

HOW TO READ FINANCIAL STATEMENTS IN THE UNITED KINGDOM

The basic Financial Statement in the UK consist of the Balance Sheet and the Profit and Loss Account.

Balance Sheet

| Company XYZ | | |
|--|------|------|
| FIXED ASSET | 2014 | 2013 |
| Intangible assets | | |
| Development costs | | |
| Concessions, patents, licences, trade marks and similar rights and assets | | |
| Goodwill | | |
| Payments on account | | |
| Tangible assets | | |
| Land and buildings | | |
| Plant and machinery | | |
| Fixtures, fittings, tools and equipment | | |
| Payments on account and assets in course of construction | | |
| Investments | | |
| Shares in group undertakings | | |
| Loans to group undertakings | | |
| Participating interests | | |
| Loans to undertakings in which the company has a participating interest | | |
| Other investments other than loans | | |
| Other loans | | |
| CURRENT ASSETS | | |
| Stocks | | |
| Raw materials and consumables | | |
| Work in progress | | |
| Finished goods and goods for resale | | |
| Payments on account | | |
| Debtors | | |
| Trade debtors | | |
| Amounts owed by group undertakings | | |
| Amounts owed by undertakings in which the company has a participating interest | | |
| Other debtors | | |
| Called up share capital not paid | | |
| Prepayments and accrued income | | |
| Investments | | |
| Shares in group undertakings | | |
| Other investments | | |
| Cash at bank and in hand | | |

| | | |
|--|---|---|
| CREDITORS: amounts falling due within one year | | |
| Debenture loans | | |
| Bank loans and overdrafts | | |
| Payments received on account | | |
| Trade creditors | | |
| Bills of exchange payable | | |
| Amounts owed to group undertakings | | |
| Amounts owed to undertakings in which the company has a participating interest | | |
| Other creditors including taxation and social security | | |
| Accruals and deferred income | | |
| NET CURRENT ASSETS (LIABILITIES) | 0 | 0 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | 0 | 0 |
| CREDITORS: amounts falling due after more than one year | | |
| Debenture loans | | |
| Bank loans and overdrafts | | |
| Payments received on account | | |
| Trade creditors | | |
| Bills of exchange payable | | |
| Amounts owed to group undertakings | | |
| Amounts owed to undertakings in which the company has a participating interest | | |
| Other creditors including taxation and social security | | |
| Accruals and deferred income | | |
| PROVISIONS FOR LIABILITIES | | |
| Pensions and similar obligations | | |
| Taxation, including deferred taxation | | |
| Other provisions | | |
| CAPITAL AND RESERVES | | |
| Called up share capital | | |
| Share premium account | | |
| Revaluation reserve | | |
| Other reserves | | |
| Capital redemption reserve | | |
| Reserve for own shares | | |
| Reserves provided for by the articles of association | | |
| Other reserves | | |
| Profit and loss account | | |

Profit and Loss Account

| | 2014 | 2013 |
|--|------|------|
| Turnover | | |
| Cost of sales | | |
| Gross profit or loss | | |
| Distribution costs | | |
| Administrative expenses | | |
| Other operating income | | |
| Income from shares in group undertakings | | |
| Income from participating interests | | |
| Income from other fixed asset investments | | |
| Other interest receivable and similar income | | |
| Amounts written off investments | | |
| Interest payable and similar charges | | |
| Tax on profit or loss on ordinary activities | | |
| Profit or loss on ordinary activities after taxation | | |
| Other taxes not shown under the above items | | |
| Profit or loss for the financial year | | |