

## 295 Contents of annual financial report

### *Basic contents*

- (1) The financial report for a financial year consists of:
  - (a) the financial statements for the year; and
  - (b) the notes to the financial statements; and
  - (c) the directors' declaration about the statements and notes.

### *Financial statements*

- (2) The financial statements for the year are:
  - (a) unless paragraph (b) applies—the financial statements in relation to the company, registered scheme or disclosing entity required by the accounting standards; or
  - (b) if the accounting standards require the company, registered scheme or disclosing entity to prepare financial statements in relation to a consolidated entity—the financial statements in relation to the consolidated entity required by the accounting standards.

### *Notes to financial statements*

- (3) The notes to the financial statements are:
  - (a) disclosures required by the regulations; and
  - (b) notes required by the accounting standards; and
  - (c) any other information necessary to give a true and fair view (see section 297).

### *Directors' declaration*

- (4) The directors' declaration is a declaration by the directors:
  - (c) whether, in the directors' opinion, there are reasonable grounds to believe that the company, registered scheme or disclosing entity will be able to pay its debts as and when they become due and payable; and
  - (ca) if the company, registered scheme or disclosing entity has included in the notes to the financial statements, in compliance with the accounting standards, an explicit and

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**Regulation 2M.3.01**

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## **Chapter 2M Financial reports and audit**

### **Part 2M.3 Financial reporting**

#### **Division 1 Annual financial reports and directors' reports**

##### **2M.3.01 Disclosures required by notes to consolidated financial statements — annual financial reports (Act s 295)**

- (1) For paragraph 295 (3) (a) of the Act, if paragraph 295 (2) (b) of the Act applies to a parent entity, the following disclosures are required in the notes to the financial statements of the consolidated entity:
- (a) current assets of the parent entity;
  - (b) total assets of the parent entity;
  - (c) current liabilities of the parent entity;
  - (d) total liabilities of the parent entity;
  - (e) shareholders' equity in the parent entity separately showing issued capital and each reserve;
  - (f) profit or loss of the parent entity;
  - (g) total comprehensive income of the parent company;
  - (h) details of any guarantees entered into by the parent entity in relation to the debts of its subsidiaries;
  - (i) details of any contingent liabilities of the parent entity;
  - (j) details of any contractual commitments by the parent entity for the acquisition of property, plant or equipment;
  - (k) comparative information for the previous period for each of paragraphs (a) to (j).

**Appendix**  
**Extracts from Corporations Regulations 2001 (REG 2M.3.01)**

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**Regulation 2M.3.03**

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- (2) The disclosures in subregulation (1) must be calculated in accordance with accounting standards in force in the financial year to which the disclosure relates.
- (3) In this regulation:
- parent entity* means a company, registered scheme or disclosing entity that is required by the accounting standards to prepare financial statements in relation to a consolidated entity.