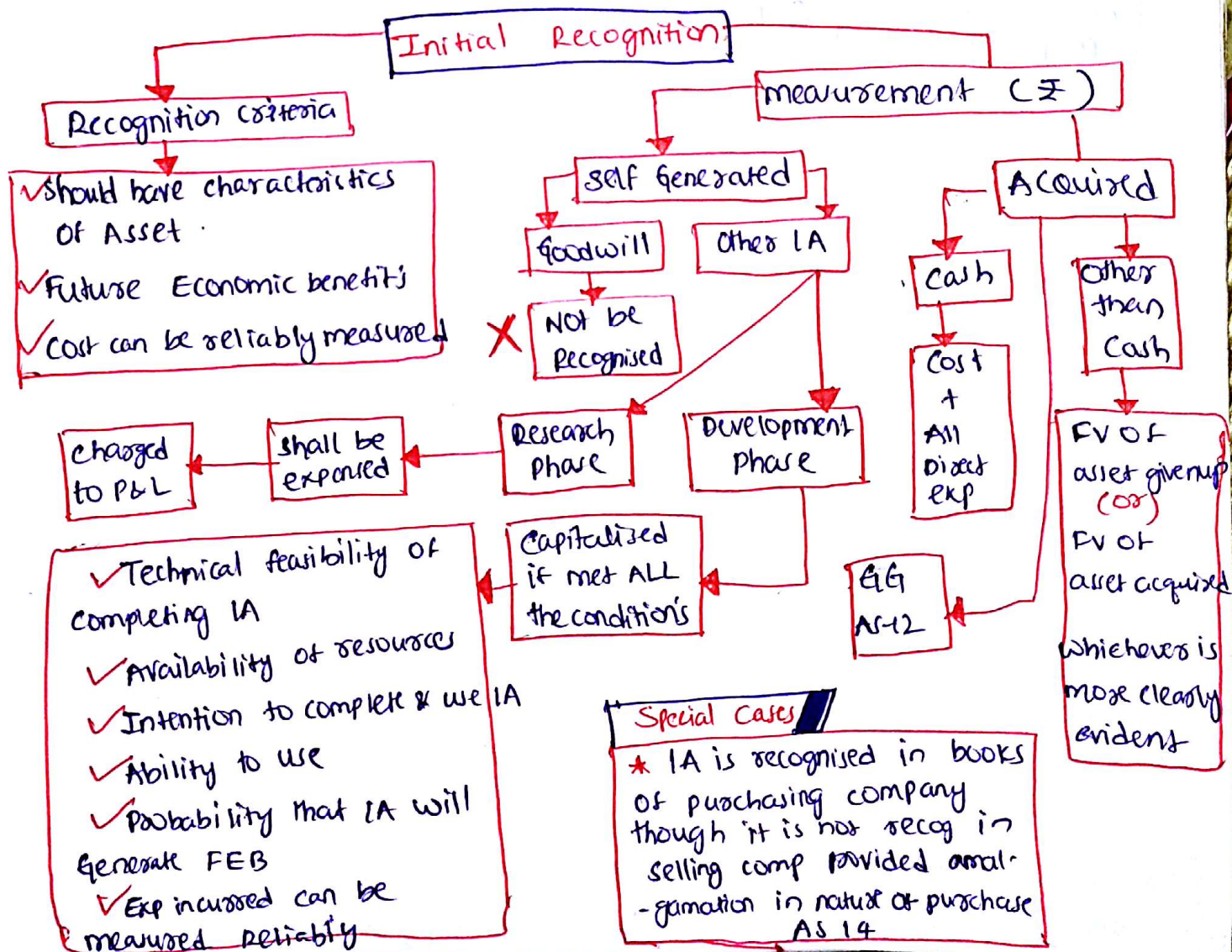


# AS 26: Intangible Assets.

<p><b>Applicability</b></p>	<ul style="list-style-type: none"> <li>From Accounting period 1-4-2003 → (1) listed Entity: (2) other's T/O &gt; 50cr</li> <li>" " " " 1-4-2004 → All Enterprises</li> </ul>
<p><b>Not applies to</b></p> <p>X</p>	<ul style="list-style-type: none"> <li>IA that are covered by other AS like AS 2, 7, 14, 19, 21, 22</li> <li>Financial Assets</li> <li>Mineral Rights and expenditure on the exploration for, or development and extraction of, minerals, oil, natural gas and similar non-regenerative resources and</li> <li>IA arising in Ins. entrp from contracts with Policy holders</li> </ul>
<p><b>Intangible Asset</b></p>	<p>An IA is</p> <ul style="list-style-type: none"> <li>✓ An identifiable</li> <li>✓ Non-monetary Asset</li> <li>✓ Without physical substance</li> <li>✓ Held for use in the production (or) supply of goods or services, for rental to others, or for admin purposes</li> </ul>



Subsequent exp

Increase the FEB

Can be measured reliably

Yes

Capitalised

P&L

NO

Disposal

Net sale value  
(-) Net Book value  
Gain/Loss

Recog in P&L

Re-recog of IA

On Disposal

(Loss)  
When no FEB expected

### Amortisation

Method

The depreciable amount of IA shall be amortised over useful life in a systematic manner

If pattern of Benefit is available

Amortize w per pattern

NO pattern available

SLM

Useful life

10 YEARS

Unless there is a clear Evidence of longer life

Residual value

ZERO

Unless committed by 3rd party at the end of useful life