

4. Solution to example

4.1 XYZ Group Statement of financial position as at 31 December 2007

	Notes	2007 £
Assets		
Non-current assets		
Property, plant and equipment		350,700
Goodwill		80,800
Other intangible assets		227,470
Investment in associates		100,150
Available for sale financial assets		<u>142,500</u>
		<u>901,620</u>
Current assets		
Inventories		135,230
Trade receivables		91,600
Other current assets		25,650
Cash and cash equivalents		<u>312,400</u>
		<u>564,880</u>
Total assets		<u>1,466,500</u>
Equity and liabilities		
Equity attributable to owners of the parent		
Share capital		650,000
Retained earnings		243,500
Other components of equity		<u>10,200</u>
		<u>903,700</u>
Minority interests		<u>70,050</u>
Total equity		<u>973,750</u>
Non-current liabilities		
Long-term borrowings		120,000
Deferred tax		28,800
Long term provisions		<u>28,850</u>
Total non-current liabilities		<u>177,650</u>
Current liabilities		
Trade and other payables		115,100
Short-term borrowings		150,000
Current portion of long term borrowings		10,000
Current tax payable		35,000
Short term provisions		<u>5,000</u>
Total current liabilities		<u>315,100</u>
Total liabilities		<u>492,750</u>
Total liabilities and equity		<u>1,466,500</u>

4.3 Statement of comprehensive income

XYZ Group**Statement of comprehensive income for the year ending 31 December 2007**

	2007 £
Profit for the year	121,250
Other comprehensive income:	
Exchange differences on translating foreign operations	6,000
Available for sale financial assets	(9,000)
Cash flow hedges	-
Loss on property revaluation	(11,000)
Actuarial gains (losses) on defined benefit pension plans	-
Share of other comprehensive income of associates	-
Income tax relating to components of other comprehensive income	-
Other comprehensive income for the year net of tax	<u>(14,000)</u>
Total comprehensive income for the year	<u>107,250</u>
Total comprehensive income attributable to:	
Owners of the parent	85,800
Minority interest	<u>21,450</u>
	<u>107,250</u>