

# FINANCIAL REPORTS



# Financial Reports

Financial statements or financial statements are reports prepared on an accounting period to show the financial position of the business at the end of the period and the operating results of the business in the accounting period, as well as the disclosure of relevant financial information



# Financial Reports

The person in charge of preparing the accountant must submit the financial statements at least once a year to the Department of Business Development. The information submitted is considered public information and financial reports must be prepared in accordance with generally accepted accounting standards



# Accounting Period

Normal financial statements are prepared at the end of a defined period called an "accounting period" or "accounting period". Generally, the accounting period is defined according to the calendar year, with the start date of the accounting period being January 1 and the end date of the accounting period being December 31 of each year.



# Guidelines for the preparation of financial reports

The Federation of Accounting Professions under the Royal Patronage

Conceptual framework for financial reporting

Accounting Standard No. 1  
Presentation of Financial Statements

Accounting Standard No. 1  
Cash Flow Statements

Financial Reporting Standard No. 10  
Consolidated Financial Statements

**Financial Reporting Standards for Non-Public Interest Entities**

# Guidelines for the preparation of financial reports

Announcement of the Department of Business Development

Preparation of Financial Statements

Determining the types of accounts to be prepared Account Required Messages and Items, Account Posting Period and documents required for accounting

Determination of Summary Transactions to be Required in the Financial Statements

Criteria and Procedures for Submission of Annual Financial Statements



## Accounting Standard No. 1 Presentation of Financial Statements The complete financial statements shall consist of

1.

Financial Position Statement at the end of the period

2.

Income and other comprehensive income statement for the period

3.

Statement showing changes in owner's equity for the period

4.

Cash Flow Statement for the Period

5.

Notes to the Financial Statements

6.

Comparative data from the previous period

7.

Statement of Financial Position as of the beginning of the previous period When the business has adopted the new accounting policy retrospectively, which has a material impact on the information in the statement of financial position as of the beginning of the previous period



Juristic person	Financial Position Statement	Income Statement	Statement of changes in owner's equity	Cash Flow Statement	Consolidated Financial Statements	Notes to the Financial Statements	Financial Statements Compared to the Previous Year
Registered Partnership	✓	✓	-	-	-	✓	-
Limited Company	✓	✓	✓	-	-	✓	✓
Public Limited Company	✓	✓*	✓	✓	✓	✓	✓
A juristic person established under foreign law conducts business in Thailand	✓	✓	✓	-	-	✓	✓
Joint venture	✓	✓	✓	-	-	✓	✓

# Purpose of the Financial Statements

The purpose of the financial statements is to present the financial position and financial performance of the business in a systematic manner. This is beneficial to the economic decisions of various groups of financial statement users

The financial statements also show the management results, which are tasked with managing the resources of the business in order to achieve these objectives

Normally, the financial statements must accurately present the financial position and financial performance and cash flows of the business as they should and in accordance with financial reporting standards



**SAMPLE COMPANY**  
**Statement of Financial Position**  
**March 31, 2023**  
*(Amounts in Dollars)*

**ASSETS**

**Current assets**

Cash	45,000	
Accounts receivable, net	3,300	
Office supplies	500	
Total current assets		48,800

**Noncurrent assets**

Equipment, net	22,020	
Vehicles, net	31,200	
Total noncurrent assets		53,220

<b>Total assets</b>		<b>102,020</b>
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**LIABILITIES AND EQUITY**

**Liabilities**

Accounts payable	6,000	
Accrued expenses	1,500	
Utilities payable	3,360	
Total liabilities		10,860

**Owner's equity**

You, capital		91,160
<b>Total liabilities and equity</b>		<b>102,020</b>

## งบกำไรขาดทุน / งบกำไรขาดทุนเบ็ดเสร็จ

Income statement / statement of comprehensive income shows a company's revenues, expenses and profitability over a period of time. It's also sometimes called a profit-and-loss (P&L) statement or an earnings statement.



**SAMPLE COMPANY**  
**Income Statement**  
**For the year ended December 31, 2022**  
*(Amounts in Thousands of Dollars)*

Net sales		25,000
Cost of sales		10,000
<b>Gross income</b>		15,000
<b>Operating expenses</b>		
Distribution costs		
Depreciation expense	300	
Sales commission	2,500	
Salaries expense	1,650	
Rent expense	175	
Utilities expense	525	
Supplies expense	30	
Advertising expense	1,750	
Total distribution costs		6,930
Administrative costs		
Depreciation expense	200	
Salaries expense	2,100	
Rent expense	700	
Utilities expense	975	
Supplies expense	95	
Total administrative costs		4,070
<b>Operating income</b>		4,000
<b>Other income and expenses</b>		
Dividend income	175	
Interest income	545	
Gain on sale of property	50	
Interest expense	200	
Impairment loss on investment	40	
Net		530
<b>Income before taxes</b>		4,530
<b>Income tax expense</b>		815
<b>Net income</b>		3,715

# Statement of Cash Flow

Statement of Cash Flow tracks the flow of cash in and out of a business over a specific period. It is divided into three core categories: Operating Activities, Investing Activities, and Financing Activities, culminating in the net change in cash.



## Format of Cash Flow Statements

CASH FLOW STATEMENT  
for the year ended/ending.....  
(Indirect Method)  
(as per Accounting Standard-3 Revised)

	₹	₹
<b>A. Cash Flows from Operating Activities:</b>		
<b>Net Profit before Tax (See Note No. 1)</b>	✓	
<b>Adjustments for non-cash and non-operating items:</b>		
<b>Add:</b> Depreciation	XXX	
Preliminary Expenses	XXX	
Discount on issue of Debentures written off	XXX	
Goodwill, Patents and Trademarks Amortized	XXX	
Interest paid on <b>long-term Borrowings (Debentures)</b>	XXX	
<b>Underwriting Commission/ Shares Issue Expenses</b>	XXX	
Loss on Sale of <b>Property, Plant and Equipment</b>	XXX	
<b>Increase</b> in Provision for Doubtful Debts	XXX	
Premium on Redemption of Preference Shares/Debentures	XXX	
Interest paid on Bank Overdraft/ Cash Credit	XXX	
<b>Less:</b> Interest Income/Received	(XXX)	
Dividend Income/Received	(XXX)	
Rental Income/Received	(XXX)	
Profit ( <b>Gain</b> ) on Sale of <b>Property, Plant and Equipment</b>	(XXX)	
<b>Decrease</b> in Provision for Doubtful Debts	(XXX)	
<b>Operating Profit before Working Capital Changes</b>	XXX	
<b>Add:</b> Decrease in Current Assets	XXX	
Increase in Current Liabilities	XXX	
<b>Less:</b> Increase in Current Assets	(XXX)	
Decrease in Current Liabilities	(XXX)	
<b>Cash generated from operations</b>	XXX	
<b>Less:</b> Income Tax paid	(XXX)	
<b>Net Cash from (or used in) operating activities</b>	XXX	XXX
<b>B. Cash flows from Investing Activities:</b>		
Cash Sale of <b>Property, Plant and Equipment</b>	XXX	
Cash Sale of <b>Property, Plant and Equipment (Intangible Assets)</b> like Goodwill	XXX	
Cash Sale of Non-Current Investments	XXX	
Interest Received and Dividend Received	XXX	
Rent Received	XXX	
Cash Purchase of <b>Property, Plant and Equipment</b>	(XXX)	
Cash Purchase of <b>Property, Plant and Equipment (Intangible Assets)</b> like Goodwill	(XXX)	
Cash Purchase of Non-Current Investments	(XXX)	
<b>Net cash from (or used in) Investing Activities</b>	XXX	XXX

# Notes to Financial Statement

Notes to financial statements (also known as footnotes) are detailed, required disclosures that accompany a company's main financial reports. They explain the accounting policies, assumptions, and specific details behind the numbers, providing crucial context that is not visible on the balance sheet or income statement alone.

# MANAGEMENT REPORTS

Schedule reports

Exception reports

Demand reports

Predictive reports



The End