

72B An entity's right to defer settlement of a liability, **at the end of a reporting period**, arising from a loan arrangement for at least twelve months after the reporting period may be subject to the entity complying with conditions specified in that loan arrangement (hereafter referred to as 'covenants'). For the purposes of applying paragraph 69(d), such covenants

76A For the purpose of classifying a liability as current or non-current, settlement refers to a transfer to the counterparty that results in the extinguishment of the liability. The transfer could be of:

- (a) cash or other economic resources—for example, goods or services; or
- (b) the entity's own equity instruments, unless paragraph 76B applies.

**(Maybe suitably clarified whether book entry i.e. adjustment against other existing dues would be considered as settlement)**