

## **International Accounting Standard No. 1, *Presentation of Financial Statements* IAS**

### **Required Financial Statements:**

- Statement of Financial Position (Balance Sheet)
- Statement of Comprehensive Income (a single statement of comprehensive income or two statements, an income statement and a statement of comprehensive income that begins with the profit or loss from the income statement)
- Statement of changes in equity, separately showing changes in equity from profit or loss, each item of other comprehensive income, and transactions with owners in their capacity as owners
- Statement of Cash Flows
- Notes comprising summary of significant accounting policies and other explanatory notes that disclose information required by IFRS and not presented elsewhere and that provide information relevant to an understanding of the Financial statements.

### **IAS General Features of Financial Statements (Reflecting *Conceptual Framework (2010)*):**

- Fair Presentation: Faithful representation of the effects of transactions
- Going Concern: Prepared on going concern basis unless liquidation is expected
- Accrual Basis: Financial statements (except for cash flow information) are to be prepared using accrual basis of accounting
- Materiality and aggregation: Omissions or misstatements of items are material if they could, individually or collectively, influence the economic decisions that users make on the basis of the Financial statements. Each material class of similar items is presented separately. Dissimilar items are presented separately unless they are immaterial.
- No offsetting: Assets and liabilities, and income and expenses, are not offset unless required or permitted by IFRS
- Frequency of Reporting: Financial Statements must be prepared at least annually.
- Comparative information: Financial statements must include comparative information from the previous period. The comparative information of prior periods is disclosed for all amounts reported in the Financial statements, unless IFRS requires or permits otherwise.
- Consistency of presentation: Presentation and classification of items in the Financial statements are usually retained from one period to the next.