

11 Jerzy

During the year ended 30 November 20X3, the directors of Jerzy Co decided to form a defined benefit pension scheme for the employees of the company and contributed cash of \$160m to it on the final day of the reporting period. The following details relate to the scheme at 30 November 20X3:

	\$m
Present value of obligation	208
Fair value of plan assets	200
Current service cost	176
Interest cost – scheme liabilities	32
Expected return on pension scheme assets	16

The only entry in the financial statements made to date is in respect of the cash contribution which has been included in trade receivables. The directors have been uncertain as to how to deal with the above pension scheme in the consolidated financial statements.



Required

Show how the defined benefit pension scheme should be dealt with in the financial statements for the year ended 30 November 20X3.