

AHSAM SECURITIES (PRIVATE) LIMITED  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2019

**3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS**

The following amendments/improvements to approved accounting standards, effective for accounting periods beginning from the dates specified below and are either not relevant to the Company's current operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures:

- IFRS15 - Revenue from contracts with customer (effective for annual periods beginning on or after 01 July 2018).  
IFRS16 - Leases - (effective for annual periods beginning on or after 01 January 2019).  
IFRS 9 - Financial Instruments - (effective for annual periods beginning on or after 01 July 2018).

**4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICES**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements

**4.1 Property, plant and equipment**

**Initial recognition**

All items of property, plant and equipment are initially recorded at cost.

**Subsequent measurement**

Items of property, plant and equipment other than land, buildings and capital work in progress are measured at cost less accumulated depreciation

**Depreciation**

Depreciation is charged so as to write off the cost or revalued amount of assets over their estimated useful lives, using the straight-line method.

**4.2 Provisions**

A provision is recognized when, and only when the Company has a present obligation (legal or constructive) as a result of past event and it is probable (i.e. more likely than not) that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. Where the effect of the time value of money is material, the amount of a provision is the present value of the expenditures expected to be required to settle the obligation.

