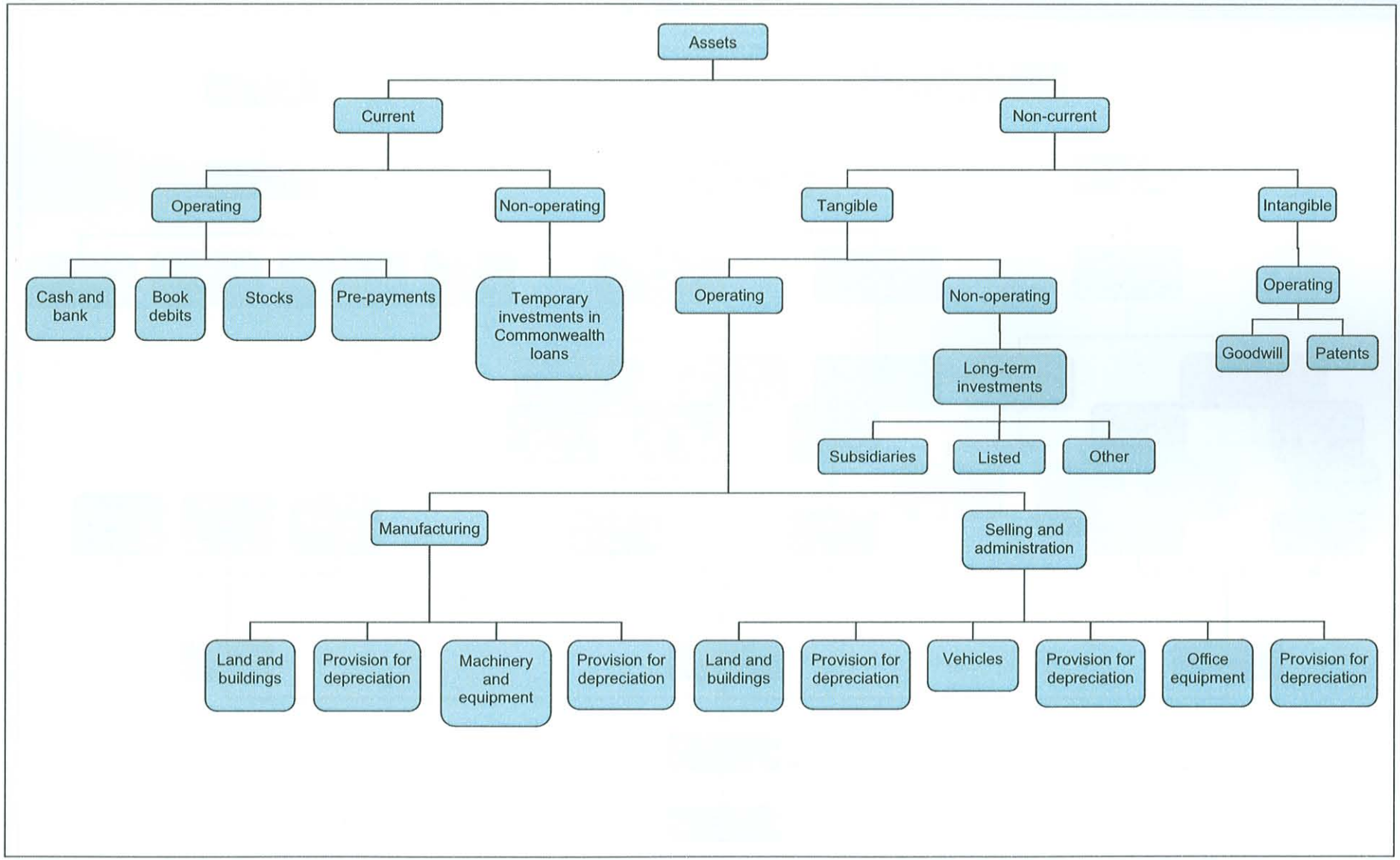
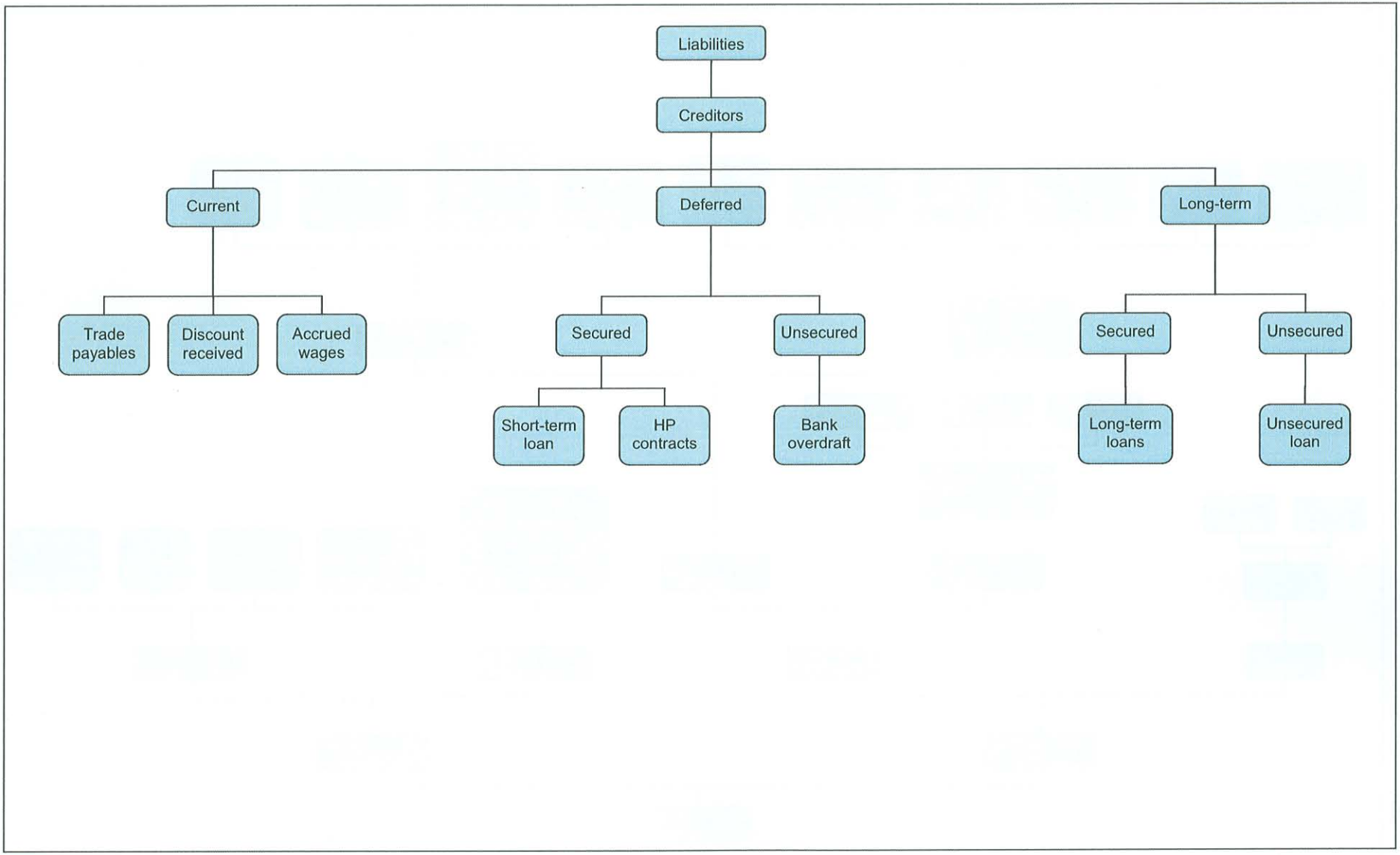
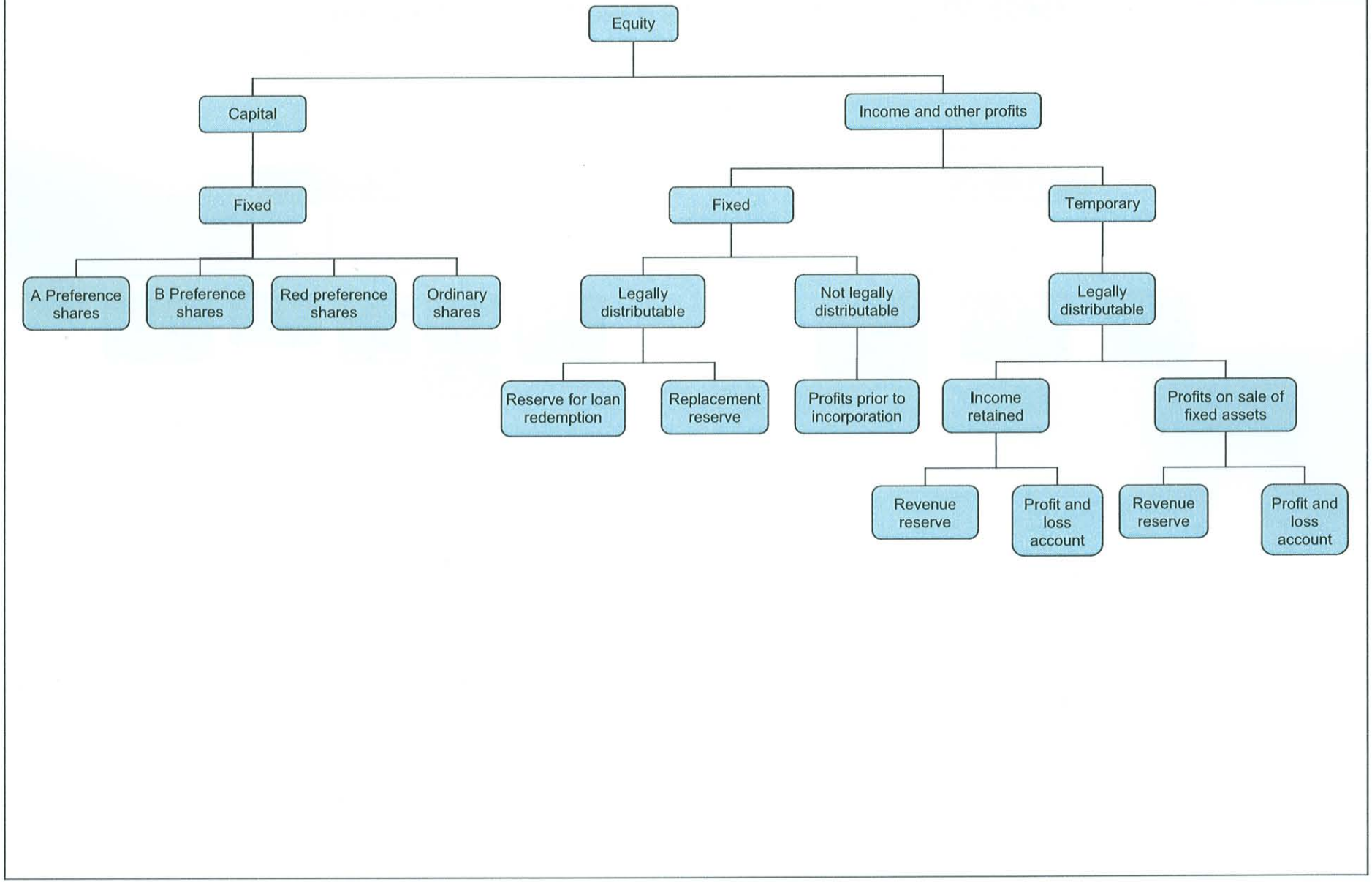
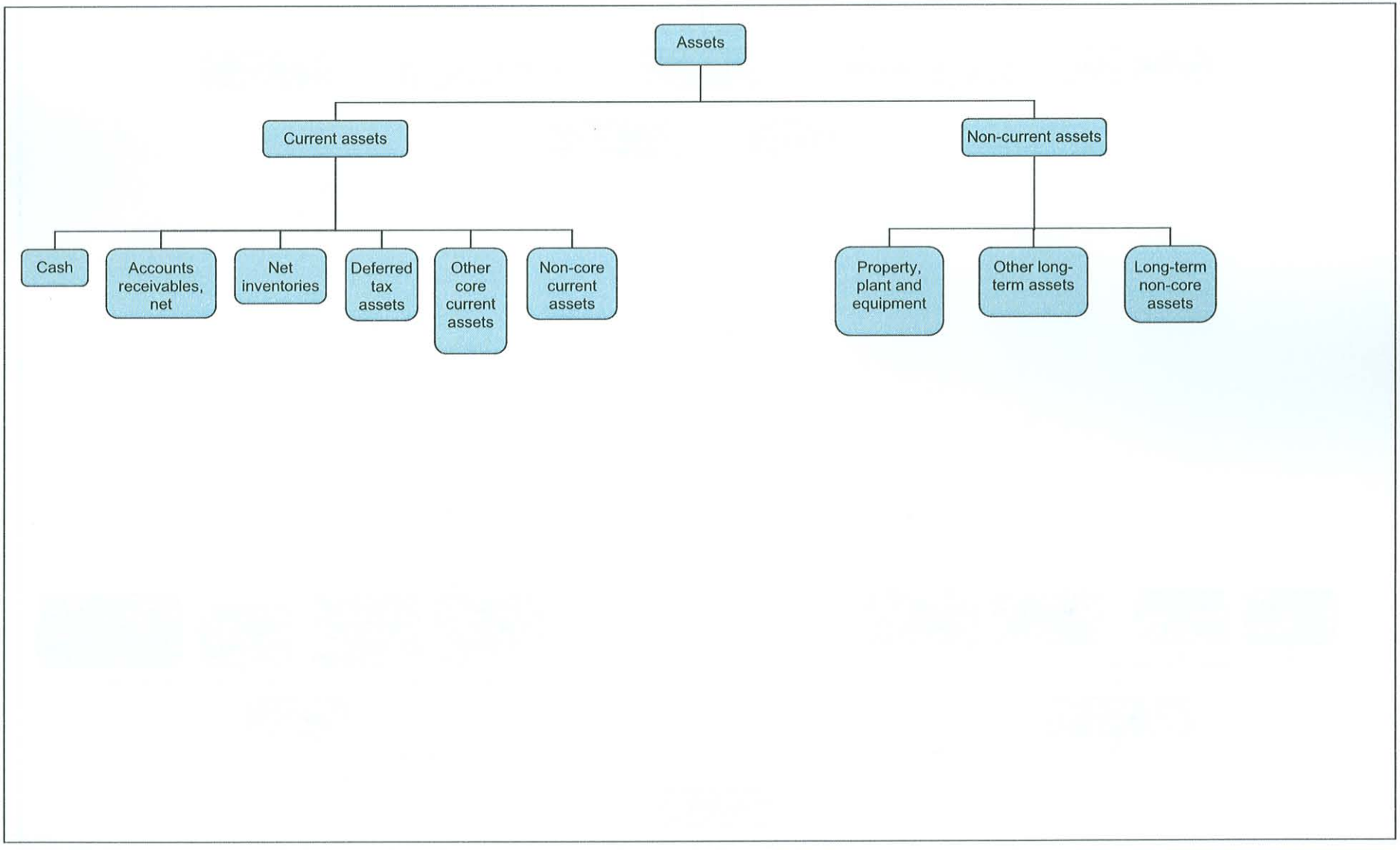
APPENDIX F – FRAMEWORK AUGMENTED FROM FITZGERALD AND SCHUMER (1962)




Liabilities
Creditors
Current
Deferred
Long-term
Trade payables
Discount received
Accrued wages
Secured
Unsecured
Secured
Unsecured
Short-term loan
HP contracts
Bank overdraft
Long-term loans
Unsecured loan


Equity
Capital
Income and other profits
Fixed
Fixed
Temporary
A Preference shares
B Preference shares
Red preference shares
Ordinary shares
Legally distributable
Not legally distributable
Legally distributable
Reserve for loan redemption
Replacement reserve
Profits prior to incorporation
Income retained
Profits on sale of fixed assets
Revenue reserve
Profit and loss account
Revenue reserve
Profit and loss account

APPENDIX G – PROPOSED BALANCE SHEET (AICPA 1994)



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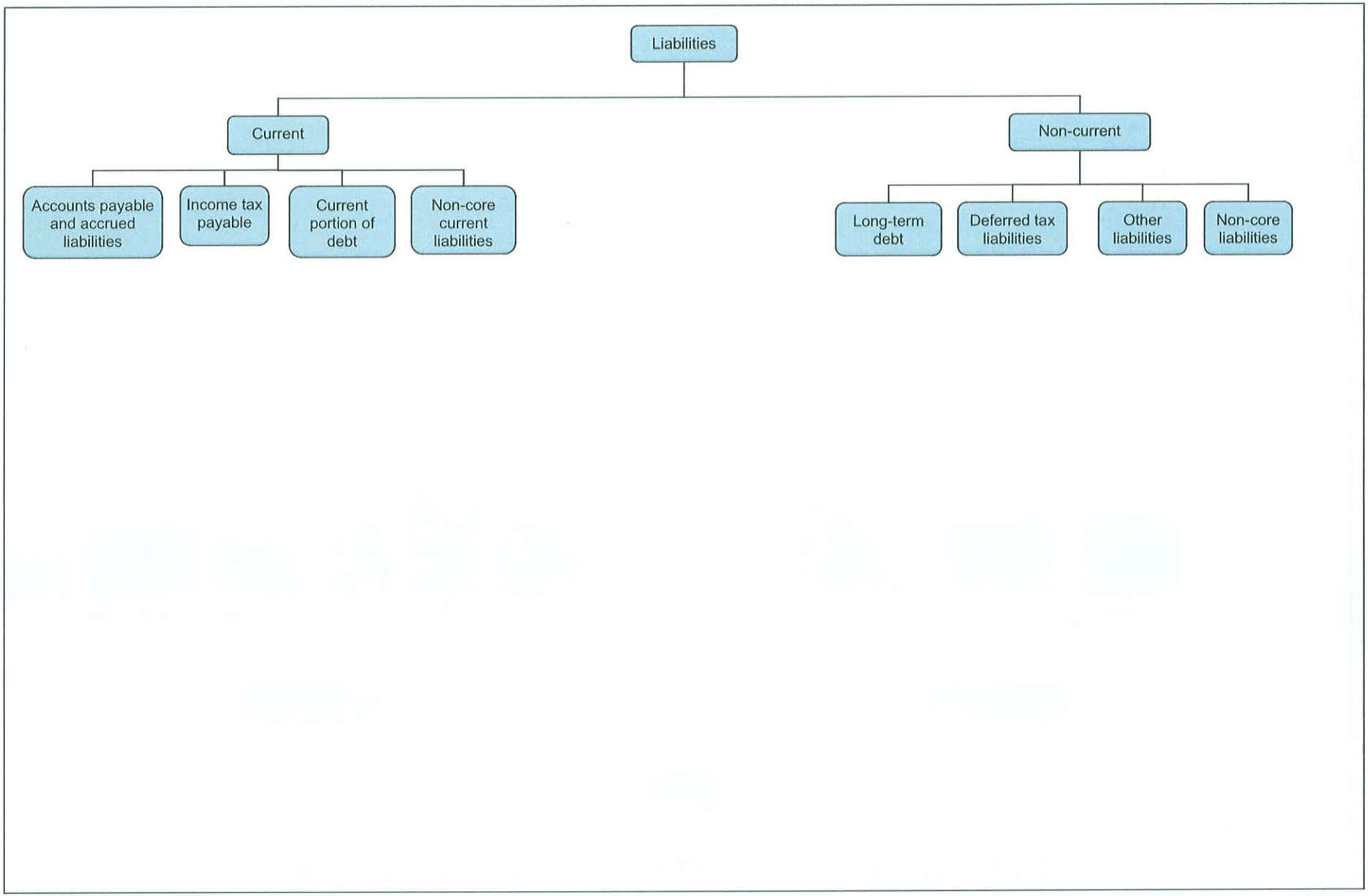
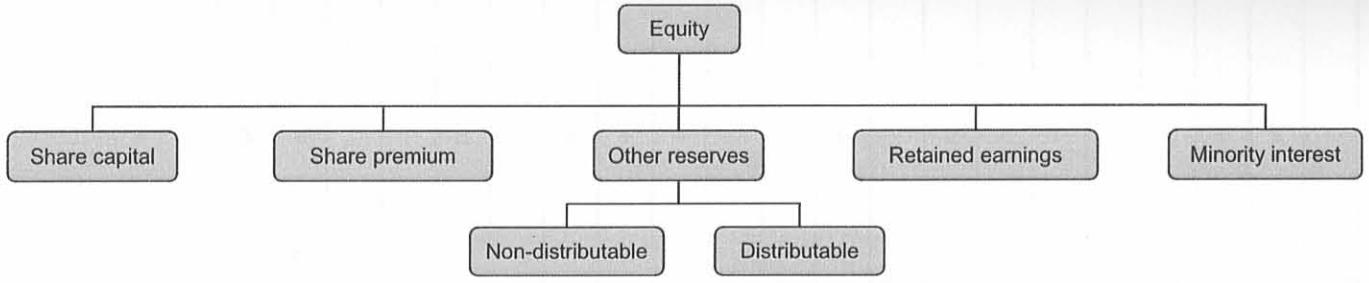
Appendix G – Proposed Balance Sheet (AICPA 1994)




Equity
Share capital
Share premium
Other reserves
Retained earnings
Minority interest
Non-distributable
Distributable

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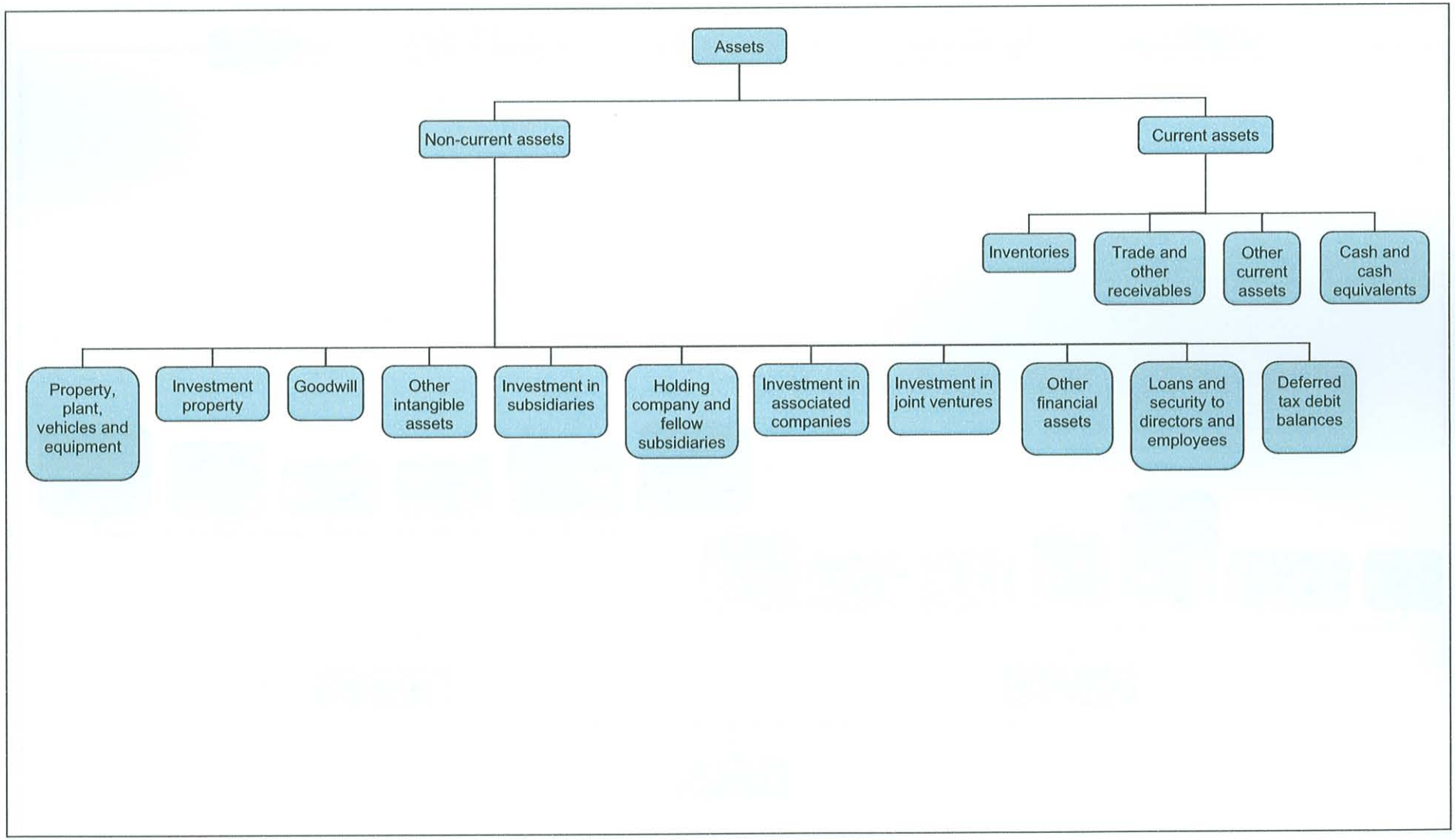
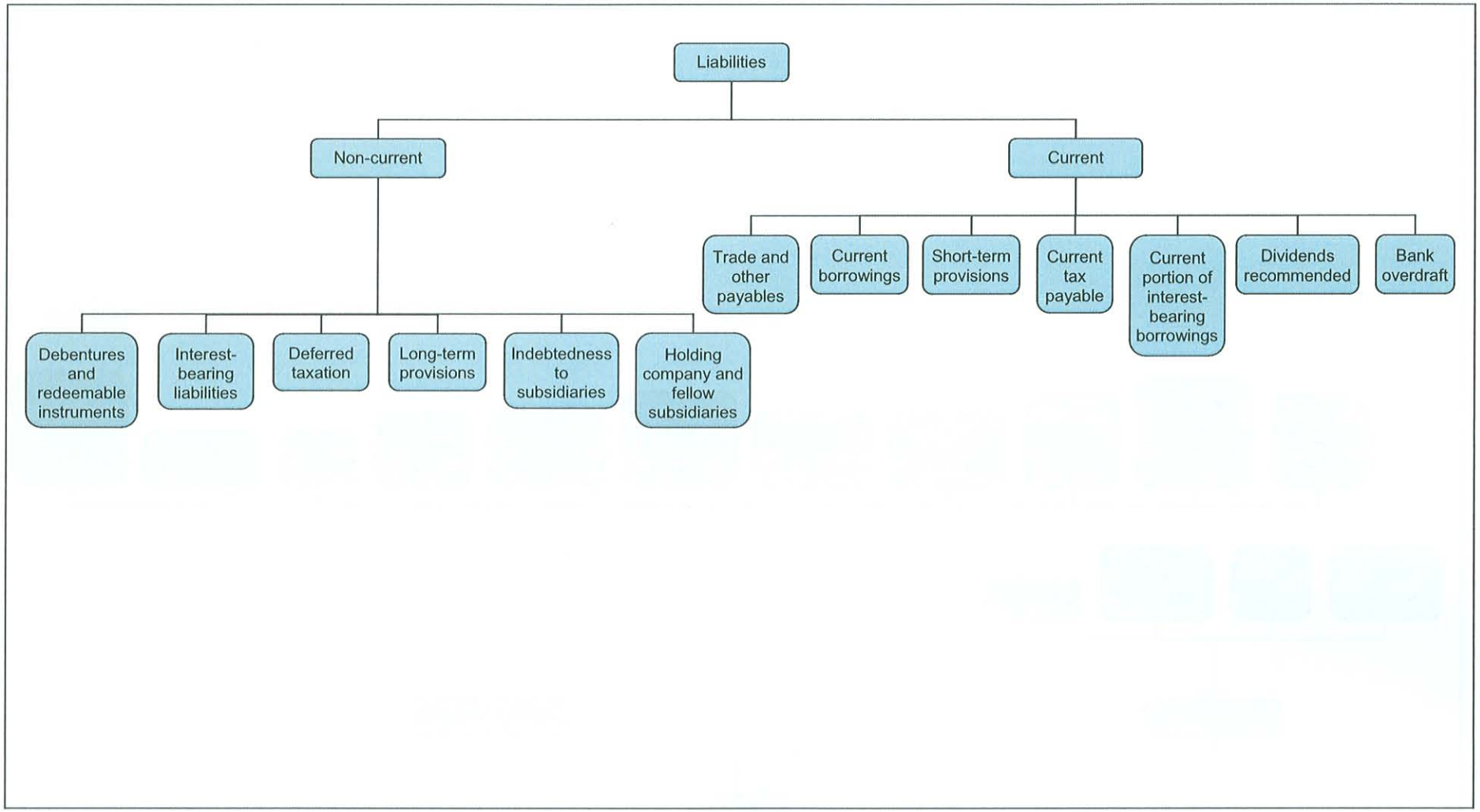
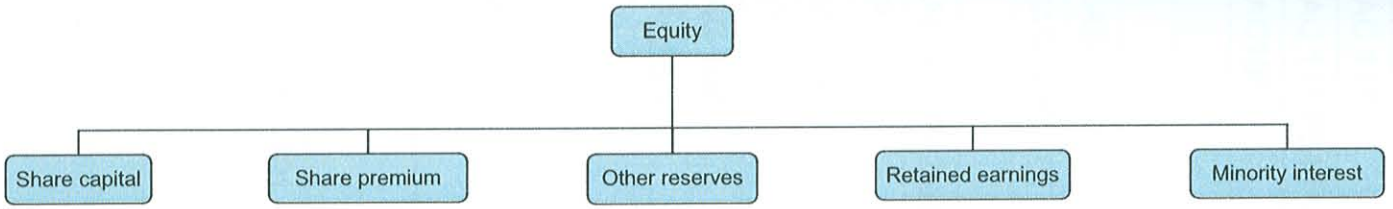
APPENDIX H – PROPOSED INCOME STATEMENT (AICPA 1994)

	Core activities
	Revenue
-	Cost of revenue
=	**Gross margin**
-	Selling and marketing
-	Research and development
-	General and administrative expenses
-	Other operating costs and expenses
-	Recurring non-operating gains and losses
=	**Pre-tax core earnings**
-	Income taxes related to core earnings
=	**Core earnings**
	Non-core items and financing costs:
	Financing costs
+	Income/(loss) from unusual or non-recurring transactions
+	Income/(loss) from discontinued operations
=	**Pre-tax non-core income and financing costs**
-	Income taxes related to non-core items and financing costs
=	**Net Income**
	Share data:
	Core earnings
+	Non-core income and financing costs
=	**Net income**

APPENDIX I – BALANCE SHEET FROM PRESENT ACCOUNTING PRACTICE AUGMENTED FROM CILLIERS *ET AL*. (2004)




Liabilities
Non-current
Current
Debentures and redeemable instruments
Interest-bearing liabilities
Deferred taxation
Long-term provisions
Indebtedness to subsidiaries
Holding company and fellow subsidiaries
Trade and other payables
Current borrowings
Short-term provisions
Current tax payable
Current portion of interest-bearing borrowings
Dividends recommended
Bank overdraft


Equity
Share capital
Share premium
Other reserves
Retained earnings
Minority interest

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APPENDIX J – INCOME STATEMENT FROM PRESENT ACCOUNTING PRACTICE AUGMENTED FROM CILLIERS *ET AL.* (2004)

Act Schedule 4/GAAP	
AC 117	**Continuing operations**
AC 111/P34/IAS2	Revenue
AC108	Cost of sales
	Gross profit
	Other income
IAS 1/AC 101	Distribution costs
IAS 1/AC 101	Administrative expenses
	Other expenses
AC 114/P42(a)	Finance costs
P42 (b)	Income from subsidiaries
IAS 28/AC 110/AC 133	Share of profit of associates
P42	Income from other financial assets
AC 102	**Profit before tax**
P42 (d)	Income tax expense
	Profit for the period from continuing operations
IFRS 5	**Discontinuing operations**
	Loss for the period from discontinuing operations
	Profit for the period
IAS 1/AC 101	**Attributable to:**
	Equity holders of the parent
	Minority interest

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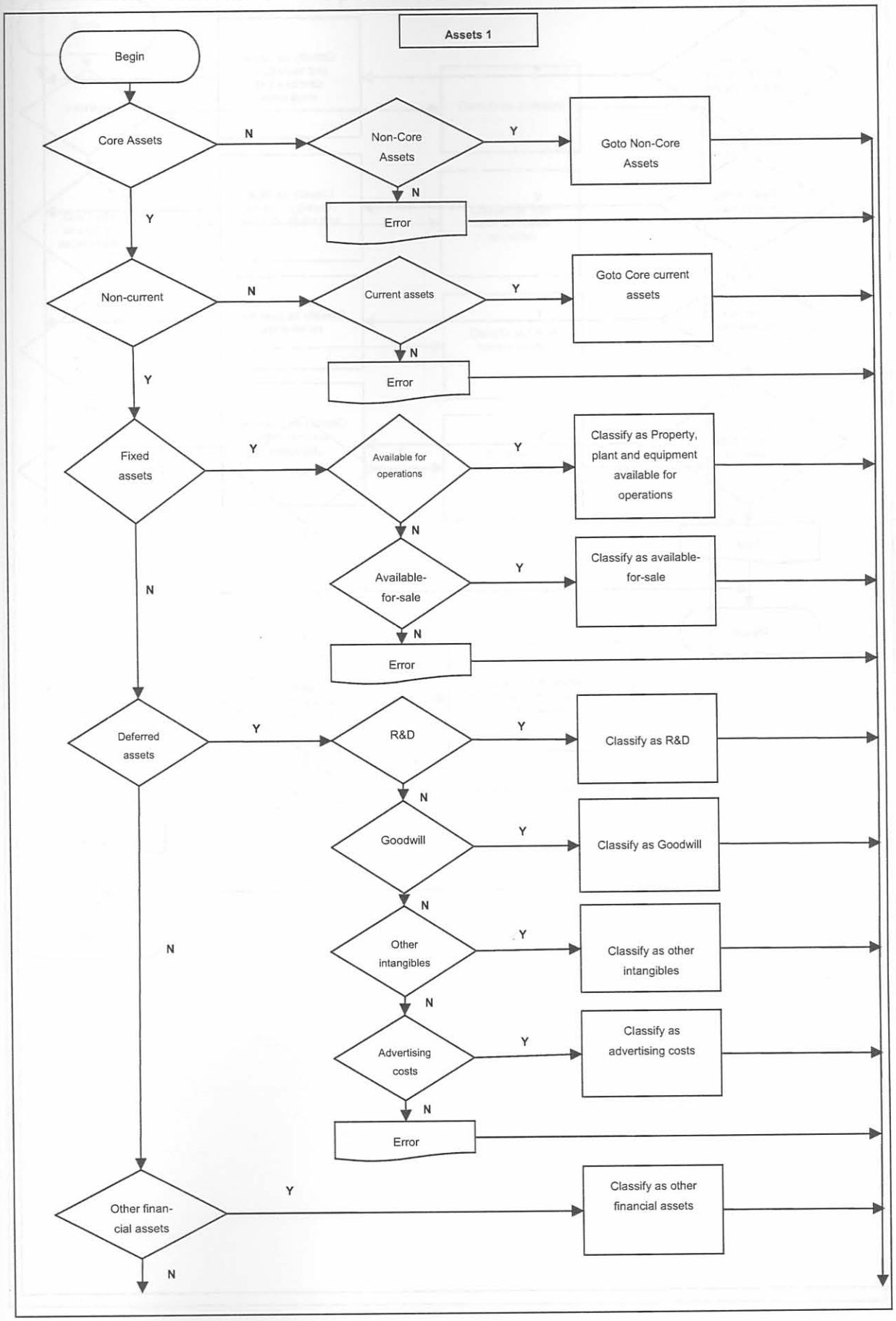
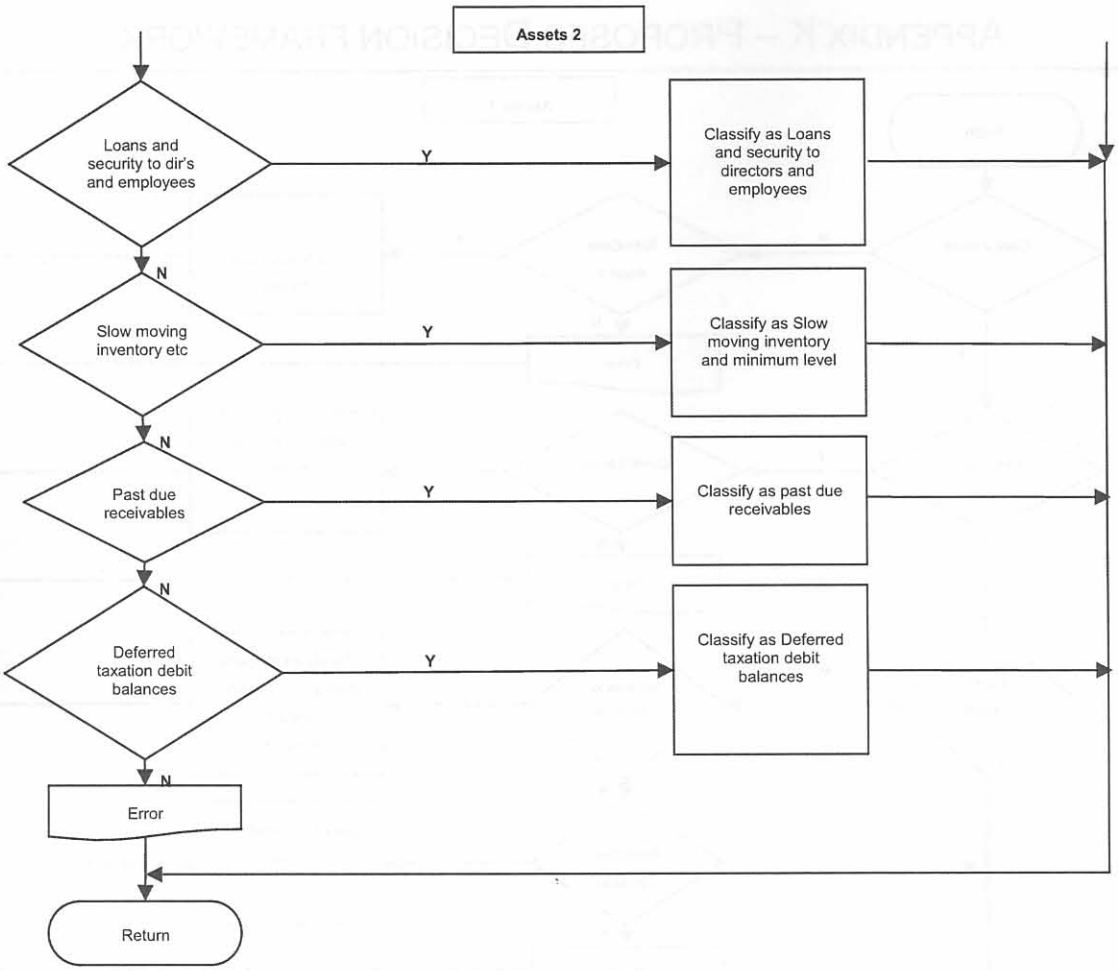
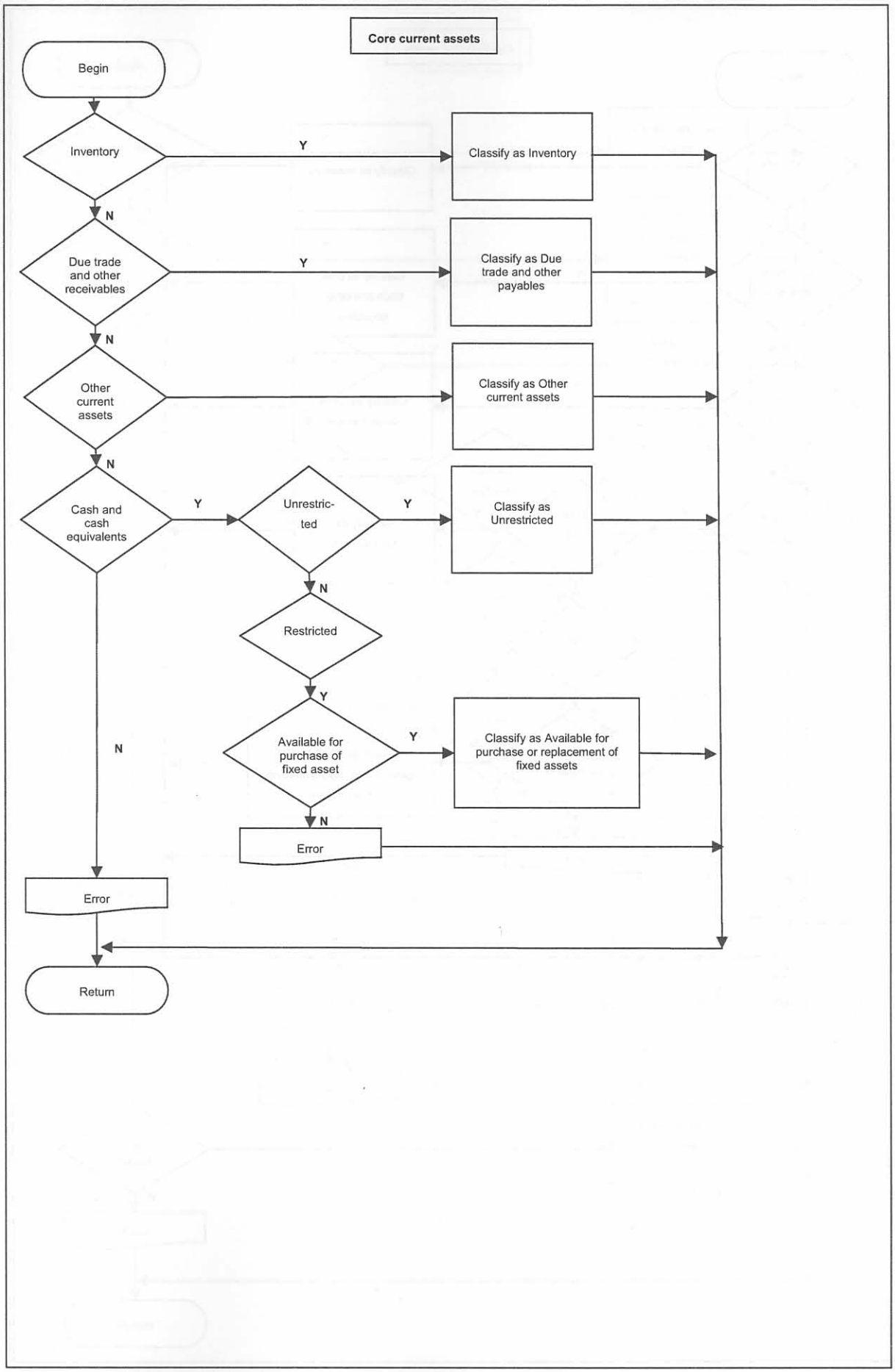
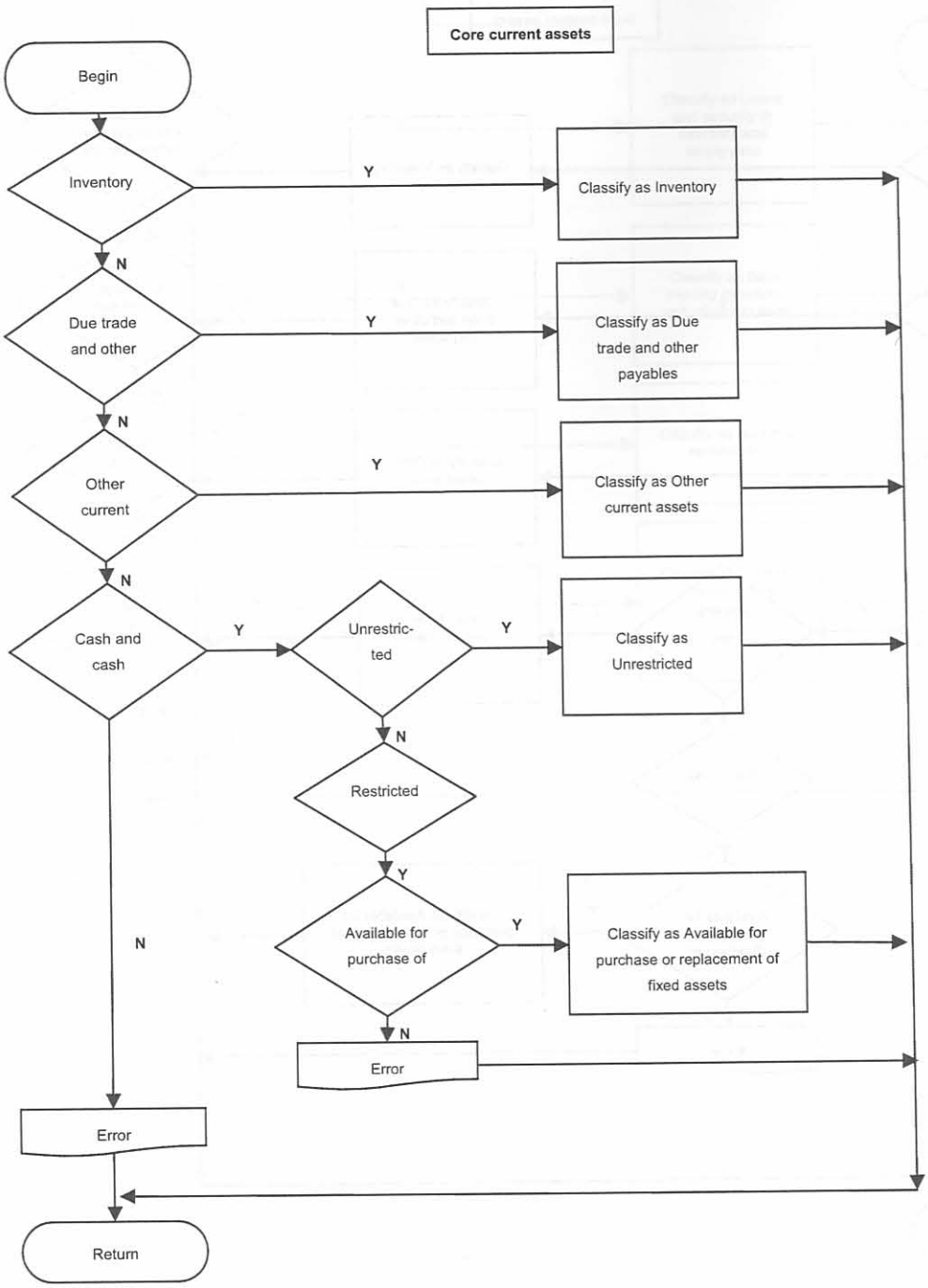
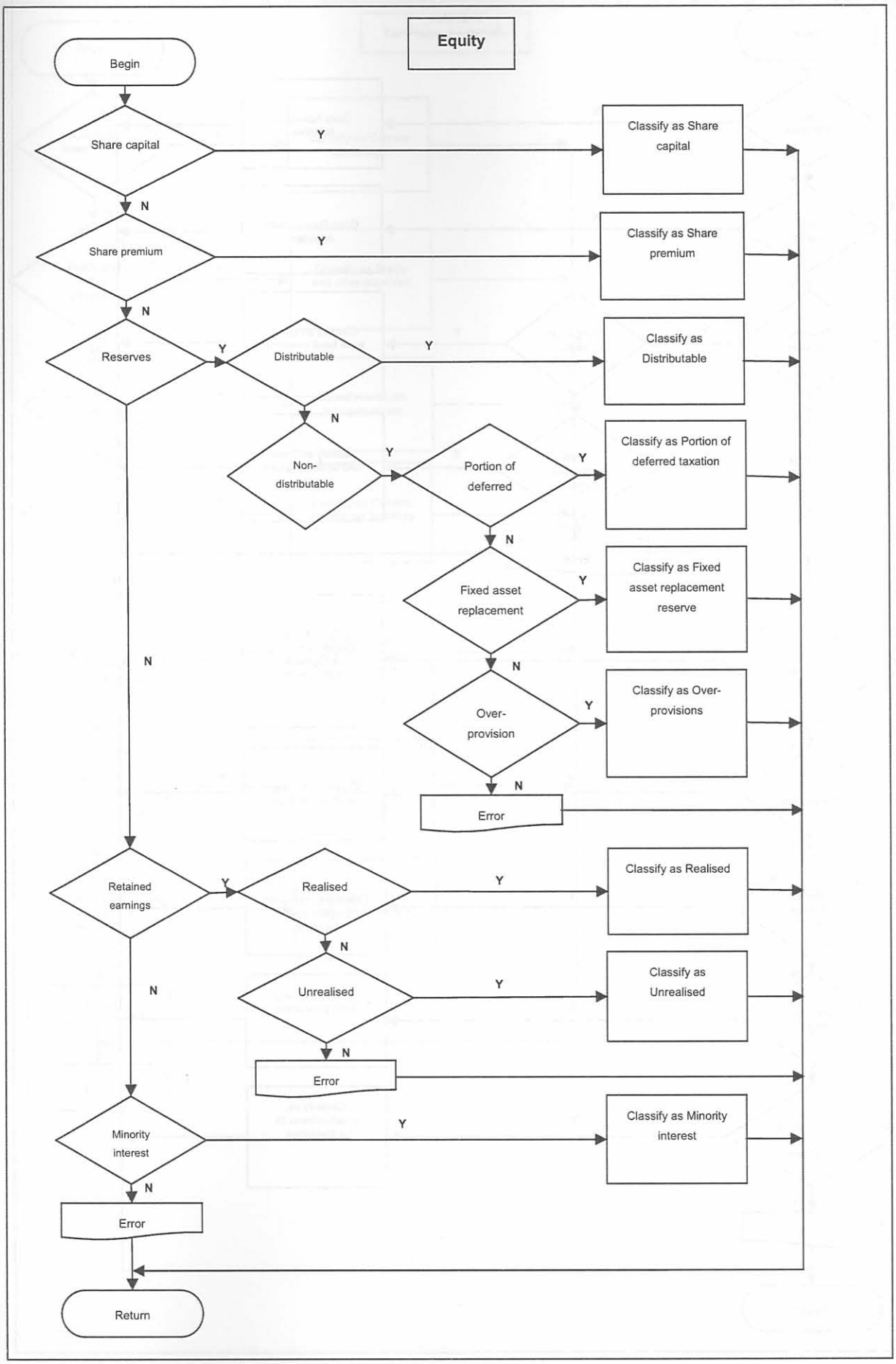
APPENDIX K – PROPOSED DECISION FRAMEWORK

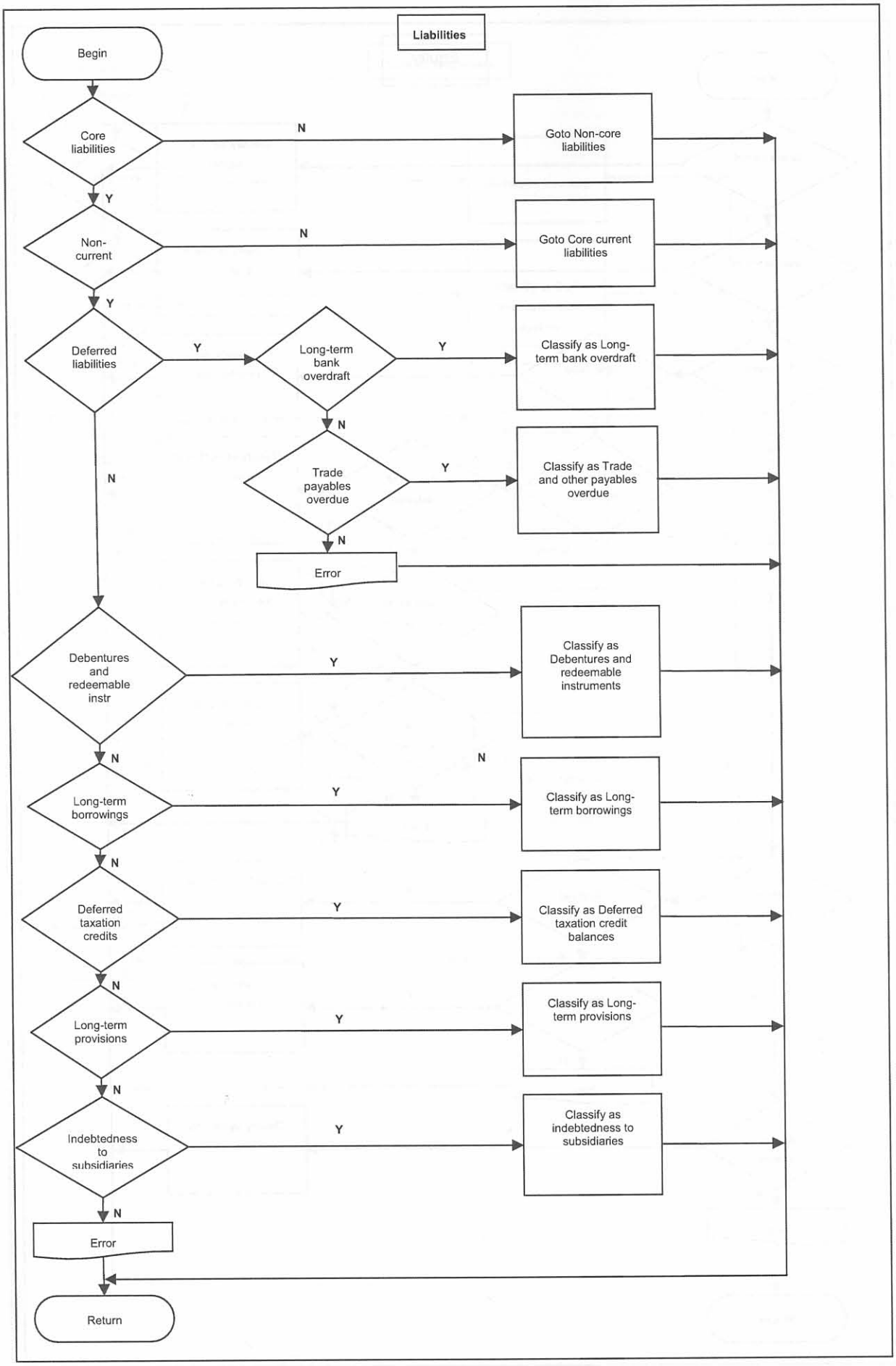


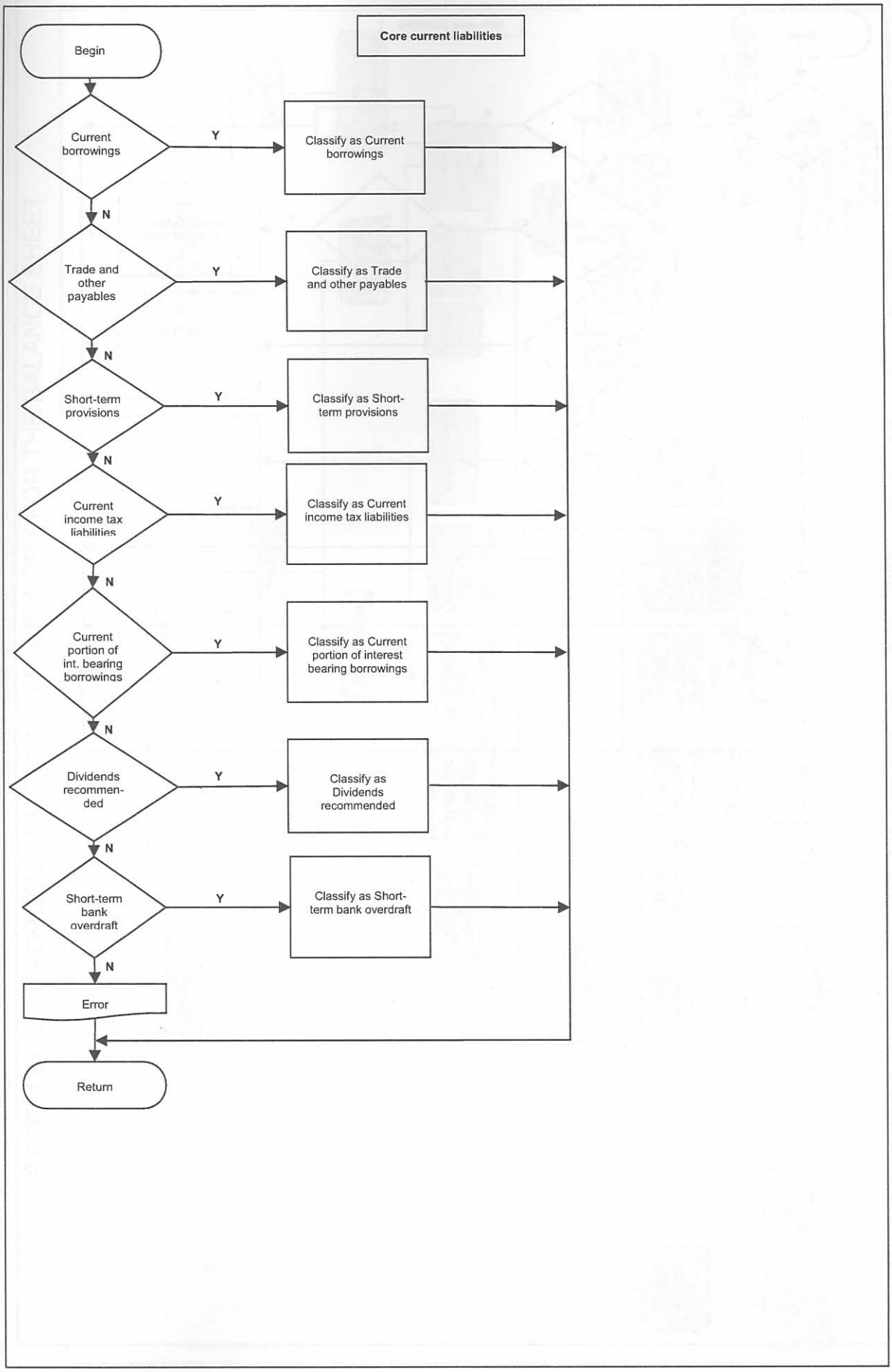

Assets 2
Loans and security to dir's and employees
Y
Classify as Loans and security to directors and employees
N
Slow moving inventory etc
Y
Classify as Slow moving inventory and minimum level
N
Past due receivables
Y
Classify as past due receivables
N
Deferred taxation debit balances
Y
Classify as Deferred taxation debit balances
N
Error
Return

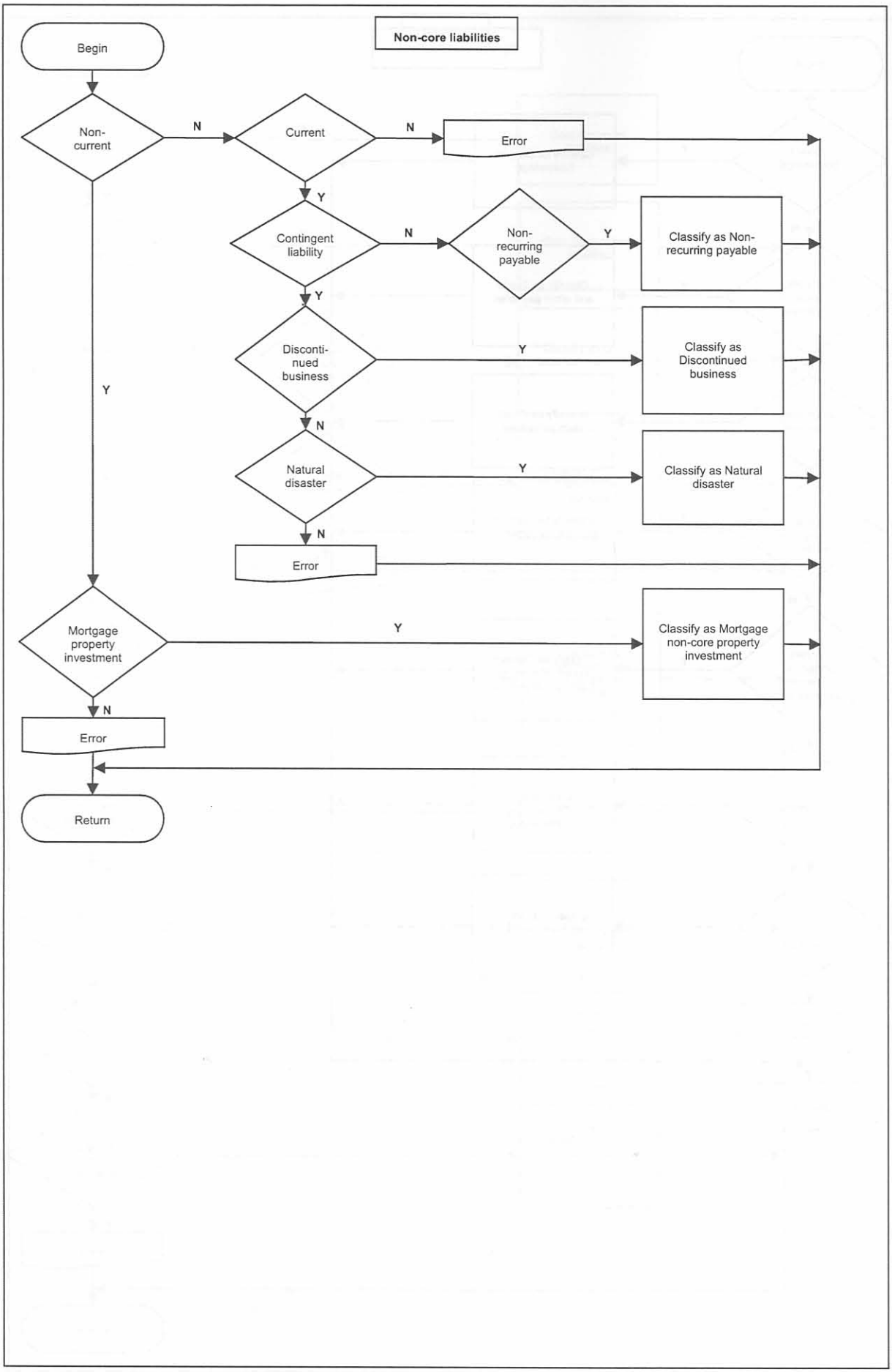

Core current assets
Begin
Inventory
Y
Classify as Inventory
N
Due trade and other receivables
Y
Classify as Due trade and other payables
N
Other current assets
Classify as Other current assets
N
Cash and cash equivalents
Y
Unrestric-ted
Y
Classify as Unrestricted
N
Restricted
Y
Available for purchase of fixed asset
Y
Classify as Available for purchase or replacement of fixed assets
N
Error
N
Error
Return


Core current assets
Begin
Inventory
Y
Classify as Inventory
N
Due trade and other
Y
Classify as Due trade and other payables
N
Other current
Y
Classify as Other current assets
N
Cash and cash
Y
Unrestric-ted
Y
Classify as Unrestricted
N
Restricted
Y
Available for purchase of
Y
Classify as Available for purchase or replacement of fixed assets
N
Error
N
Error
Return


Equity
Begin
Share capital
Y
Classify as Share capital
N
Share premium
Y
Classify as Share premium
N
Reserves
Y
Distributable
Y
Classify as Distributable
N
Non-distributable
Y
Portion of deferred
Y
Classify as Portion of deferred taxation
N
Fixed asset replacement
Y
Classify as Fixed asset replacement reserve
N
Over-provision
Y
Classify as Over-provisions
N
Error
N
Retained earnings
Y
Realised
Y
Classify as Realised
N
Unrealised
Y
Classify as Unrealised
N
Error
N
Minority interest
Y
Classify as Minority interest
N
Error
Return


Liabilities
Begin
Core liabilities
N
Goto Non-core liabilities
Y
Non-current
N
Goto Core current liabilities
Y
Deferred liabilities
Y
Long-term bank overdraft
Y
Classify as Long-term bank overdraft
N
Trade payables overdue
Y
Classify as Trade and other payables overdue
N
Error
N
Debentures and redeemable instr
Y
Classify as Debentures and redeemable instruments
N
Long-term borrowings
Y
Classify as Long-term borrowings
N
Deferred taxation credits
Y
Classify as Deferred taxation credit balances
N
Long-term provisions
Y
Classify as Long-term provisions
N
Indebtedness to subsidiaries
Y
Classify as indebtedness to subsidiaries
N
Error
Return


Core current liabilities
Begin
Current borrowings
Y
Classify as Current borrowings
N
Trade and other payables
Y
Classify as Trade and other payables
N
Short-term provisions
Y
Classify as Short-term provisions
N
Current income tax liabilities
Y
Classify as Current income tax liabilities
N
Current portion of int. bearing borrowings
Y
Classify as Current portion of interest bearing borrowings
N
Dividends recommen-ded
Y
Classify as Dividends recommended
N
Short-term bank overdraft
Y
Classify as Short-term bank overdraft
N
Error
Return


Non-core liabilities
Begin
Non-current
N
Current
N
Error
Y
Contingent liability
N
Non-recurring payable
Y
Classify as Non-recurring payable
Y
Disconti-nued business
Y
Classify as Discontinued business
N
Natural disaster
Y
Classify as Natural disaster
N
Error
Y
Mortgage property investment
Y
Classify as Mortgage non-core property investment
N
Error
Return

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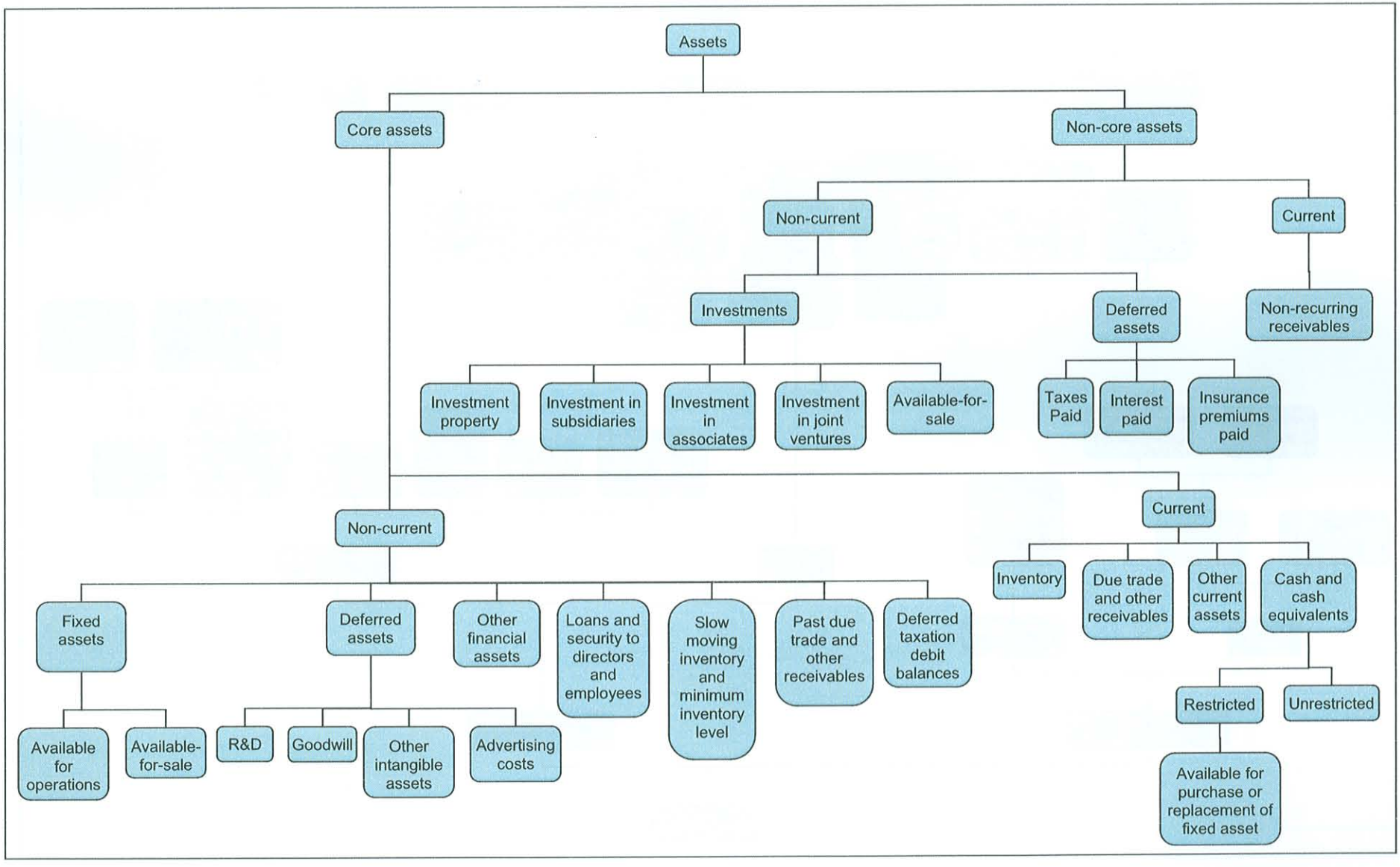
APPENDIX L – PROPOSED STATIC SUBFRAMEWORK FOR THE BALANCE SHEET



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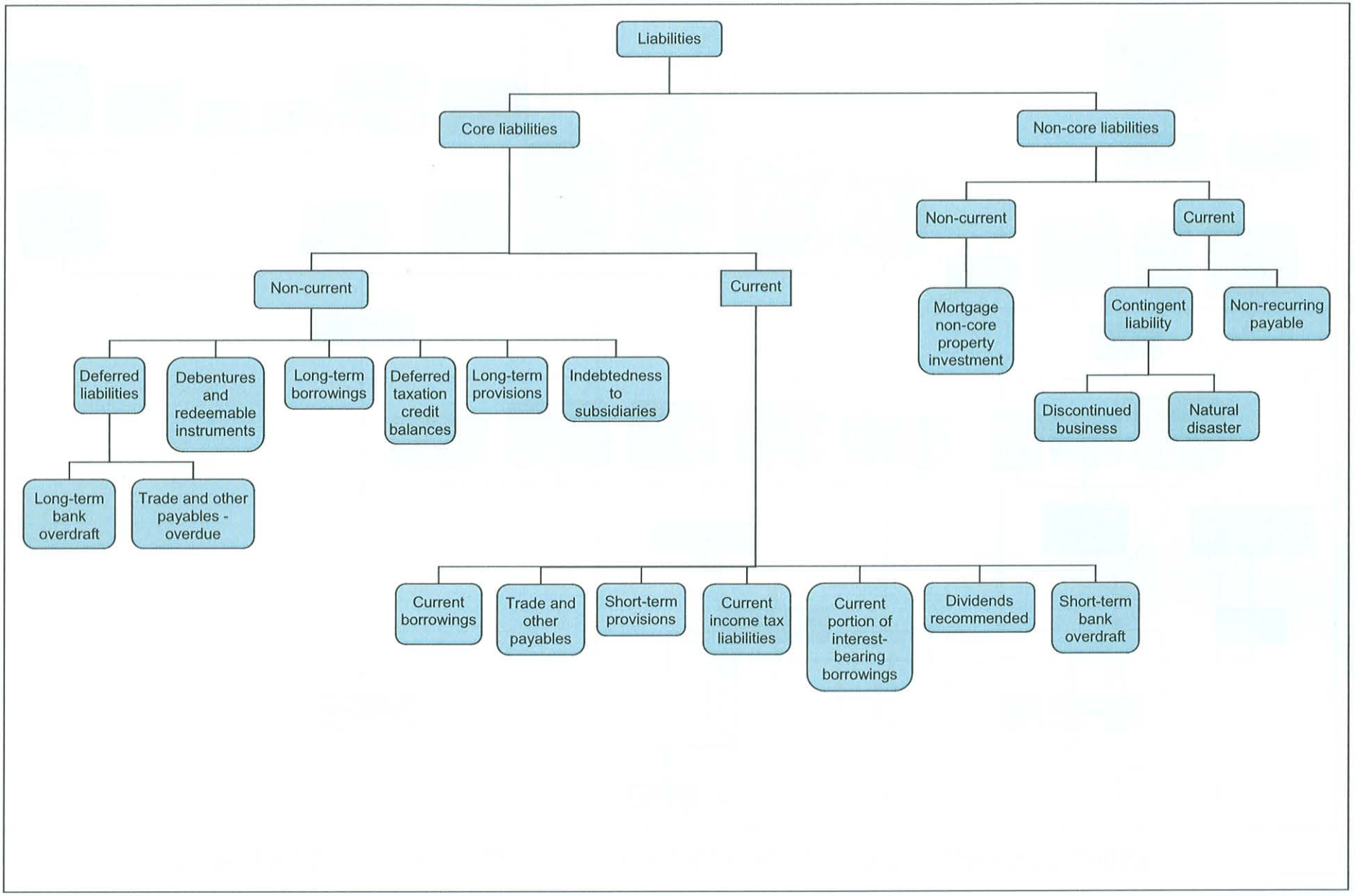
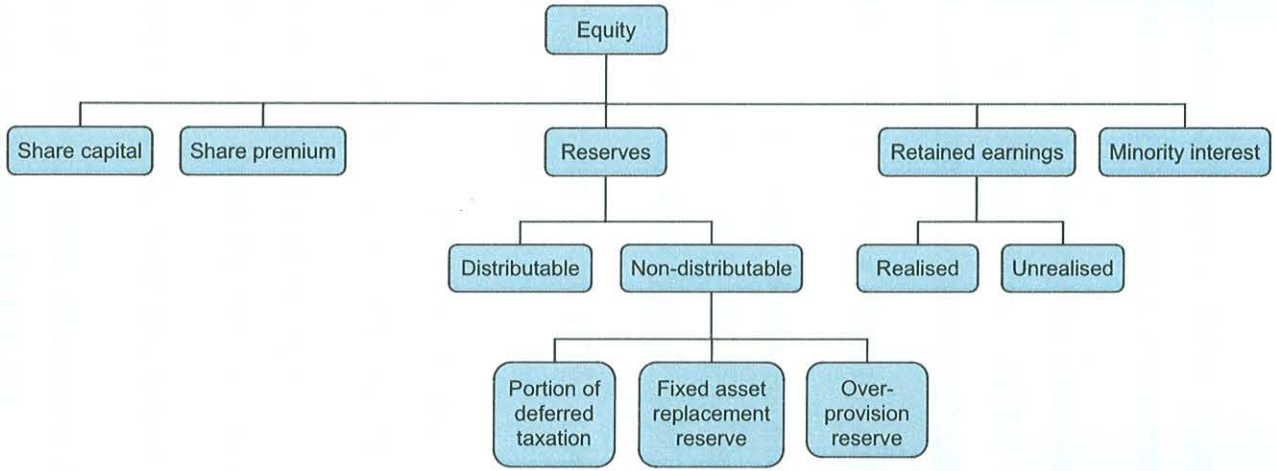
Appendix L – Proposed framework for the balance sheet




Equity
Share capital
Share premium
Reserves
Retained earnings
Minority interest
Distributable
Non-distributable
Realised
Unrealised
Portion of deferred taxation
Fixed asset replacement reserve
Over-provision reserve