**Individual project for Accounting Credit**

**Financial Statements of a choosen company**

* Name of the student and your country: Reena Bharath, India
* Name of the choosen company: Wipro Ltd.
* Link to the financial statements (or the annual report) of your choosen company on the net: <https://www.wipro.com/content/dam/nexus/en/investor/annual-reports/2022-2023/integrated-annual-report-2022-23.pdf>
* Basic information about the company: Wipro is an Indian multinational corporation that provides information technology, consultant and business process services. It is one of the leading Big Tech companies.
* Date of establishment: December 29, 1945, India
* Business aktivity: Wipro Ltd is a India based provider of IT Services, including Business Process Outsourcing (BPO) services and has other businesses such as IT Products, Consumer Care and Lighting and Infrastructure engineering.
* Number of employees: 256,921
* The basis of preparation of the financial statements (it can be found in the Notes to the financial statements, under Basis of preparation) – meaning what accounting methods are used to prepare the statements (national accounting standards national GAAP?) or IFRS (international accounting standards)? Or US GAAP? which one?) IFRS
* What is the year of the last published Financial Statements (in the Annual report) of the company? (Annual report you use the information from should be for the year, not quarterly reports): FY 2022-23
* Is the company audited? (usually, there is an auditors report inside of the Annual report, included in the part of Financial statements): Yes, the company is audited.

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Obrázek : Balance sheet - 1/2

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Obrázek : Balance sheet - 2/2

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Obrázek Changes in Equity – 1/2

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Obrázek : Changes in Equity - 2/2

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Obrázek : Statement of Profit & Loss

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Obrázek : Cash Flow - 1/2

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Obrázek : Cash Flow - 2/2

**Questions**

1. **Financial statement – the Balance sheet**

* Is the name of the reported financial statement in the heading of the statement Balance sheet or Statement of financial position? Yes.
* Is there a separate line for the total Assets and for the total Equity and Liabilities? Yes, There is a seperate line for total Assest and Total Equity and Liabilities.
* Does the listing of assets start with current assets or long-term assets?
* Is there a clear distinction of current and non-current (long term) assets? Yes there is a clear distinction between current and non current assets.
* How is the value adjustment of assets reported in the balance sheet? (is there a separate line for accumulated depreciation for Property, plant, equipment item, or it is reported net? It is a reported net.
* Is there an information about the value adjustments (bad debt allowances) for Account receivables in the Balance sheet? No there is no value adjustments.
* Is there a clear distinction of current and non-current (longterm) liabilities? Yes, there is a clear distinction.
* What is the structure of the reported Equity items? The reported Equity has Equity share captial which is 10,976 million rupees and Other equity of 616,647 million rupees.
* How is the profit/loss reported in the Equity? (separate lines in the Balance sheet about the profit and loss of previous years and for the current year and paid out dividends, or all this is reported in one line Retained earnings (Accumulated deficit)? The Profit/Loss is being reported with the previous year, there seems to a huge increase in other equities.
* Does the company report Accruals (like prepaid expenses) in their Balance sheet as a separate line? No
* Does the company report deferred tax (deferred tax liability or deferred tax asset) in their Balance sheet? Yes the company reports deferred tax which is at 668 million rupees.

1. **Financial Statement – the Income Statement (The Profit and Loss Account)**

* Is the name of this reported financial statement in the heading of the statement Income statement or Statement of financial performance or Statement of comprehensive income or other name? Yes
* Is the published Income Statement by nature or by function? (if the reported operating expenses in the Income statement are by nature or by function?) For Function
* Is there a bottom line of reported EPS (earnings per share, sometimes its divided into basic EPS and diluted EPS) No there is no reported EPS
* If the Income statement is by nature, is there a reported „Changes in own inventory“ (or variation of own Inventory, Changes in finished goods and work in progress) with plus or mínus? No
* If the Income statement is by function, is there a detailed list of the most important expenses by nature in the Notes? No
* How much is the net profit after tax? Is this amount higher or lower than the last year´s profit? The net profit for this year is 91767 and It is less than last year 121353

1. **Financial statement – the Cash-flow statement**

* Is the cash-flow statement published? Yes
* Is the operating cash-flow plus or mínus? (Operating cash-flow should be plus) Is it a good thing in your opinion? Plus, The cash flow for the year ended March 31, 2023, is 91,767, which is less than the cash flow for the previous year (121,353). Since the cash flow for the year ended March 31, 2023, is a positive number (91,767), it means the company generated cash from its operating activities during that period
* Is the investing cash-flow plus or mínus? (Investing cash-flow is ok if its mínus, it is usually mínus, its not a bad thing, means the company has money to invest) Is it a good thing in your opinion? Minus, the difference is not that bad but it is not healty for the company to keep going this way.
* Is the financial cash-flow plus or mínus? (Financial cash-flow can be mínus, it depends what is the reason. If the reason for financial cash-flow is mínus that the company paid-out dividends, its a good thing. Or if the company paid back some long-term borrowings or loans, its also a good thing) Is it a good thing in your opinion? Minus, whether a negative financial cash flow is good or bad depends on the reasons behind it and the company's overall strategy.

1. **Financial statement – the Statement of Changes in Equity**

* Is the statement of Changes in Equity published? Yes
* Is there an increase or decrease of share capital compared to the last year published? There is an increase.
* Is there an information about paid out dividends to shareholders? Yes

1. **Notes to the financial statements**

* How long is this part (how many pages of Notes)? 66
* What is the valuation of long-term assets as reported in the Notes? 3,13,298
* Is there an information about the depreciation of long-term assets? (years of useful lifetime for example for the main categories of assets) No
* Is it possible to revalue the long term assets to real value? Yes, but it depends on the situation.
* Is there a more detailed Accumulated depreciation of long-term (non-current) tangible assets in the notes? (more detailed than in the Balance sheet)? No, there is no detailed Accumated depreciation of long-term tangible assets.
* What is the valuation of Inventory as reported in the Notes? 913 million
* What is the valuation of inventory for release from the store? (FIFO, average, LIFO)? No, there is no release from the store.
* Is there a list of amount of receivables and liabilities after due date? No
* Is there a list of risks regarding the principle of „going concern“? (maybe included in the annual report in the risk assessment) No