

SPEED POST / E-mail



RAJASTHAN RAJYA VIDYUT PRASARAN NIGAM LTD.
(A Govt. of Rajasthan Undertaking)

Office of Chief Controller of Accounts,

Vidyut Bhawan, Jyoti Nagar, Jaipur 302005

Tele: 0141-2747037/Fax: 0141-2740066

No.RVPN/CCOA/CAO (A/cs)/F. /D. 496 Dt. 6-3-17

Superintending Engineer ()
RVPN,

MOST URGENT

Sub: To provide information related to O&M spares in compliance of Ind AS 16.

It is to intimate that RVPN has to mandatorily adopt the **New Indian Accounting Standards (Ind AS)** w.e.f. 1.4.2016 with disclosure of comparative figures of previous year 2015-16, which means, effectively the company has to adopt new Ind AS w.e.f. 1.4.2015.

Considering the requirement of Ind AS 16, certain items of inventory are now required to be classified as Property plant and equipment (PPE) i.e. various items of spares which are held as O&M inventory or used for O&M purpose and having the useful life of more than one year, needs to be classified as PPE (fixed assets) and depreciated accordingly.

M/s Kalani & Co., the consultant has desired the information related to such O&M spares in prescribed format (Enclosed) for preparation of financial statement as per Ind AS. This information is crucial for preparation of Final Accounts for the financial year 2016-17 and for comparison with previous financial years.

Accordingly, following has been decided with the approval of Director (Tech.):

1. O&M spares having useful life of more than one year and having a value of ₹ 1 lac (One lac) or more will be capitalised as PPE for the purpose of Ind AS 16 and will be depreciated over their estimated useful life from the date of purchase.
2. Bifurcation within capital inventory and inventory for O&M purpose as above is not possible until actual use of item of inventory and spares. Therefore, the details of such items of inventory and spares which have been used for Operation & Maintenance during 2015-16 and 2016-17 and which are having useful life of more than one year and are having a value of ₹ 1 lac (Rupees One Lac) or more is required in the format given by M/s Kalani & Co.

It is requested to provide the information of such items of inventory and spares which have been used for Operation & Maintenance during 2015-16 and 2016-17 and which are having useful life of more than one year and are having a value of ₹ 1 lac (Rupees One Lac) or more in the enclosed prescribed format directly to M/s Kalani & Co. (ifrs@kalanico.com) under the intimation to Sr. Accounts Officer (A/Cs) (sr.ao.acc@rvpn.co.in) at the earliest.

In case of difficulties, following officers of Kalani & Co. may be contacted for clarification or help:

- Mr. Bhupendra Mantri 9829888810
- Mr. Manish Maliwal 9414073354

Encl: As above


Chief Accounts Officer (A/Cs – W&M)

Copy to the following for information and necessary action:

1. The Chief Engineer (_____), RVPN, _____
2. The RCAO / CAO (_____), RVPN, _____
3. The Sr. AO / AO (_____), RVPN, _____


Sr. Accounts Officer (A/Cs)

