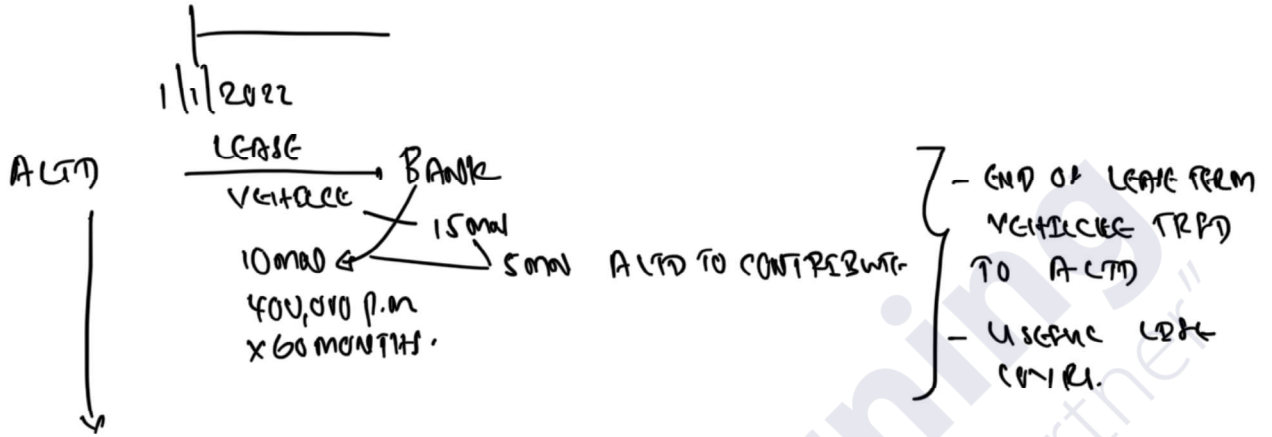


11.09.2022 SLFRS 16 - class room notes



LEASES



ASSETS	1/1/2022 (Rs'000)	31/12/2022 (Rs'000)
ROU	15,100	13,590
	$15,100 / 10$ $- 1,510$	
	P&L DR ROU CR	

LIAB	10,000	10,000 x 20%	400 x 12	7,200
LEASE LIABILITY	10,000	+ 2,000	- 4,800	7,200
		P&L DR	CASH CR	
		LC CR	LC DR	

① $L/L = PV \text{ OF INSTALMENT PAYMENTS}$

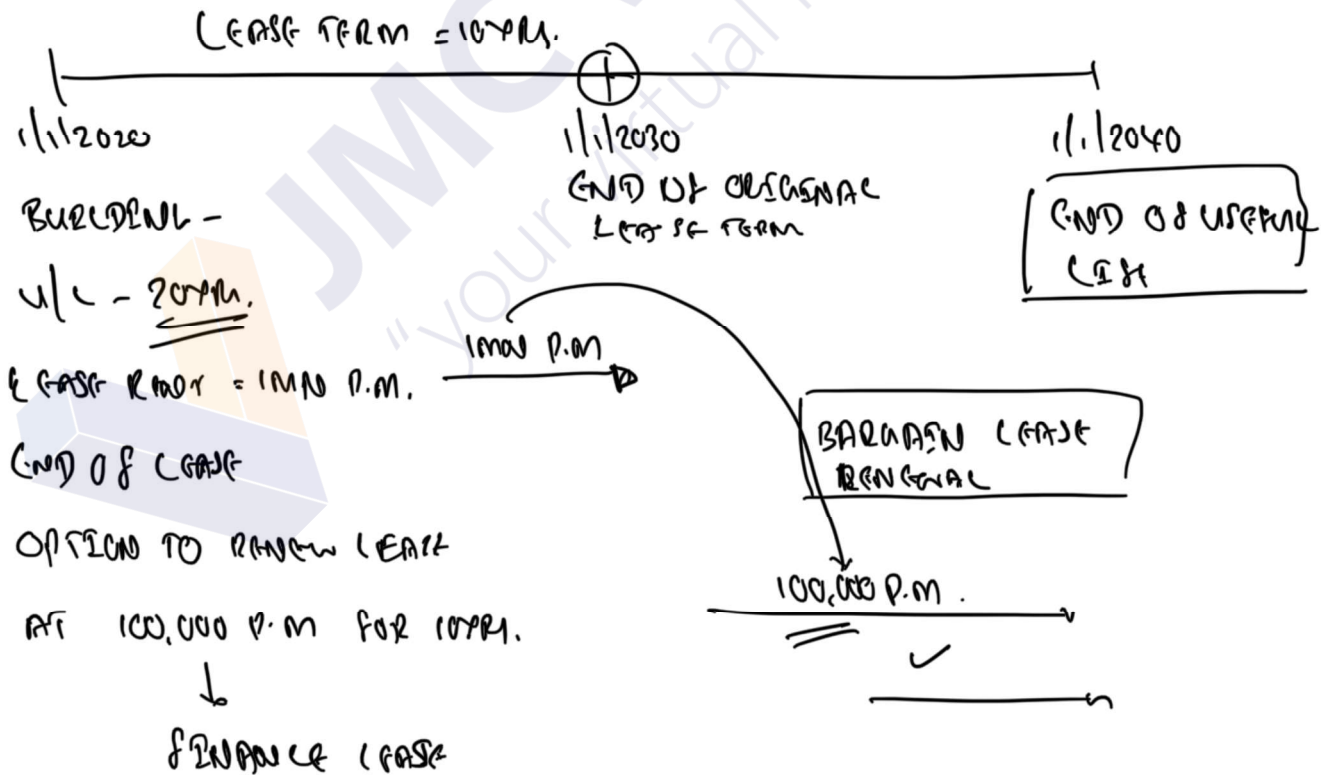
PERIOD	CF (Rs'000)	DF @ 20%	PV (Rs'000)
1	400 =		
⋮	⋮		
60	40 + RV + PURCHASE OPTION		
			10,000

② RIGHT OF USE (ROU)

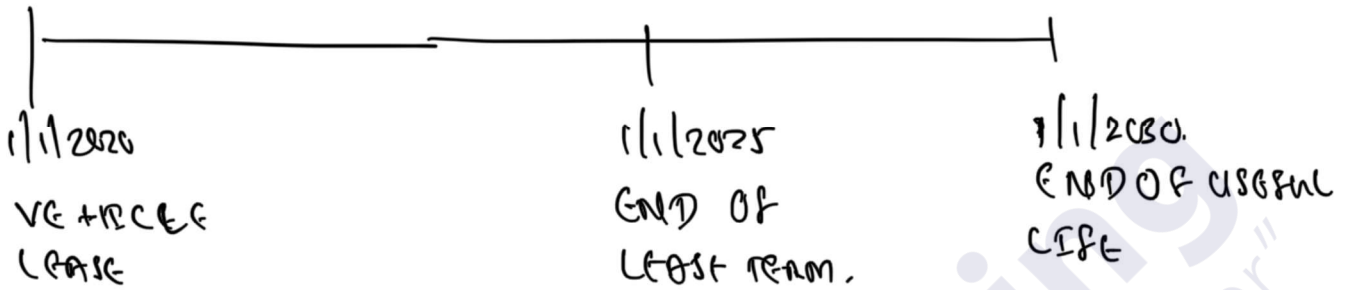
LEASE LIABILITY	=	100000	→ L/C CR ROU DR
+ TAX COST	=	0.1m	→ CASH CR ROU DR
+ DISMANTLING COST-DY	=	xx	→ DISMANT. CR ROU DR LEAS
+ PREPAYMENTS / APPROP. PAYMENTS	=	5m	→ CASH CR ROU DR
		<u>15.1m</u>	

LESSOR - LEASE CLASSIFICATION

BARBARIAN LEASE RENEWAL OPTION



CHANGE IN RESIDUAL VALUE BOUNT BY LESSEE



VALUE = 50MN

U/L = 10 YRS

LEASE TERM = 5 YRS.

RESIDUAL VALUE

AT END OF LEASE

TERM SHOULD BE

30MN OR MORE

→ AT END OF
LEASE IF

RV = 20MN

10MN TO BE REPAYED

BY LESSEE

FINANCE LEASE

