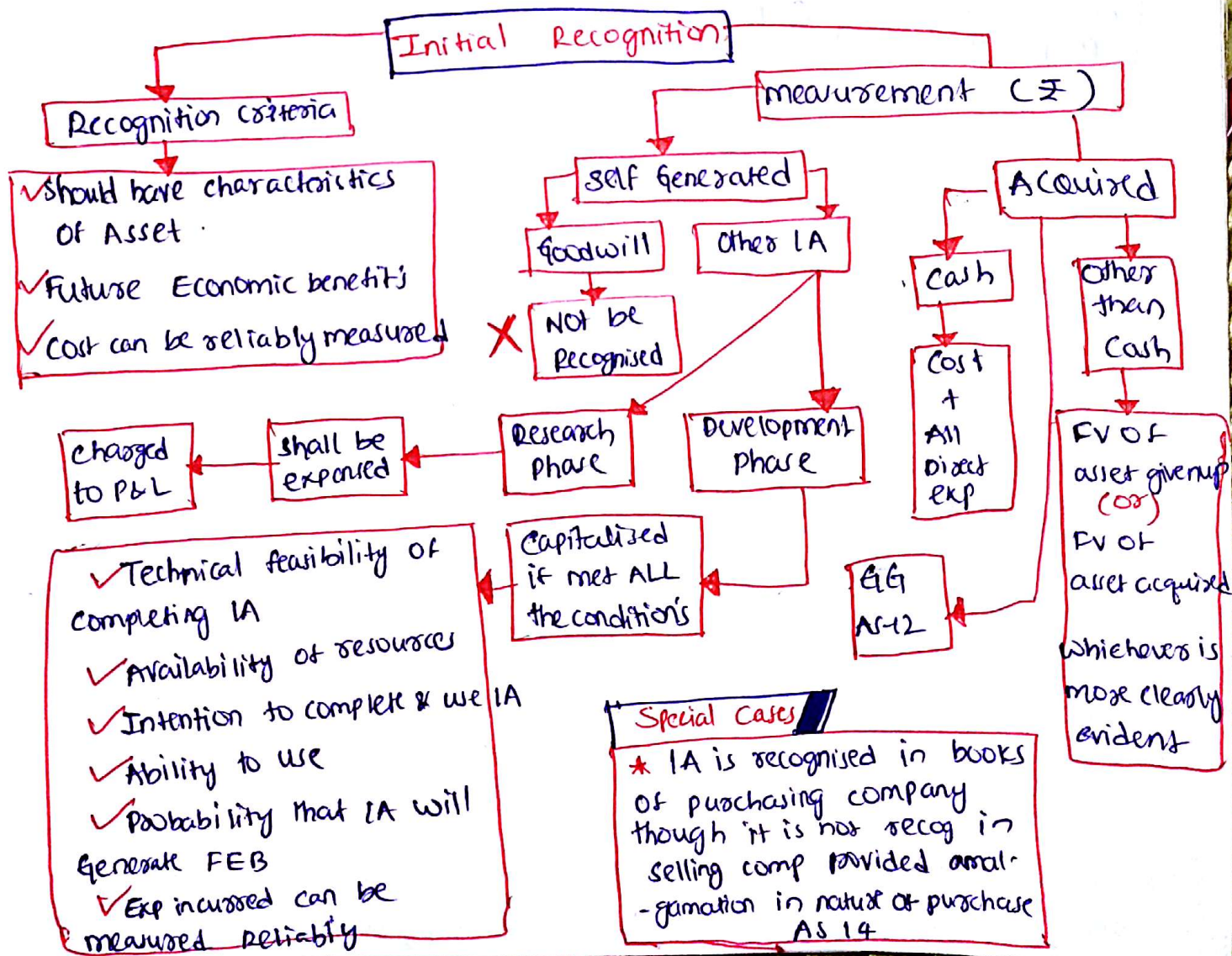


AS 26: Intangible Assets.

Applicability	- From Accounting period 1-4-2003 → ① listed Entity. ② other's T/O > 50cr 1-4-2004 → All Enterprises
Not applies to	- IA that are covered by other AS like AS 2, 7, 14, 19, 21, 22 - Financial Assets - Mineral Rights and expenditure on the exploration for, or development and extraction of, minerals, oil, natural gas and similar non-regenerative resources and - IA arising in Ins. entrp from contracts with Policy holders
Intangible Asset	An IA is ✓ An identifiable ✓ Non-monetary Asset ✓ Without physical substance ✓ Held for use in the production (or) supply of goods or services, for rental to others, or for admin purposes



Subsequent exp

Increase the FEB

Yes

Can be measured
reliably

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 as
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