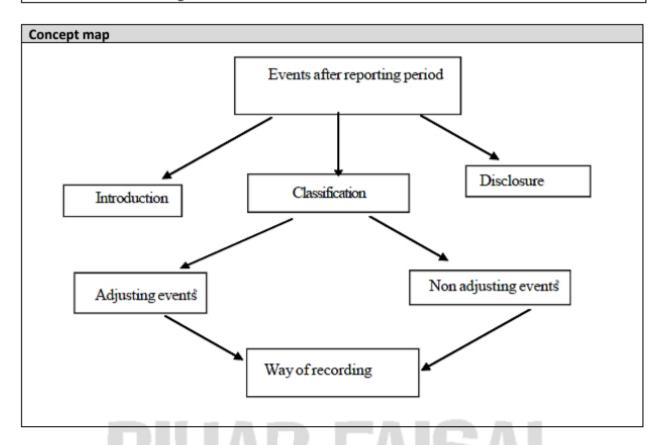
11.8 | Events after the reporting period

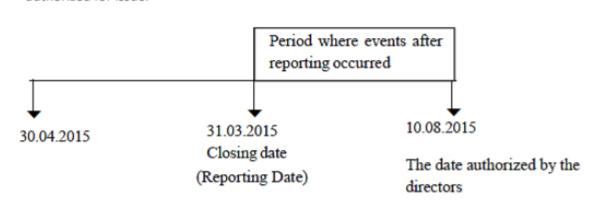
- · Definition for events after the reporting period
- Classifying adjusting and non-adjusting events
- Disclosures according to the standard



Events after reporting period

Definition as per LKAS 10:

Events after the reporting period "are those events, favourable and unfavourable, that occur
between the end of the reporting period and the date when the financial statements are
authorized for issue."



Page 1 of 3 RIHAB FAISAL 077 777 9331

Classifying adjusting and non-adjusting events Non adjusting events adjusting events Events that are indicative of Evidence provides that existed conditions that arose after the at the Reporting sheet date. Reporting date Adjusting events Non adjusting events Example Example Part of stocks as at 10.05.2015 were A debtor who existed at 31.03.2015 destroyed by fire. This event does was bankrupt before authorization not affect the stocks as at (10.08.2015) should be 31.03.2015 Adjusted as at 31.03.2015 But if it is material it should be disclosed for the year ended 31.03.2015. This should be adjusted during the next accounting period. Proposed dividend for ordinary Judgment given for a pending court share holder after the reporting case after the reporting period. period. Reduction in market value of invest-Selling of stock less than cost value after the reporting period which were ments after the reporting period held at the end of the period. A part of a building taken over by Actual value of an asset purchased the government after reporting

during he period was decided after the

reporting period.

period

Adjusting events	Non adjusting events		
Provides at the end of the reporting period	Presents a situation existed after the reporting period		
These would affect profit and loss, and statement of comprehensive income and statement of financial position.	Do not affect on profit and loss statement of comprehensive income and statement of financial position.		
3. Adjusting event in financial statement.	Non adjusting events in financial statement.		
4. Disclosure and adjusting needed.	4. Disclose by way of a note		

Disclosure requirements

- · Date of authorization for issue
- · Persons who authorized
- Disclosure of the situation as at the end of the period
- Nature of non-adjusting events
- Estimate of financial effect
- If it is a financial estimate or not

Page 3 of 3