

Adviser alert – *Example* *Consolidated Financial Statements:* *First-time Adoption of IFRS*

February 2012

Overview

The Grant Thornton International IFRS team have published the 2011 version of the *Reporting under IFRS: First-time Adoption of IFRS Example Consolidated Financial Statements 2011 and guidance notes*, which has been revised and updated to reflect changes in IFRS that are effective for annual periods beginning on or after January 1, 2011. No account has been taken of any new developments published after December 15, 2011.

Specifically, this publication reflects amendments to IAS 1 *Presentation of Financial Statements*, included in *Improvements to IFRSs 2010*.

An important improvement to the 2011 version of this publication is editorial changes to streamline the disclosures in the notes to the financial statements.

Example Consolidated Financial Statements – Summary

The publication illustrates a fictional manufacturing and retailing entity that prepares its first IFRS financial statements. It illustrates the adoption of International Financial Reporting Standards that are effective for the year ending December 31, 2011 with a date of transition of January 1, 2010.

IFRS 1 provides first-time adopters with the choice of a number of possible exemptions

from the normal requirements of IFRS. Only one possible combination of the choices available to a first-time adopter has been illustrated.

In some areas, alternative presentation is also illustrated in the Appendices. For further guidance on the standards and interpretations applied, reference is made to IFRS sources throughout the document.

This publication has been prepared to illustrate one possible approach to reporting by an entity engaging in transactions that are 'typical' across a range of non-specialist sectors. However, as with any example, this illustration does not envisage every possible transaction and should not be considered comprehensive.

Resources

The *Reporting under IFRS: First-time Adoption of IFRS Example Consolidated Financial Statements 2011 and guidance notes* follows this *Adviser Alert*.

Please note that this publication has not been modified from its original version (English version only).

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