

Leases, Section 3065

Capital lease — lessee

- .73 For each major category of leased property, plant and equipment, there shall be disclosure of:
- (a) cost;
 - (b) accumulated amortization, including the amount of any write-downs; and
 - (c) the amortization method used, including the amortization period or rate.
- .74 For an obligation under a capital lease, an entity shall disclose:
- (a) the interest rate;
 - (b) the maturity date;
 - (c) the amount outstanding; and
 - (d) if the leases are secured, the fact that they are secured.
- .75 Interest expense related to lease obligations shall be disclosed separately, or as part of interest on long-term indebtedness.
- .76 The aggregate amount of payments estimated to be required in each of the next five years to meet repayment, sinking fund or retirement provisions shall be disclosed.

Operating lease — lessee

- .77 Disclosure shall be made of the future minimum lease payments, in the aggregate and for each of the five succeeding years under operating leases. The nature of other commitments under such leases shall also be described. Leases with an initial term of one year or less may be excluded from this disclosure requirement.

Direct financing or sales-type lease — lessor

- .78 The lessor's net investment in direct financing and sales-type leases shall be disclosed along with the interest rates implicit in the leases.
- .79 An entity shall disclose:
- (a) the carrying amount of impaired direct financing and sales-type leases and the amount of any related allowance for impairment; and
 - (b) the amount of any impairment loss or reversal of a previously recognized impairment loss that is included in net income.

Operating lease — lessor

- .80 Disclosure shall be made of the cost of property, plant and equipment held for leasing purposes and the amount of accumulated amortization.
- .81 An entity shall disclose:
- (a) the amount of any related allowance for impairment; and
 - (b) the amount of any impairment loss or reversal of a previously recognized impairment loss that is included in net income.

COVID-19-related rent concessions – lessee and lessor

- .81A An enterprise that grants or receives rent concessions and uses the practical expedient in accordance with paragraph 3065.11A shall disclose that it has applied the expedient.
- .81B Where an enterprise has used the practical expedient for some but not all leases that meet the conditions specified in paragraph 3065.11A, that fact and the reasons therefor shall be disclosed.
- .81C For rent concessions disclosed in accordance with paragraph 3065.81A and that result in deferrals of lease payments, an enterprise shall disclose, on an aggregate basis, the carrying amount, if any, of lease payables and lease receivables recognized in accordance with paragraph 3065.11B.
- .81D For rent concessions disclosed in accordance with paragraph 3065.81A and that result in the total payments required to be less than the total payments required by the original lease contract, an enterprise shall disclose, on an aggregate basis, the total amount recognized in net income in the reporting period in accordance with paragraph 3065.11C.

[Terms and Conditions and Privacy Policy](#)

[Help desk: Mon-Fri, 9am-5pm ET](#) [1-866-256-6842](#) [Contact Us](#) [Quick Reference Guide](#)

© 2001-2025, Knotia Canada Limited Partnership All rights reserved.