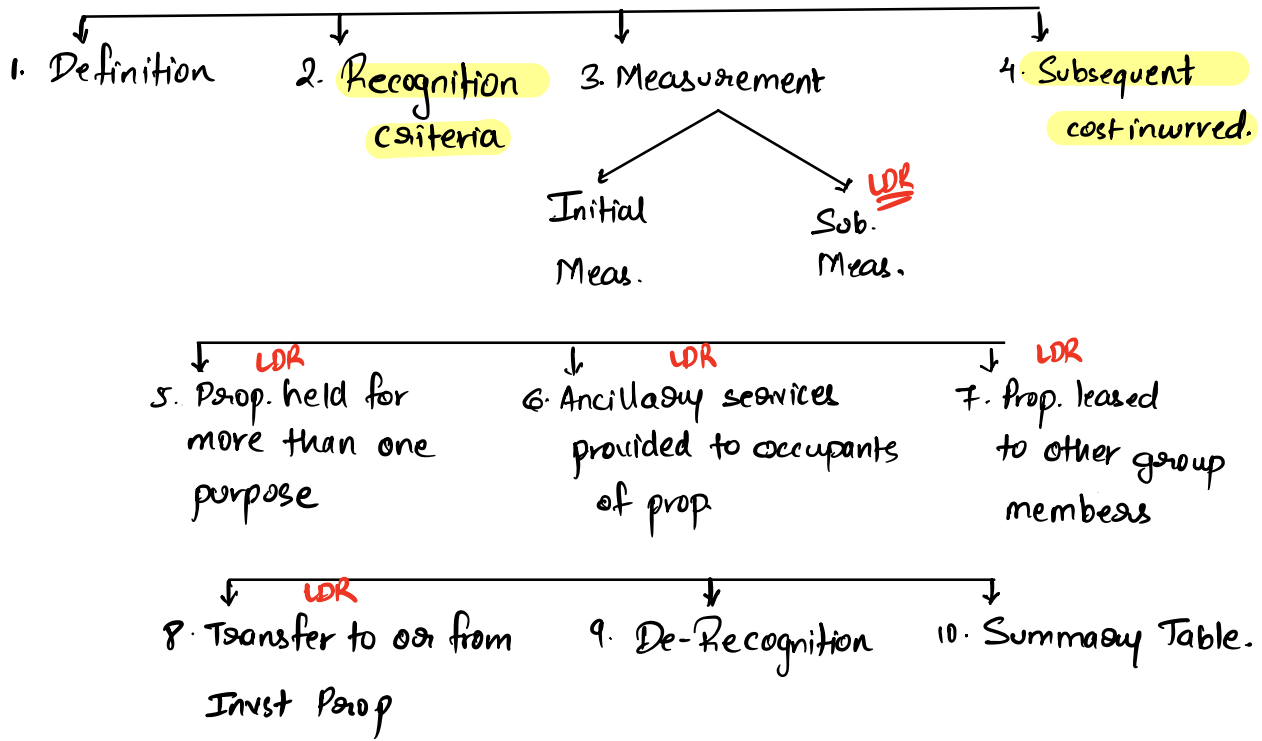


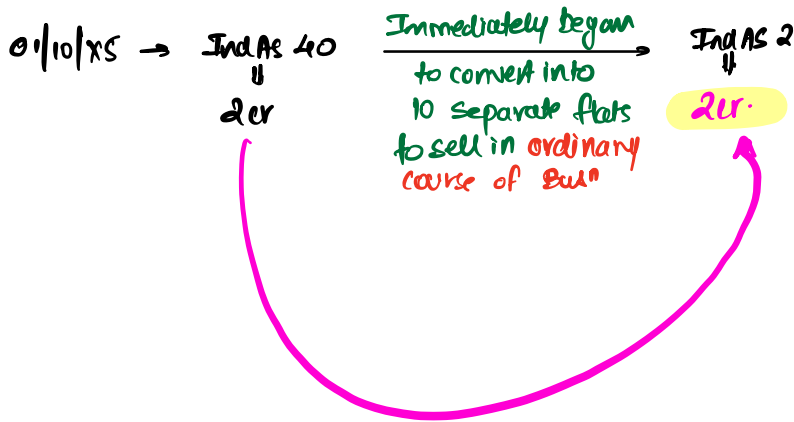
IND AS 40 - Invest Prop.



Illus 9 (LOR)

01/04/11 → Land (Invest Prop) = 2cr
 (No Deprn) → Defn met IP

31/03/15 → Land CA = 2cr (FV disclose → 2.6cr)
 (Ind AS 40)
 ONLY COST Model



1/10/15 Inventory (As per Ind AS 2) → Cost 2cr
 1/10/15 to 31/03/16 → Cost of Conversion (+) 60L
 31/03/16 Cost of Inventory 2.6cr

Measured
at: cost → 2.6cr
 or
 NRV → 4.6cr
 (whichever is lower)

<u>WIP (NAV)</u>	
Self price (10 flats x 50L)	5cr
(-) Cost of comp.	(40L)
NAV of WIP (Inventory)	4.6cr

Illus to (LOR)

B/L Extract as on 31/3/20	
<u>Assets</u>	
<u>NLA</u>	
Inst Prop (7cr + 1.95cr)	8.95cr
↓	
Bldg A Bldg B	
(FV Disclose → 10.5cr)	

P/L Extract (19-20)	
Rental Income	
<u>Exp</u>	
-	
-	
-	
-	
-	
Depn (0.5cr + 0.05cr)	0.55cr

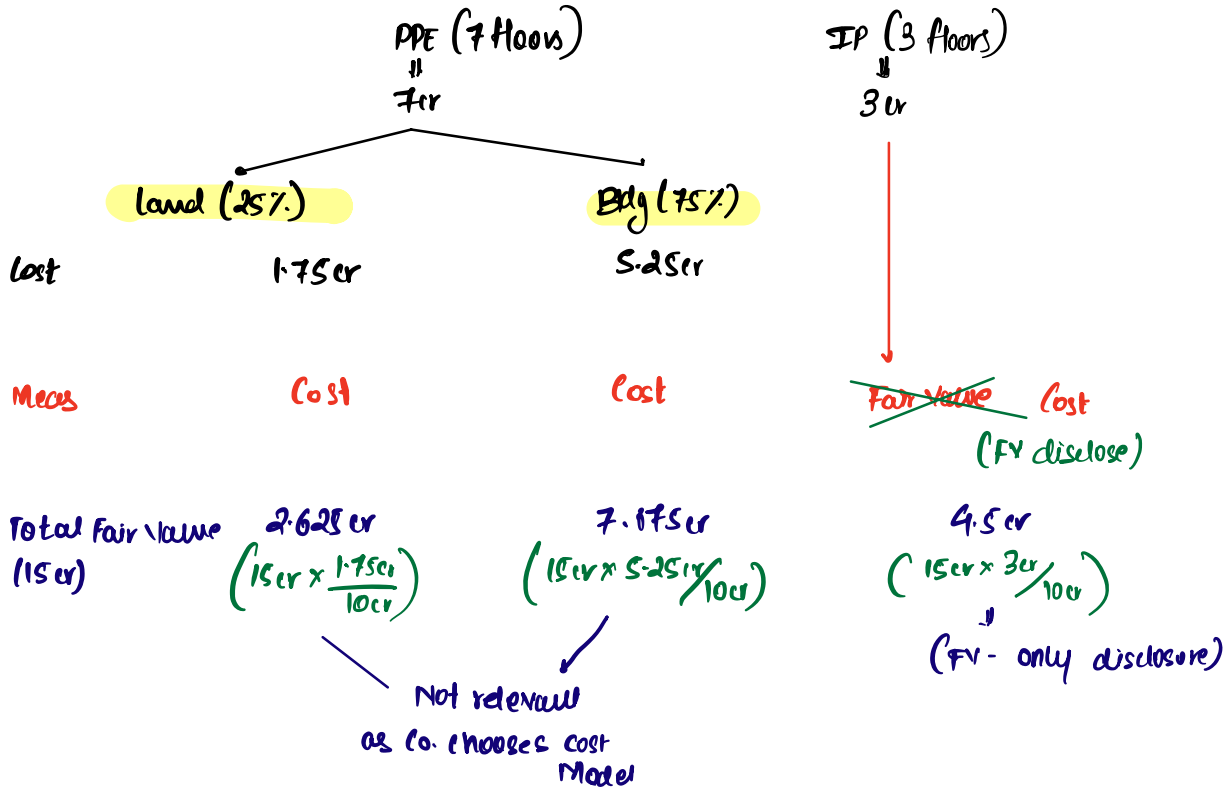
Note ① Bldg A (I.P) → (Det not IP (+) 3-4 line concept)

Bldg A cost 10cr (life 20yrs)
 Less: 5yrs Depn (2.5cr)
 31/3/19 7.5cr
 Less: 1yr Depn (0.5cr)
 31/3/20 CA 7cr

Note ② Bldg B LIP
 01/04/19 2cr (life 40yrs)
 Less: 1yr Depn (0.05cr)
 (2cr × 1/40)
 31/3/20 CA 1.95cr

Ques 1 (LOR) Ind AS 16 - Defⁿ, Subs Meas < Cost
 Reval
 Ind AS 40 - Defⁿ, Subs Meas - Cost (FY disc)

Total Property Cost = 10 Cr.



	Land	Bldg (life 50 yrs) (PPE)	IP (life 50 yrs)
Value in Books	1.75 Cr	5.25 Cr	3 Cr
less (1 yr) Dep'n	-	(0.105)	(0.06)
31/3/11 CA	1.75 Cr	5.145 Cr	2.94 Cr

Ques 2 (LDR)

Concept Ind AS 16 → Defn, Subs Meas (Same class same model), PPE - Depn,
Reval Gain - OCI (NR), Reval loss (PL)

Ind AS 40 → Defn, Subs Meas (cost), IP - Depn.
Fr Disclose

Case 1: Both PPE → Subs Meas (P) IP → Cost Model
@ Cost Model

B/S Extract as on 31.3.17	
<u>Assets</u>	
<u>Net</u>	
<u>PPE (27k + 18k)</u>	45000
<u>IP</u>	21600
(Fr discd - 27000)	

PL Extract (16-17)	
Depn (3000+2000+2400)	7400

WN 1 Prop 1 (PPE)
01.04.16 30,000 (life 10yrs)
less: 1yr Dep (3000)
31.3.17 CA 27000

WN 2 Prop 2 (PPE)
01.04.16 20000 (life 10yrs)
less: 1yr Depn (2000)
31.3.17 CA 18000

WN 3 Prop 3 (IP)
01.04.16 24000 (life 10yrs)
less: 1yr Depn (2400)
31.3.17 CA 21600

Case 2: Both PPE (Subs Meas) @ Reval Model JP @ Cost

B/S Extract 31.3.17	
<u>Asset</u>	
<u>Net</u>	
PPE (32k + 2k)	54000
IP (FV dia 27k)	21600
<u>Eq 21k</u>	
Eq → ESC	
O.E (Rev Surplus)	9000

PL Extract 16-17	
<u>PL</u>	
Depn	7400
<u>OCI (NR)</u>	
Rev Gain (5000 + 4000)	9000

WN ① Prop ① (PPE) (Rev Model)

Cost 30000
 Dep (3000)
 31.3.17 CA 27000
 31.3.17 FV 32000
 Rev Gain 5000
 (OCI NR)
 Revised CA 32000
 31.3.17

WN ② Prop 2 (PPE) (Rev. Model)

Cost 20k
 Dep (2k)
 C.A. 31.3.17 18k
 FV 31.3.17 22k
 Rev. Gain 4k
 OCI NR

} Rev. C.A. 31.3.17 = 22000

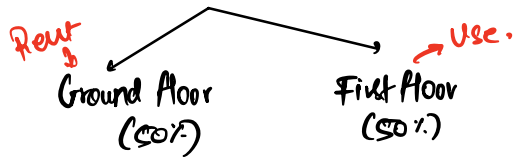
WN ③ IP Cost

Cost 24k
 Dep (2400)
 31.3.17. 21600

Ques 3 (LDR)

Cost of Bldg (Two-Storey Bldg)

purchase Price	50L	
(+) Non Ref Tax	2.5L	
(+) legal cost	50K	
(+) Bldg Plan	1L	
(+) Const. Cost	9.4L	(10L (-) 60k)
Abnor	-	
	<hr/>	
	63.4L	



Ground Floor (50%) First Floor (50%)

31.7L 31.7L

SFS IP PPE

CFS PPE PPE

SFS	
B/S	
NCA	
PPE	31.7L
IP	31.7L

CFS	
B/S	
NCA	
PPE	63.4L