

IFRS5 - Non-Current Assets Held for Sale



Scoped Out

- Deferred Tax Assets
- Employee Benefits Asset
- Financial Assets
- Investment Property
- Biological assets
- Insurance Contracts



Classification

- If the carrying will be recovered principally through a **sale transaction**
- Must be:
 1. Available for immediate sale
 2. In present condition
 3. Subject to terms in a usual and customary sale transaction
 4. Sale must be highly probable



Measurement

- At the **lower of**:
 1. Carrying Amount
 2. FV less cost to sell
- For sales expected after 1 year measure cost to sell at PV
- Always **apply** the originating IFRS **first**
- **Impairment Losses** reduces the carrying amount of **carrying amount**.



Changes to plan

- Measure Non-Current Asset at the **lower of**:
 1. Carrying Amount before classification **adjusted** for changes should the classification **never** happened.
 2. Recoverable amount at change date