**Exercise1**

**on July 1, 2019, Company (S) had equipment worth 2,000,000 dinars, with a remaining life of 5 years, and it was classified as Asset held for sale. On June 30, 2020, the equipment was sold at its fair value as on July 1, 2019, which amounted to 1,600,000 dinars.**

**The company incurred expenses for selling the equipment amounting to 100,000 dinars.**

**Required: How to account for this Asset in accordance with IFRS 5**

**EXERCISE2**

(a)On 1 July 2022, a company which prepares financial statements to 31 December classifies a non-current asset as held for sale. The asset's carrying amount on that date is £10,000 and its fair value less costs to sell is £9,500. The asset is sold in May 2023 for £9,400 (net of costs).

Calculate any impairment losses or gains that should be recognised if the asset's fair value less costs to sell at 31 December 2022 is:

**(i) £9,200 (ii) £9,700 (iii) £10,100**

In each case, also calculate the gain or loss that should be recognised on the

disposal of the asset

**Exercise 3-**

|  |
| --- |
| **An entity plans to dispose of a group of its assets (as an asset sale). The assets form a disposal group, and are measured as follows:**  **Carrying amount at the Carrying amount as**  **reporting date before remeasured immediately before**  **classification as held for sale classification as held for sale**  **Goodwill 1,500 1,500**  **Property, plant and equipment (carried at**  **revalued amounts) 4,600 4,000**  **Property, plant and equipment (carried at cost) 5,700 5,700**  **Inventory 2,400 2,200**  **AFS financial assets 1,800 1,500**  **Total 16,000 14900**  The entity estimates that fair value less costs to sell of the disposal group amounts to  **CU13,000**.  **Required : Allocate the impairement to the disposal group** |

**EX4-**

**A company discontinued an operation during the year to 31 March 20 3 sold the corresponding disposal group. The revenue and expenses of the discontinued operation for the year to 31 March 2023 were as follows :**

|  |  |
| --- | --- |
|  | £000 |
| Revenue  Expenses  Pre-tax profit  Tax expense  Post-tax profit | 432  295  137  41  96 |

The fair value of the disposal group when it was initially classified as held for sale was in excess of its carrying amount, so there was no impairment loss at that time. A pre-tax gain of £20,000 arose when the disposal group was sold (tax expense £6,000).

**Required**

**1-Calculate the profit from discontinued operations**

2- How should if be presented in the statement of comprehensive income for the year to 31 March 2023