

Exemplars

Sample Exemplars for US GAAP Financial Reporting

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2011-09-30 (DRAFT)

This document contains explanations of sample exemplars which represent components of a US GAAP based financial report:

<http://www.xbrlsite.com/DigitalFinancialReporting/Exemplars/2011-09-30/Exemplars/>

1.1. Overview

This is the overview.

#	Category	Title	Description
AAA	Balance Sheet	Balance Sheet, With Noncontrolling Interest	A typical balance sheet which includes a noncontrolling interest.
BBB	Balance Sheet	Balance Sheet, WITHOUT Noncontrolling Interest	A typical balance sheet which does not contain a noncontrolling interest.
AAA	Income Statement	Income Statement With Everything	Income statement with all possible categories of line items.
BBB	Income Statement	Income Statement MINIMUM	Income Statement MINIMUM (No preferred stock, no noncontrolling interest, no discontinued operations, no extraordinary items, no equity method investments)
CCC	Income Statement	Income Statement, Minimum BBB plus Noncontrolling Interest	
DDD	Income Statement	Income Statement, Flat Organization (Same as CCC, presentation organized differently)	
EEE	Income Statement	Income Statement, Add Discontinued Operations (CCC plus discontinued operations)	
FFF	Income Statement	Income Statement, Add Preferred Dividends (Minimum BBB plus preferred dividends)	
AAA	Cash flow statement	Statement of Cash Flow, No Discontinued Operations	
BBB	Cash flow statement	Statement of Cash Flow, With Discontinued Operations, Option 1	
CCC	Cash flow statement	Statement of Cash Flow, With Discontinued Operations, Option 2	
QQQ	Cash flow statement	QUESTIONABLE Statement of Cash Flows, Questionable Modelling	
XX1	Cash flow statement	CONTRA Example - Statement of Cash Flow, Exchange Gain in Wrong Location	

1.2. Balance sheet

Balance sheets have clear semantics.

	June 30, 2011 (unaudited)	December 31, 2010 (audited)
ASSETS		
CURRENT ASSETS		
Cash	\$ --	\$ --
Notes receivable (Note 4)	500,000	500,000
Interest receivable	51,918	27,123
Total current assets and total assets	\$ 551,918	\$ 527,123

	June 30, 2011 (Unaudited)	December 31, 2010
ASSETS		
CURRENT ASSETS:		
Cash	\$ 15,442	\$ 3,455
LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)		
CURRENT LIABILITIES:		
Due to Stockholders	€ 117,500	€ 117,500

	Unaudited 6/30/2011	Audited 12/31/10
ASSETS		
CURRENT ASSETS		
Cash	\$ -	\$ -
TOTAL ASSETS	-	-
LIABILITIES AND STOCKHOLDERS' DEFICIT		
CURRENT LIABILITIES		
Accrued Liabilities	1,300	3,000
Payable to Stockholder	53,694	49,863
TOTAL CURRENT LIABILITIES	54,994	52,863
STOCKHOLDERS' DEFICIT		
Preferred Stock: Par value \$.01; 5,000,000 shares authorized; no shares issued and outstanding		
Common Stock: Par value \$.001; 25,000,000 shares authorized; 2,647,640 shares issued and outstanding	2,648	2,648
Additional paid in capital	5,160	5,160
Deficit accumulated during the development stage	(62,802)	(60,671)
TOTAL STOCKHOLDERS' DEFICIT	(54,994)	(52,863)
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	\$ -	\$ -

The accompanying notes are an integral part of these financial statements.

1.3. Income statement

Generally, all financial statements have an income statement. There are occasions where one would not be necessary, but for most companies which have continuing operations, they would have an income statement.

1.3.1. General observations

The income statement has vastly more variety than either the balance sheet or cash flow statement. Although, it may be the case that one could break the types of income statements into categories. For example, the Microsoft income statement below is one classic income statement.

INCOME STATEMENTS (USD \$) In Millions, except Per Share data	12 Months Ended		
	Jun. 30, 2011	Jun. 30, 2010	Jun. 30, 2009
Revenue	\$ 69,943	\$ 62,484	\$ 58,437
Operating expenses:			
Cost of revenue	15,577	12,395	12,155
Research and development	9,043	8,714	9,010
Sales and marketing	13,940	13,214	12,879
General and administrative	4,222	4,063	4,030
Total operating expenses	42,782	38,386	38,074
Operating income	27,161	24,098	20,363
Other income (expense)	910	915	(542)
Income before income taxes	28,071	25,013	19,821
Provision for income taxes	4,921	6,253	5,252
Net income	\$ 23,150	\$ 18,760	\$ 14,569
Earnings per share:			
Basic	\$ 2.73	\$ 2.13	\$ 1.63
Diluted	\$ 2.69	\$ 2.10	\$ 1.62
Weighted average shares outstanding:			
Basic	8,490	8,813	8,945
Diluted	8,593	8,927	8,996
Cash dividends declared per common share	\$ 0.64	\$ 0.52	\$ 0.52

This Kraft income statement is another, this format with gross profit:

Condensed Consolidated Statements Of Earnings (USD \$) In Millions, except Per Share data	3 Months Ended		6 Months Ended	
	Jun. 30, 2011	Jun. 30, 2010	Jun. 30, 2011	Jun. 30, 2010
Condensed Consolidated Statements Of Earnings				
Net revenues	\$ 13,878	\$ 12,253	\$ 26,451	\$ 23,571
Cost of sales	9,007	7,559	16,944	14,788
Gross profit	4,871	4,694	9,507	8,783
Selling, general and administrative expenses	3,008	2,933	5,941	5,783
Amortization of intangibles	57	60	114	93
Operating income	1,806	1,701	3,452	2,907
Interest and other expenses, net	441	439	887	1,063
Earnings from continuing operations before income taxes	1,365	1,262	2,565	1,844
Provision for income taxes	389	323	787	656
Earnings from continuing operations	976	939	1,778	1,188
Earnings and gain from discontinued operations, net of income taxes (Note 2)				1,644
Net earnings	976	939	1,778	2,832
Noncontrolling interest		2	3	12
Net earnings attributable to Kraft Foods	\$ 976	\$ 937	\$ 1,775	\$ 2,820
Basic earnings per share attributable to Kraft Foods:				
Continuing operations	\$ 0.55	\$ 0.54	\$ 1.01	\$ 0.70
Discontinued operations				\$ 0.98
Net earnings attributable to Kraft Foods	\$ 0.55	\$ 0.54	\$ 1.01	\$ 1.68
Diluted earnings per share attributable to Kraft Foods:				
Continuing operations	\$ 0.55	\$ 0.53	\$ 1.01	\$ 0.70
Discontinued operations				\$ 0.97
Net earnings attributable to Kraft Foods	\$ 0.55	\$ 0.53	\$ 1.01	\$ 1.67
Dividends declared	\$ 0.29	\$ 0.29	\$ 0.58	\$ 0.58

1.4. Cash Flow Statement

The cash flow statement has clear semantics. A cash flow statement aggregates “net cash flow” from operating, investing, and financing activities and then reconciles that net change in cash to some cash balance on the balance sheet.

COMMENT: It is still unclear to me whether the cash account reconciled on the cash flow statement is always exactly the same cash concept on the balance sheet. In

100% of the balance sheets and cash flow statements I have seen, it is the same concept. Under IFRS, it may not be the same concept as certain short term investments are not included in the cash flow reconciliation. However, under IFRS you are required to then provide a reconciliation between the cash used on the balance sheet and cash used on the cash flow statement.

1.4.1. General observations

This is a classic cash flow statement, Verizon:

Condensed Consolidated Statements of Cash Flows (USD \$) In Millions	6 Months Ended	
	Jun. 30, 2011	Jun. 30, 2010
Cash Flows from Operating Activities		
Net Income	\$ 6,868	\$ 2,871
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization expense	8,137	8,299
Employee retirement benefits	726	3,988
Deferred income taxes	1,501	775
Provision for uncollectible accounts	498	680
Equity in earnings of unconsolidated businesses, net of dividends received	(195)	(227)
Changes in current assets and liabilities, net of effects from acquisition/disposition of businesses	(2,361)	1,502
Other, net	(2,382)	(1,081)
Net cash provided by operating activities	12,792	16,807
Cash Flows from Investing Activities		
Capital expenditures (including capitalized software)	(8,918)	(7,619)
Acquisitions of licenses, investments and businesses, net of cash acquired	(1,668)	(538)
Proceeds from dispositions		2,594
Net change in short-term investments	47	(17)
Other, net	667	37
Net cash used in investing activities	(9,872)	(5,543)
Cash Flows from Financing Activities		
Proceeds from long-term borrowings	6,440	
Repayments of long-term borrowings and capital lease obligations	(7,356)	(4,594)
Increase (decrease) in short-term obligations, excluding current maturities	1,012	(97)
Dividends paid	(2,759)	(2,690)
Proceeds from sale of common stock	122	
Other, net	(807)	(1,131)
Net cash used in financing activities	(3,348)	(8,512)
Increase (decrease) in cash and cash equivalents	(428)	2,752
Cash and cash equivalents, beginning of period	6,668	2,009
Cash and cash equivalents, end of period	\$ 6,240	\$ 4,761