

Exposure Draft (ED) 85, Improvements to IPSAS, 2023

Organization or Name: Sachin Bansal

Region/Country: South Asia/India

Exposure Draft Group: Members and Associates

A liability shall be classified as current when it satisfies any of the following criteria:

- (a) It is expected to be settled in the entity's normal operating cycle;
- (b) It is held primarily for the purpose of being traded;
- (c) It is due to be settled within twelve months after the reporting date; or
- (d) The entity does not have the right at the end of the reporting date to defer settlement of the liability for at least twelve months after the reporting date.

All other liabilities shall be classified as non-current.

I agree to above amendment as it brings clarity in classifying a liability as current or non-current based on the 12 months criteria and removes all other exceptions in the classification of a liability as current or non-current.