Instructions

INSTRUCTIONSYou will be presented with an explanation of different sections and the origins of values in the lease commitment disclosures from Toyota Corporation. It is important to read this text and and pay particular attention to the highlighted information of the disclosure.To move through the interaction, scroll down the explanation and click the Question button. Then select your answer. To view the explanation again, click the Explanation button. The Try Again button will allow you to attempt the question again.

INCORRECT: Although the lease commitments liabilities are broken down by time bands, this does not explain the different balances. Try again.

Toyota's Disclosures of its Capital (Finance) Lease CommitmentsGAAPs require lessees to recognise capital lease arrangements on the balance sheet as lease assets and lease liabilities. GAAPs also require lessees to disclose1. information about the carrying amount of each class of lease assets at the reporting date2. a reconciliation of lease commitments to the carrying amount of lease liabilities broken down by time bands The net book value of the lease assets for Toyota as of March 31st 2002 is US$481 million, made up of buildings, machinery and equipment.Toyota Corp.Finance (or Capital) Lease Disclosures

LEASE COMMITMENTS