

Sample Financial Statements

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1

Today's Agenda

- No
- One and Only One
 - Presentation and disclosure issues as found in a set of

Sample Financial Statements (SFS)



Clarify

Point to note

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2

General Disclaimer

- This set of Sample Financial Statements is designed for a fictitious company, **Sample Manufacturing Company Limited**, with the assumption that
 - it is incorporated in Hong Kong and
 - it has no subsidiary.
- All the entities, persons and figures in the statements are fictitious and are used only as a basis for discussion.
- It is not intended to cover all accounting practices generally accepted in HK nor designed for a particular entity or industry.
- Endeavour has been made to provide accurate information
 - but no guarantee can be made to ensure that the information is accurate and complete all the times.
- Users of this set of statements should have their own research and analysis and exercise their own judgements.
- Appropriate professional advice on their situation would be required before using or acting on the information.

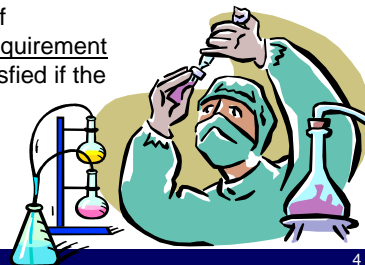


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3

Rationale of the Sample

- Component approach
 - can be added and deleted in whole component
- Cost model if there is a choice
 - land, building, investment property, held-to-maturity
- Minimum disclosure to adequate disclosure
- Materiality
 - HKAS 1.31 states that applying the concept of materiality means that a specific disclosure requirement in a HKFRS or Interpretation need not be satisfied if the information is not material.

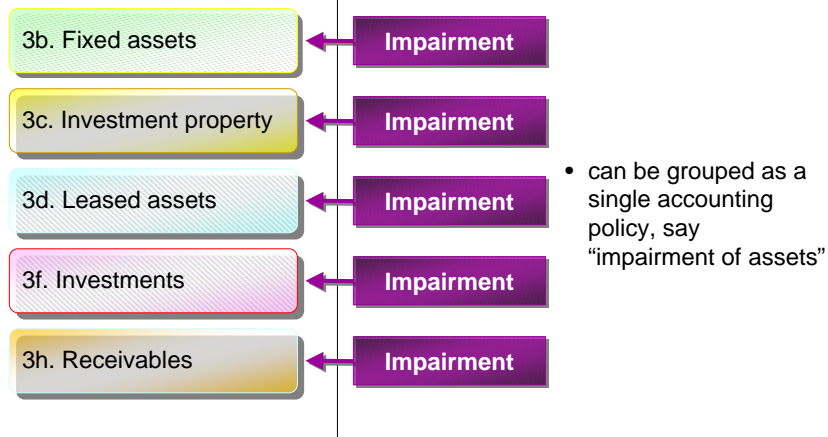


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4

Rationale of the Sample

- Component approach
 - can be added and deleted in whole component
 - Accounting policies on:



Soft Copy of the Sample

- The Sample Financial Statements in a Word file can be obtained from:
 - The office of The Society Of Chinese Accountants and Auditors
 - The website:
<http://www.nelsoncpa.com.hk/sfs.htm>
with password protected

Contact SCAA

Thank You and Acknowledgement

- Thanks tendered to the Council of SCAA
- Continuous comments from various Council members
- Reference is made to several annual reports and model/illustrative financial statements from Big-4
- Learn from the process



Refer to your
Sample Financial
Statements now