AS - 10 (Summary)

AS-10, not applicable to biological assets (living animals, plant)

* Here plant don't include "bearer plants" [Agri. produce & should bear produce for 12 months]
* Bearer plant doesn't include —— (i) Trees grown for use of lumber, (ii) Maize & wheat, (iii) Trees cultivated for both their fruit and lumber.
* Cost of PPE includes purchase price, Directly attributable costs & restoring / decommissioning and similar liabilities.
* Transaction has commercial substance — (i) FV of asset given up or (ii) FV of asset received (if asset given & FV not given) or (iii) WDV of the assets (BV) (if (i) & (ii) can't be available)
* Transaction has no commercial substance — BV (WDV of asset)
* Subsequent expenditure ——.

(i) day to day / regural repairs or maintenance — P&L a/c

(ii) expense increase the life of asset beyond the normal life — Capitalise

(iii) Major replacement / inspection / overhaul — capitalise after computation

WDV of asset	xxx
(+) cost of new part	xxx
(−) WDV of old part	(xxx)
Revised WDV	xxx