



**The Institute of
Chartered Accountants
of Pakistan**

**CA
PAKISTAN**
HEAD OFFICE

Circular No. 10/2020

August 12, 2020

ALL MEMBERS OF THE INSTITUTE

Dear Member

**Illustrative Financial Statements and Disclosure Checklists
For Public Interest companies and Medium-sized companies**

The Institute's Technical Services team is pleased to issue the Illustrative financial statements and disclosure checklists for:

- (a) **Public Interest companies** - Prepared in accordance with the International Financial Reporting Standards (IFRS) as notified by the Securities and Exchange Commission of Pakistan and fourth schedule to the Companies Act 2017 (the Companies Act); and
- (b) **Medium-sized companies** - Prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs) and fifth schedule to the Companies Act.

(The illustrative financial statements and disclosure checklist for the Medium-sized companies were initially issued to by the Institute, through Circular 8/2018, dated July 19, 2018. Consequent to the revision of fifth schedule to the Companies Act by SECP (through, S.R.O. 888(I)/2019, dated July 29, 2019) the illustrative financial statements and the disclosure checklist for Medium-sized companies have been revised).

These documents have been developed on the advice of the Accounting Standards Board.

For your facilitation, the Illustrative financial statements:

- Cover a wide set of illustrative disclosures based on range of circumstances, transactions and events;
- Provide source/reference for each presentation and disclosure; and
- Contain the original texts for the presentation and disclosure requirements (extracted from the IFRS, IFRS for SMEs, fourth and fifth schedules of the Companies Act, as the case may be).

The disclosure checklist for the Public Interest companies compiles the disclosure requirements of IFRS and fourth schedule to Companies Act; while the disclosure checklist for the Medium-sized companies contains the disclosure requirements of IFRS for SMEs and fifth schedule to the Companies Act.

You can download these documents from <https://www.icap.net.pk/accounting-guidancetools>

(Established under the Chartered Accountants Ordinance, 1961 - X of 1961)

Chartered Accountants Avenue, Clifton, Karachi-75600 (Pakistan). Ph: (92-21) 111-000-422, Fax: 99251626

Website: www.icap.org.pk, E-mail: info@icap.org.pk



CONTINUED

It is pertinent to explain that the illustrative disclosures should always be considered in context of the company specific materiality thresholds, events, transactions and circumstances and needs of financial statements users. Accordingly, the illustrative presentation and disclosures contained in the publications may not be required due to the company specific materiality threshold or absence of a particular transaction or event. Moreover, the example disclosures are not the only acceptable form of presenting financial statements. A company may provide alternative and/or additional presentations and disclosures, provided they comply with the specific requirements prescribed in IFRS, IFRS for SMEs and the Companies Act.

We hope that members and preparers of financial statement will use these publications as a guidance resource and share these with others who may be interested.

Yours truly

Sohail Malik
Director Technical Services