

🌻 Financial liabilities at Amortized cost

- default classification
- initial measurement >> FV minus - transaction costs
- using the effective interest method

Equity instruments (O share, Irredeemable P share)

initially measured at FV less issue cost.

when equity shares are issued, they are recorded at a nominal value

- excess consideration >> recorded in Share Premium account
- issue cost >> written off against Share Premium

Preview from Notesale.co.uk
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