**Appendix 2**



**SUGGESTED LAYOUTS FOR FINANCIAL STATEMENTS**

These layouts are **suggestions** only and are not prescriptive.

Other suitable alternatives which conform to the general principles of FRS 102 will be acceptable.

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Medium-sized Limited Company** | | | |  |  |  |  |  |
| **Medium Ltd - Limited Company** | | | | | | | | |
| **Income Statement for the year ended 31 December ….** | | | | | | | | |
|  |  |  |  |  |  |  | **£** | **£** |
| Revenue | *[net of Returns and Discount Allowed]* | | |  | |  |  | 150,000 |
|  |  |  |  |  |  |  |  |  |
| Less: Cost of Sales | |  |  |  |  |  |  |  |
| Opening inventory | |  |  |  |  |  | 12,000 |  |
| Add: Purchases | | *[net of Returns and Discount Received]* | | | |  | 68,000 |  |
|  |  |  |  |  |  |  | 80,000 |  |
| Less: closing inventory | |  |  |  |  |  | 14,000 |  |
|  |  |  |  |  |  |  |  | 66,000 |
| **Gross profit** | |  |  |  |  |  |  | **84,000** |
|  |  |  |  |  |  |  |  |  |
| Less: Expenses | |  |  |  |  |  |  |  |
| Rent and rates | |  |  |  |  |  | 1,400 |  |
| Heat and light | |  |  |  |  |  | 1,600 |  |
| Wages and salaries | |  |  |  |  |  | 8,800 |  |
| Van expenses | |  |  |  |  |  | 900 |  |
| Depreciation | |  |  |  |  |  | 2,000 |  |
| Sundry expenses | |  |  |  |  |  | 3,000 |  |
|  |  |  |  |  |  |  |  | 17,700 |
|  |  |  |  |  |  |  |  | 66,300 |
| Other operating income | |  |  |  |  |  |  | 2,000 |
| Profit/loss on disposal of operations | | | |  |  |  |  | 0 |
| **Operating profit** | | *[profit before interest and tax]* | | | | |  | **68,300** |
|  |  |  |  |  |  |  |  |  |
| Finance income/investment income | | | | *[interest receivable and similar income]* | | |  | 0 |
| Finance costs | |  |  | *[interest payable and similar charges]* | | |  | -1,200 |
| **Profit on ordinary activities before taxation** | | | | |  |  |  | **67,100** |
| Taxation |  |  |  |  |  |  |  | 0 |
| **Profit on ordinary activities after taxation and profit for the financial year** | | | | | | | *[to SOCE]* | **67,100** |

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Medium Ltd - Limited Company** | | | | | | | | |
| **Statement of Financial Position at 31 December …..** | | | | | | | | |
|  |  |  |  |  |  | **£** |  | **£** |
| **Non-current assets** | |  |  |  |  |  |  |  |
| Intangible assets | |  |  |  |  |  |  | 0 |
| Property, plant and equipment | | | |  |  |  |  | 60,000 |
| Investments | |  |  |  |  |  |  | 0 |
|  |  |  |  |  |  |  |  | 60,000 |
| **Current assets** | |  |  |  |  |  |  |  |
| Inventories | |  |  |  |  | 14,000 |  |  |
| Trade receivables | |  |  |  |  | 32,000 |  |  |
| Other receivables | |  |  |  |  | 8,000 |  |  |
| Bank and Cash | |  |  |  |  | 4,000 |  | 58,000 |
| **Total Assets** | |  |  |  |  |  |  | **118,000** |
|  |  |  |  |  |  |  |  |  |
| **Capital and Reserves** | |  |  |  |  |  |  |  |
| Ordinary Share Capital | |  |  |  |  |  |  | 16,000 |
| Share premium | |  |  |  |  |  |  | 4,000 |
| General reserve | |  |  |  |  |  |  | 6,100 |
| Retained earnings | |  |  |  |  |  |  | 72,000 |
| **Equity** | *see SOCE* |  |  |  |  |  |  | **98,100** |
|  |  |  |  |  |  |  |  |  |
| **Non-current liabilities** | |  |  |  |  |  |  |  |
| Loan |  |  |  |  |  |  |  | 8,300 |
|  |  |  |  |  |  |  |  |  |
| **Current liabilities** | |  |  |  |  |  |  |  |
| Trade payables | |  |  |  |  | 6,000 |  |  |
| Other payables | |  |  |  |  | 4,300 |  |  |
| Bank overdraft | |  |  |  |  | 1,300 |  | 11,600 |
| **Total Equity and Liabilities** | | |  |  |  |  |  | **118,000** |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |

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| **Medium Ltd - Limited Company** | | | | | | | |  |
| **Statement of Changes in Equity** | | | | | | | |  |
|  |  |  | **Share Capital** | **Share Premium** | **Retained Earnings** | **General Reserve** | **Total Equity** |  |
|  |  |  |  |
|  |  |  | **£** | **£** | **£** | **£** | **£** |  |
| Balance at 1 January….. | |  | 16,000 | 4,000 | 5,300 | 6,100 | 31,400 |  |
|  |  |  |  |  |  |  |  |  |
| **Changes in Equity for 2XXX** | | |  |  |  |  |  |  |
| Issue of share capital | |  | 0 | 0 |  |  | 0 |  |
| Transfers |  |  |  |  |  | 0 | 0 |  |
| Profit for year | |  |  |  | 67,100 |  | 67,100 |  |
| Dividends | |  |  |  | -400 |  | -400 |  |
|  |  |  |  |  |  |  |  |  |
| **Balance at 31 December…..** | | | **16,000** | **4,000** | **72,000** | **6,100** | **98,100** |  |
|  |  |  |  |  |  |  |  |  |