

# Sample Financial Statements - Due Diligence Report

## Statement of Financial Position (Balance Sheet) as at [Date]

Assets	Current Year	Previous Year
Cash and Cash Equivalents	120,000	100,000
Accounts Receivable	80,000	70,000
Inventory	50,000	45,000
Property, Plant & Equipment	300,000	310,000
<b>Total Assets</b>	<b>550,000</b>	<b>525,000</b>
<b>Liabilities and Equity</b>		
Accounts Payable	40,000	42,000
Short-term Loans	25,000	20,000
Long-term Debt	110,000	112,000
Equity	375,000	351,000
<b>Total Liabilities &amp; Equity</b>	<b>550,000</b>	<b>525,000</b>

## Income Statement for the Year Ended [Date]

Description	Current Year	Previous Year
Revenue	600,000	550,000
Cost of Goods Sold	375,000	330,000
<b>Gross Profit</b>	<b>225,000</b>	<b>220,000</b>
Operating Expenses	95,000	90,000
Other Income / Expenses	5,000	2,000
<b>Profit before Tax</b>	<b>135,000</b>	<b>132,000</b>
Income Tax Expense	27,000	26,000
<b>Net Profit</b>	<b>108,000</b>	<b>106,000</b>

## Cash Flow Statement for the Year Ended [Date]

Activity	Current Year	Previous Year
Net Cash from Operating Activities	125,000	118,000
Net Cash from Investing Activities	-20,000	-30,000
Net Cash from Financing Activities	-10,000	4,000
<b>Net Increase in Cash</b>	<b>95,000</b>	<b>92,000</b>

## **Important Notes:**

- Figures presented are for sample and illustrative purposes only.
- All financial data should be thoroughly verified and supported by evidence during due diligence.
- Comparative analysis across years is essential to highlight trends and inconsistencies.
- Disclosure of significant accounting policies and notes to accounts is recommended.
- This document does not substitute for a detailed audit or professional financial evaluation.