

Revaluation Option for Property, Plant & Equipment for corporates adopting the Sri Lanka Accounting Standard for SMEs (SLFRS for SMEs)

SLFRS for SMEs Section 17 Property, Plant & Equipment at present only permits entities to adopt a Cost Method where the entity should recognize its Property, Plant & Equipment at its cost, minus any accumulated depreciation, minus any impairment. Revaluation Model is not permitted.

However, CA Sri Lanka has issued a Statement of Alternative Treatment (SoAT) on the Revaluation Option for the Property, Plant & Equipment allowing the corporates adopting SLFRS for SMEs to adopt a Revaluation Option with effect from 1st January 2014. Hence; corporate who adopts the Cost Method at present will be allowed to adopt Revaluation Option for the accounting period of 2014/2015.

Important Disclaimer:

This document has been developed as an information resource. It is intended only as a guide and the application of its contents to specific situations will depend on the particular circumstances involved. While every care has been taken for its presentation, no person should act specifically on the basis of the material contained herein without considering and taking professional advice.

Contact us:

Tudor V. Perera & Company,
Chartered Accountants,
P.O. Box 1177, 3rd Floor De Mel Building,
Chatham Street,
Colombo 01.
Tel: (011) 232-0639 | Fax: (011) 243-1941
Email: audit@tudorv.com

