

Notes to Financial Statements

For the Year Ended December 31, 20XX

1. General Information

XYZ Corporation ("the Company") is incorporated in Country A. The principal activities of the Company include manufacturing and sales of consumer electronics.

2. Basis of Preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

3. Significant Accounting Policies

Revenue Recognition: Revenue is recognized when control of the goods or services has transferred to the customer.

Property, Plant, and Equipment: Stated at cost less accumulated depreciation and impairment losses.

Inventories: Valued at the lower of cost or net realizable value.

Foreign Currency Transactions: Transactions in foreign currencies are recorded at the exchange rates prevailing at the date of the transactions.

For a comprehensive list of significant accounting policies, refer to the detailed accounting policy notes.

4. Cash and Cash Equivalents

Details	As at Dec 31, 20XX	As at Dec 31, 20XW
Cash in banks	1,000,000	850,000
Short-term deposits	200,000	250,000
Total	1,200,000	1,100,000

5. Share Capital

Details	No. of Shares	Amount
Authorized	10,000,000	10,000,000
Issued and Fully Paid	5,000,000	5,000,000

6. Contingent Liabilities

As of December 31, 20XX, the Company has no significant contingent liabilities.

7. Events After the Reporting Period

There were no material events after the reporting period that require disclosure in the financial statements.

8. Related Party Transactions

Details of transactions with directors and key management personnel are disclosed in this note.

Important Notes

- Notes to financial statements provide detailed disclosures for transparency and compliance purposes.
- They explain the accounting policies, assumptions, and uncertainties underlying the numbers in the financial statements.
- Users should read these notes for an accurate understanding of the company's financial position.
- Notes may also include legal matters, risks, and future commitments.