

IAS 16 Property, Plant and Equipment

Compliance checklist - 2025 Edition

1 Recognition Criteria	<input type="checkbox"/> Will the asset provide future economic benefits? <input type="checkbox"/> Can the cost be measured reliably?
2 Initial Measurement	<input type="checkbox"/> Purchase price includes import duties and non-refundable taxes <input type="checkbox"/> Directly attributable costs included (e.g. site preparation, installation, etc.) <input type="checkbox"/> Dismantling/restoration obligations estimated and added <input type="checkbox"/> For exchanges: fair value used unless not measurable or lacks commercial substance
3 Subsequent Expenditures	<input type="checkbox"/> Routine maintenance expensed <input type="checkbox"/> Replacement of significant parts: old part derecognized, new part capitalized <input type="checkbox"/> Major inspections/overhauling capitalized and depreciated separately
4 Measurement after Recognition	<input type="checkbox"/> Cost model OR revaluation model selected and applied consistently <input type="checkbox"/> Revaluations performed regularly (if applicable) <input type="checkbox"/> Entire class of assets revalued (not just selected items)
5 Depreciation	<input type="checkbox"/> Method reflects usage pattern (straight-line, units of production, diminishing balance) <input type="checkbox"/> Useful life and residual value reviewed at least annually <input type="checkbox"/> Significant components depreciated separately <input type="checkbox"/> Changes treated as accounting estimates (IAS 8)

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<h2>6</h2> <h3>Impairment</h3>	<ul style="list-style-type: none"> <input type="checkbox"/> Review for impairment indicators (IAS 36) <input type="checkbox"/> Impairment test when indicators exist (refer to IAS 36)
<h2>7</h2> <h3>Derecognition</h3>	<ul style="list-style-type: none"> <input type="checkbox"/> Derecognize on disposal or when no future benefits expected <input type="checkbox"/> Gain/loss = Proceeds - carrying amount (report in P/L)
<h2>8</h2> <h3>Disclosure Requirements Summary</h3> <p>(for each class of PPE)</p>	<ul style="list-style-type: none"> <input type="checkbox"/> Measurement basis (cost or revaluation) <input type="checkbox"/> Depreciation methods and useful lives or depreciation rates used <input type="checkbox"/> Gross carrying amount and accumulated depreciation at the beginning and end of the reporting period <input type="checkbox"/> Reconciliation of carrying amount (additions, disposals, revaluations, depreciation, impairment, etc.) <input type="checkbox"/> Restrictions on title and PPE pledged as security <input type="checkbox"/> Expenditures recognized in the carrying amount of PPE in the course of its construction <input type="checkbox"/> Contractual commitments for acquisition of PPE <input type="checkbox"/> Compensations from third parties (e.g. for loss...) <input type="checkbox"/> For revalued assets: <ul style="list-style-type: none"> <input type="checkbox"/> Date of revaluation and use of independent valuer <input type="checkbox"/> Carrying amount under cost model <input type="checkbox"/> Revaluation surplus movement (OCI, equity)


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