

21- Fixed Assets System

Since all DISCOs are registered under Companies Act 2017 and are governed by the said Act and instructions issued by SECP from time to time. The accounting framework prescribed for a public sector company is IFRS issued by IASB as per Clause 224 read with 3rd schedule 1(b) of Companies Act-2017.

Foregoing in view all DISCOs have to adopt IAS 16 for the accounting of property, plant and equipment (fixed assets). IAS16 has been classified under following categories:-

- i) Scope
- ii) Recognition.
- iii) Initial measurement.
- iv) Cost Model.
- v) Revaluation Model.
- vi) Depreciation (cost & revaluation model)
- vii) Recovery of the carrying amount.
- viii) De-recognition (retire and disposal).
- ix) Disclosures.
 - a. Information about each clause of property, plants and equipment.
- x) Additional dis-closures.
- xi) Revaluation of property, plants and equipment.