



श्री जगदीश  
श्री हरद्विवेदी  
श्री कृष्ण



As-24

## Discontinuing operations

↳ Segment

Components, whose Assets / Liabilities / Income / Expenses be identified for financial & operational purposes.

#1 DO is a Component of enterprise (note 1)

subject to a single plan.

to dispose of substantially in its entirety  
Sale off

a) single transaction



- b) Sell in parts.
- c) Demerger
- d) Abandonment

note 1:- It can be department, Branch, segment subsidiary of unit of above.

#2 following are not D.O.

- i) gradual phasing out of particular line or line of service. eg:- Netflix.
- ii) Shifting of marketing or production activities
- iii) closing down of prod<sup>n</sup> activities enhance productivity.
- iv) Disposing of subsidiary in same line of business.

#3 Initial Disclosure event.  
earlier of the following.

- a) entering into binding agreement to sale

Substantially all assets

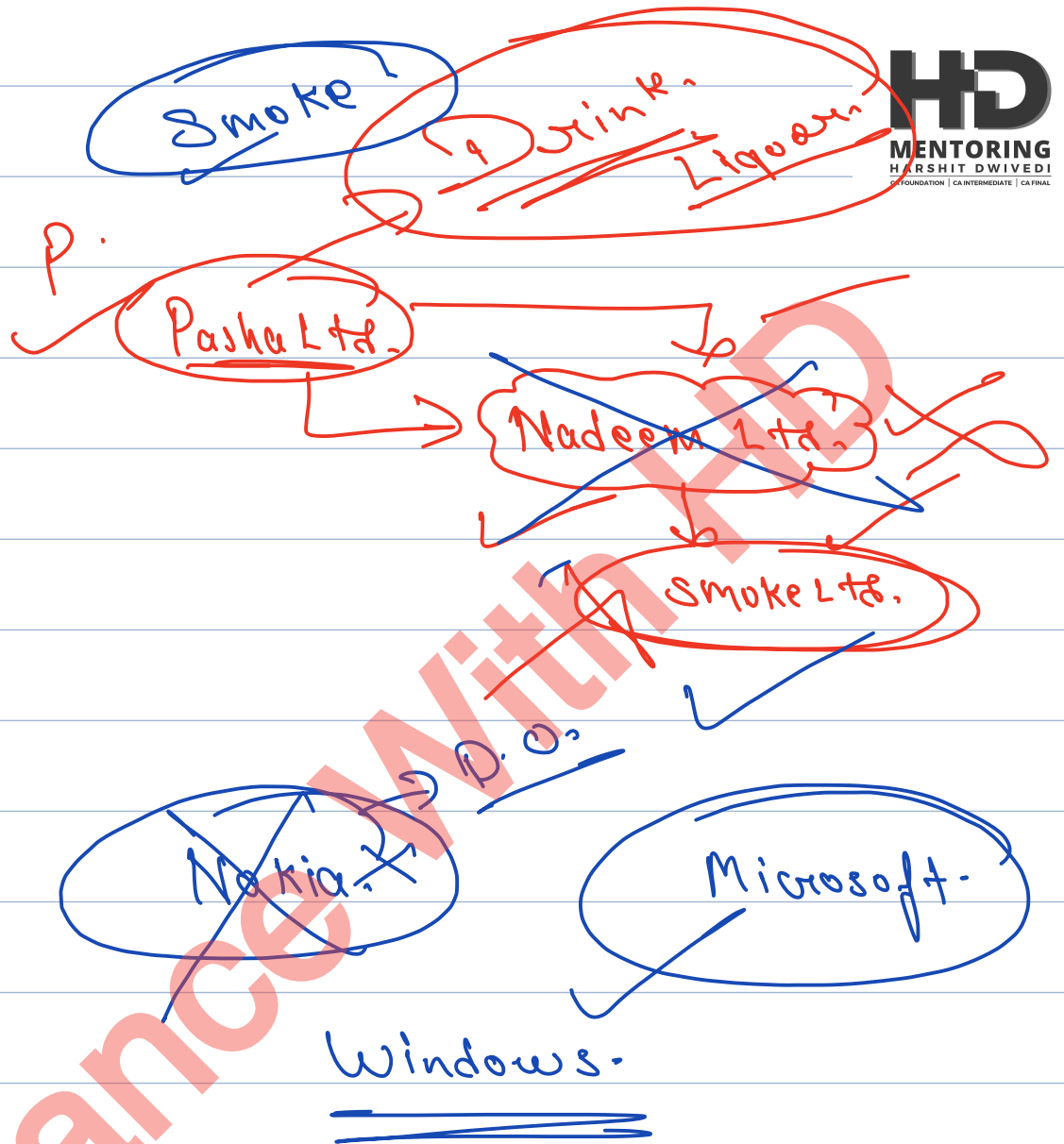
Q1



b) Resolution of discontinuance is approved in Board meeting & announced by Co. to affecting parties.

#4 what is to be disclosed

- ↳ Initial Disclosure event.
- ↳ geographical locations of the operations.
- ↳ Details of A/L relating to D.O.
- ↳ Income/Exp. of D.O.
- ↳ Pre tax profits of D.O.
- ↳ Period in which discontinuance will get completed.



Advance Mentoring