

Study Unit 5 (ii)

Financial Statements and Notes to the Financial Statements

FRAMEWORK CC**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 20X5**

	20X5	20X4
	R	R
Revenue	X	X
Cost of sales	X	X
Opening Inventory	X	X
Purchases (net of discounts)	X	X
Import duties	X	X
Railage / transport costs on purchases	X	X
	X	X
Less Closing Inventory	(X)	(X)
Gross profit	X	X
Other income	X	X
Gain on financial asset at fair value through P/L	X	X
Dividend income	X	X
Interest on members loan	X	X
Selling, Distribution, administrative and other expenses	(X)	(X)
Loss on financial asset at fair value through P/L	X	X
Depreciation	X	X
Delivery costs on sales	X	X
Salaries and wages	X	X
Credit losses	X	X
etc etc	X	X
Finance costs	(X)	(X)
Interest on financial liability (eg mortgage)	X	X
Interest on loan from members	X	X
Profit before tax	X	X
Income tax expense	(X)	(X)
Profit for the year	X	X
Other comprehensive income for the year, net of tax	X	X
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	X	X

FRAMEWORK CC

STATEMENT OF CHANGES IN NET INVESTMENT OF MEMBERS FOR THE YEAR ENDED 31 DECEMBER 20X5

	<u>Member's</u> <u>Contributions</u>	<u>Retained</u> <u>Earnings</u>	<u>Reserves</u>	<u>Loans from</u> <u>members</u>	<u>Loans to</u> <u>members</u>	<u>Total</u>
Balance at 1 January 20X5	X	X	X	X	(X)	X
Total comprehensive income for the year		X				X
Distributions		(X)				(X)
Additional Contributions	X					X
Withdrawal of contributions	(X)					(X)
Transfers to reserves		(X)	X			-
Loans from members - advances to the CC				X		X
Loans from members - repayments by the CC				(X)		(X)
Loans to members - advances to Members					(X)	(X)
Loans to members - repayments by Members					X	X
Balance at 31 december 20X5	X	X	X	X	(X)	X
Members loans - current portion				X	(X)	
Members loans - non current portion				X	-	

FRAMEWORK CC**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 20X5**

	20X5	20X4
	R	R
ASSETS		
Non-current assets	X	X
Property, plant and equipment	X	X
Investment property	X	X
Financial assets	X	X
Current assets	X	X
Inventories	X	X
Trade and other receivables	X	X
Other current assets	X	X
Financial assets	X	X
Current tax assets	X	X
Cash and cash equivalents	X	X
Total assets	<u>X</u>	<u>X</u>
EQUITY AND LIABILITIES		
Total equity	X	X
Members contribution	X	X
Retained Income	X	X
Reserves	X	X
Total liabilities	X	X
Non-current liabilities	X	X
Long-term borrowings	X	X
Other financial liabilities	X	X
Current liabilities	X	X
Trade and other payables	X	X
Short-term borrowings	X	X
Current portion of long-term borrowings	X	X
Current tax payable	X	X
Short-term provisions	X	X
Total equity and liabilities	<u>X</u>	<u>X</u>

FRAMEWORK CC**Notes for the year ended 31 DECEMBER 20X5**

	<u>Land</u>	<u>Vehicles</u>	<u>Equipment</u>	<u>Total</u>
Carrying amount beginning of year	X	X	X	X
· Cost	X	X	X	X
· Accumulated Depreciation	(X)	(X)	(X)	(X)
Depreciation for the current year	(X)	(X)	(X)	(X)
Impairments	(X)	(X)	(X)	(X)
Additions (at cost)	X	X	X	X
Disposals (at carrying amount)	(X)	(X)	(X)	(X)
Carrying amount end of year	X	X	X	X
· Cost	X	X	X	X
· Accumulated Depreciation	(X)	(X)	(X)	(X)
<i>Remaining useful life</i>	<i>50 years</i>	<i>20 years</i>	<i>500 hours</i>	

- *The land consists of erf 111, Sandton, Johannesburg.*
- *It was revalued at replacement value on XX of XXX 20X by a sworn independent valuer.*
- *Equipment serves as security for the long term note (refer note XX)*

FRAMEWORK CC**Notes for the year ended 31 DECEMBER 20X5****LOANS TO MEMBERS (ASSET)**

	<u>Member ABC</u>	<u>Member XYZ</u>	<u>Member HIJ</u>	<u>Total</u>
	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
Balance 1 January 20X5	X	X	-	X
Advances to Members	X			
Repayments by Members		(X)		(X)
Interest	X	X		X
Balance 31 December 20X5	X	-	-	X
Current	X	-	-	X
Non Current	-	-	-	-

*NOTE: ASSUME ALL CURRENT UNLESS TOLD OTHERWISE***LOANS FROM MEMBERS (LIABILITY)**

	<u>Member ABC</u>	<u>Member XYZ</u>	<u>Member HIJ</u>	<u>Total</u>
	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
Balance 1 January 20X5	-	-	X	X
Advances to the CC		X		
Repayments by the CC			(X)	(X)
Interest		X	X	X
Balance 31 December 20X5	-	X	X	X
Current	-	X	X	X
Non Current	-	X	X	X

TRANSACTIONS WITH MEMBERS

	<u>Member ABC</u>	<u>Member XYZ</u>	<u>Member HIJ</u>	<u>Total</u>
	<u>R</u>	<u>R</u>	<u>R</u>	<u>R</u>
Salaries	X	X	X	X
Interest expense on loans from members	-	X	X	X
Interest income on loans to members	(X)	(X)	-	(X)
	X	X	X	X

Note - the expenses are shown as a positive and income as a negative