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**STATUTORY BOARD FINANCIAL  
REPORTING STANDARD GUIDANCE NOTE 1**

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**Accounting and Disclosure for Funds, Grants,  
Contributions to Consolidated Funds,  
Accumulated Surplus and Reserves**  
Illustrative Examples

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### **SB-FRS GUIDANCE NOTE 1 ACCOUNTING AND DISCLOSURE FOR FUNDS, GRANTS, CONTRIBUTIONS TO CONSOLIDATED FUNDS, ACCUMULATED SURPLUS AND RESERVES**

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## Illustrative Examples

*These examples accompany, but are not part of, SB-FRS Guidance Note 1. They illustrate aspects of SB-FRS Guidance Note 1 but are not intended to provide interpretative guidance.*

### A Restricted Funds Separately Presented and Disclosed

- IE1. Example 1 illustrates the presentation of Restricted Fund A and Restricted Fund B in the Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, and Notes to the Accounts. Restricted Fund A and Restricted Fund B are different in nature.
- IE2. Statutory Board A received government grants for the purchase of some property, plant and equipment and certain operating expenses. The Government also provided funding for the bond interest payments on bonds issued by Statutory Board A.
- IE3. For the financial year ended 31 March 2028, the total comprehensive income of the General Fund, Restricted Fund A and Restricted Fund B for Statutory Board A is \$361,100, \$36,300 and \$19,500 (2027: \$323,400, \$33,100 and \$18,400) respectively. As at 31 March 2028, the net assets of Statutory Board A are \$853,900 (2027: \$437,000).

#### Statement of Profit or Loss and Other Comprehensive Income

*For the financial year ended 31 March 2028*

	<b>General Fund</b>		<b>Restricted Fund A</b>		<b>Restricted Fund B</b>		<b>Total</b>	
	<b>2028</b>	<b>2027</b>	<b>2028</b>	<b>2027</b>	<b>2028</b>	<b>2027</b>	<b>2028</b>	<b>2027</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Revenue	<b>534,000</b>	475,100	<b>42,000</b>	39,000	<b>18,000</b>	21,000	<b>594,000</b>	535,100
Other operating income	<b>5,500</b>	800	<b>800</b>	500	<b>7,000</b>	2,000	<b>13,300</b>	3,300
Maintenance expenses	<b>(5,000)</b>	(4,000)	<b>(1,000)</b>	(1,000)	<b>(2,000)</b>	(3,000)	<b>(8,000)</b>	(8,000)
Salaries, wages and staff benefits	<b>(164,000)</b>	(153,000)	<b>(8,000)</b>	(8,000)	<b>(5,000)</b>	(4,000)	<b>(177,000)</b>	(165,000)
Depreciation and amortisation expenses	<b>(10,000)</b>	(9,000)	<b>(1,000)</b>	(800)	<b>(1,000)</b>	(900)	<b>(12,000)</b>	(10,700)
Other operating expenses	<b>(9,700)</b>	(6,000)	<b>(100)</b>	(300)	<b>(1,700)</b>	(1,000)	<b>(11,500)</b>	(7,300)
<b>Operating surplus before government grants</b>	<b>350,800</b>	303,900	<b>32,700</b>	29,400	<b>15,300</b>	14,100	<b>398,800</b>	347,400
Government grants:								
Operating grants	<b>48,000</b>	48,000	<b>7,000</b>	7,000	<b>5,000</b>	5,000	<b>60,000</b>	60,000
Deferred capital grants	<b>7,800</b>	6,700	<b>600</b>	400	<b>700</b>	600	<b>9,100</b>	7,700
<b>Operating surplus after government grants</b>	<b>406,600</b>	358,600	<b>40,300</b>	36,800	<b>21,000</b>	19,700	<b>467,900</b>	415,100
Share of profit of associates and joint ventures	<b>500</b>	400	-	-	-	-	<b>500</b>	400
<b>Surplus before financing and contribution to Consolidated Fund</b>	<b>407,100</b>	359,000	<b>40,300</b>	36,800	<b>21,000</b>	19,700	<b>468,400</b>	415,500
Bond interest grants	<b>3,000</b>	3,000	<b>500</b>	500	<b>500</b>	500	<b>4,000</b>	4,000
Interest expenses on bonds	<b>(3,000)</b>	(3,000)	<b>(500)</b>	(500)	<b>(500)</b>	(500)	<b>(4,000)</b>	(4,000)
Interest expenses on lease liabilities	<b>(200)</b>	(200)	-	-	-	-	<b>(200)</b>	(200)

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Interest expenses on pension liabilities	(100)	(100)	-	-	-	-	(100)	(100)
<b>Surplus before contribution to Consolidated Fund</b>	<b>406,800</b>	358,700	<b>40,300</b>	36,800	<b>21,000</b>	19,700	<b>468,100</b>	415,200
Contribution to Consolidated Fund	(50,000)	(40,000)	(4,000)	(3,700)	(1,500)	(1,300)	(55,500)	(45,000)
<b>Net surplus for the financial year</b>	<b>356,800</b>	318,700	<b>36,300</b>	33,100	<b>19,500</b>	18,400	<b>412,600</b>	370,200
Other comprehensive income	4,300	4,700	-	-	-	-	4,300	4,700
<b>Total comprehensive income</b>	<b>361,100</b>	323,400	<b>36,300</b>	33,100	<b>19,500</b>	18,400	<b>416,900</b>	374,900

**Statement of Financial Position**

*As at 31 March 2028*

	Note	2028 \$	2027 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash		556,800	213,200
Trade and other receivables		23,400	18,900
<b>Total current assets</b>		<b>580,200</b>	<b>232,100</b>
<b>Non-current assets</b>			
Property, plant and equipment		355,800	296,000
Investment in joint venture		9,000	7,000
Investment in associate		6,500	6,000
Other non-current assets		105,300	97,900
<b>Total non-current assets</b>		<b>476,600</b>	<b>406,900</b>
<b>Total assets</b>		<b>1,056,800</b>	<b>639,000</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables		1,000	3,600
Borrowings		8,000	8,000
Grants received in advance		69,300	70,000
Contribution to Consolidated Fund		58,100	45,000
<b>Total current liabilities</b>		<b>136,400</b>	<b>126,600</b>
<b>Non-current liabilities</b>			
Trade and other payables		2,500	3,400
Borrowings		64,000	72,000
<b>Total non-current liabilities</b>		<b>66,500</b>	<b>75,400</b>
<b>Total liabilities</b>		<b>202,900</b>	<b>202,000</b>
<b>NET ASSETS</b>		<b>853,900</b>	<b>437,000</b>
<b>EQUITY</b>			
Capital Account		10,000	10,000
Share capital		25,000	25,000
Accumulated surplus / (deficit)			
- General fund		708,300	347,200
- Restricted fund A	13	70,400	34,100
- Restricted fund B	14	40,200	20,700
<b>Total equity</b>		<b>853,900</b>	<b>437,000</b>
Trust Fund A			
- Net assets		133,000	158,000

**Statement of Changes in Equity***For the financial year ended 31 March 2028*

	Capital account \$	Share capital \$	General Fund \$	Restricted fund A \$	Restricted fund B \$	Total equity \$
At 1 Apr 2026	10,000	25,000	23,800	1,000	2,300	62,100
<b>Total comprehensive income for the year</b>						
Net surplus for the financial year	-	-	318,700	33,100	18,400	370,200
Other comprehensive income	-	-	4,700	-	-	4,700
<b>Total comprehensive income for the year</b>	-	-	323,400	33,100	18,400	374,900
At 31 Mar 2027	<b>10,000</b>	<b>25,000</b>	<b>347,200</b>	<b>34,100</b>	<b>20,700</b>	<b>437,000</b>
At 1 Apr 2027	10,000	25,000	347,200	34,100	20,700	437,000
<b>Total comprehensive income for the year</b>						
Net surplus for the financial year	-	-	356,800	36,300	19,500	412,600
Other comprehensive income	-	-	4,300	-	-	4,300
<b>Total comprehensive income for the year</b>	-	-	361,100	36,300	19,500	416,900
At 31 Mar 2028	<b>10,000</b>	<b>25,000</b>	<b>708,300</b>	<b>70,400</b>	<b>40,200</b>	<b>853,900</b>

**Notes to the financial statements***For the financial year ended 31 March 2028***13. Restricted Fund A***(To include a brief write-up on Restricted Fund A as required by the Guidance Note)*

The fund is accounted for as follows:

	2028 \$	2027 \$
<b>Net surplus / (deficit) for the year</b>	<b>36,300</b>	33,100
Accumulated surplus / (deficit) brought forward	<b>34,100</b>	1,000
<b>Accumulated surplus / (deficit) carried forward</b>	<b>70,400</b>	34,100
Represented by:		
Property, Plant and Equipment	<b>14,000</b>	7,350
Cash	<b>55,000</b>	26,300
Trade and other receivables	<b>3,500</b>	1,300
Trade and other payables	<b>(2,100)</b>	(850)
	<b>70,400</b>	34,100

**14. Restricted Fund B***(To include a brief write-up on Restricted Fund B as required by the Guidance Note)*

The fund is accounted for as follows:

	2028 \$	2027 \$
<b>Net surplus / (deficit) for the year</b>	<b>19,500</b>	18,400
Accumulated surplus / (deficit) brought forward	<b>20,700</b>	2,300
<b>Accumulated surplus / (deficit) carried forward</b>	<b>40,200</b>	20,700

Represented by:

Property, Plant and Equipment	7,400	5,340
Cash	29,500	16,000
Trade and other receivables	4,200	3,100
Trade and other payables	(900)	(3,740)
	<b>40,200</b>	<b>20,700</b>

## B Restricted Funds Combined and Disclosed as Single Group

- IE4. Example 2 illustrates the presentation of a single class / group of restricted fund in the Statement of Financial Position, Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity, and Notes to the Accounts.
- IE5. Restricted Fund A and Restricted Fund B are similar in nature. Statutory Board A assessed that Restricted Fund A and Restricted Fund B can be combined together, and disclosed as a single group of funds in the notes to the financial statements.
- IE6. Statutory Board A received government grants for the purchase of some property, plant and equipment and certain operating expenses. The Government also provided funding for the bond interest payments on bonds issued by Statutory Board A.
- IE7. For the financial year ended 31 March 2028, the total comprehensive income of the General Fund, Restricted Fund A and Restricted Fund B for Statutory Board A is \$361,100, \$36,300 and \$19,500 (2027: \$323,400, \$33,100 and \$18,400) respectively.
- IE8. As at 31 March 2028, the net assets of Statutory Board A are \$853,900 (2027: \$437,000). The accumulated surplus of Restricted Fund A and Restricted Fund B are \$70,400 and \$40,200 (2027: \$34,100 and \$20,700) respectively.

### Statement of Profit or Loss and Other Comprehensive Income

For the financial year ended 31 March 2028

	<u>General Fund</u>		<u>Restricted Fund</u>		<u>Total</u>	
	2028	2027	2028	2027	2028	2027
	\$	\$	\$	\$	\$	\$
Revenue	534,000	475,100	60,000	60,000	594,000	535,100
Other operating income	5,500	800	7,800	2,500	13,300	3,300
Maintenance expenses	(5,000)	(4,000)	(3,000)	(4,000)	(8,000)	(8,000)
Salaries, wages and staff benefits	(164,000)	(153,000)	(13,000)	(12,000)	(177,000)	(165,000)
Depreciation and amortisation expenses	(10,000)	(9,000)	(2,000)	(1,700)	(12,000)	(10,700)
Other operating expenses	(9,700)	(6,000)	(1,800)	(1,300)	(11,500)	(7,300)
<b>(Operating surplus before government grants)</b>	<b>350,800</b>	<b>303,900</b>	<b>48,000</b>	<b>43,500</b>	<b>398,800</b>	<b>347,400</b>
Government grants:						
Operating grants	48,000	48,000	12,000	12,000	60,000	60,000
Deferred capital grants	7,800	6,700	1,300	1,000	9,100	7,700
<b>Operating surplus after government grants</b>	<b>406,600</b>	<b>358,600</b>	<b>61,300</b>	<b>56,500</b>	<b>467,900</b>	<b>415,100</b>
Share of profit of associates and joint ventures	500	400	-	-	500	400
<b>Surplus before financing and contribution to Consolidated Fund</b>	<b>407,100</b>	<b>359,000</b>	<b>61,300</b>	<b>56,500</b>	<b>468,400</b>	<b>415,500</b>
Bond interest grants	3,000	3,000	1,000	1,000	4,000	4,000
Interest expenses on bonds	(3,000)	(3,000)	(1,000)	(1,000)	(4,000)	(4,000)
Interest expenses on lease liabilities	(200)	(200)	-	-	(200)	(200)
Interest expenses on pension liabilities	(100)	(100)	-	-	(100)	(100)
<b>Surplus before contribution to Consolidated Fund</b>	<b>406,800</b>	<b>358,700</b>	<b>61,300</b>	<b>56,500</b>	<b>468,100</b>	<b>415,200</b>

Contribution to Consolidated Fund	<b>(50,000)</b>	(40,000)	<b>(5,500)</b>	(5,000)	<b>(55,500)</b>	(45,000)
<b>Net surplus for the financial year</b>	<b>356,800</b>	318,700	<b>55,800</b>	51,500	<b>412,600</b>	370,200
<b>Other comprehensive income</b>	<b>4,300</b>	4,700	-	-	<b>4,300</b>	4,700
<b>Total comprehensive income</b>	<b>361,100</b>	323,400	<b>55,800</b>	51,500	<b>416,900</b>	374,900

**Statement of Financial Position***As at 31 March 2028*

	Note	2028 \$	2027 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash		556,800	213,200
Trade and other receivables		23,400	18,900
<b>Total current assets</b>		<b>580,200</b>	232,100
<b>Non-current assets</b>			
Property, plant and equipment		355,800	296,000
Investment in joint venture		9,000	7,000
Investment in associate		6,500	6,000
Other non-current assets		105,300	97,900
<b>Total non-current assets</b>		<b>476,600</b>	406,900
<b>Total assets</b>		<b>1,056,800</b>	639,000
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables		1,000	3,600
Borrowings		8,000	8,000
Grants received in advance		69,300	70,000
Contribution to Consolidated Fund		58,100	45,000
<b>Total current liabilities</b>		<b>136,400</b>	126,600
<b>Non-current liabilities</b>			
Trade and other payables		2,500	3,400
Borrowings		64,000	72,000
<b>Total non-current liabilities</b>		<b>66,500</b>	75,400
<b>Total liabilities</b>		<b>202,900</b>	202,000
<b>NET ASSETS</b>		<b>853,900</b>	437,000
<b>EQUITY</b>			
Capital Account		10,000	10,000
Share capital		25,000	25,000
Accumulated surplus / (deficit)			
- General fund		708,300	347,200
- Restricted funds	15	110,600	54,800
<b>Total equity</b>		<b>853,900</b>	437,000
Trust Fund A			
- Net assets		133,000	158,000

**Statement of Changes in Equity***For the financial year ended 31 March 2028*

	Capital account \$	Share capital \$	General Fund \$	Restricted funds \$	Total \$
At 1 Apr 2026	10,000	25,000	23,800	3,300	62,100
<b>Total comprehensive income for the year</b>					
Net surplus for the financial year	-	-	318,700	51,500	370,200
Other comprehensive income	-	-	4,700	-	4,700
<b>Total comprehensive income for the year</b>	-	-	323,400	51,500	374,900
<b>At 31 Mar 2027</b>	<b>10,000</b>	<b>25,000</b>	<b>347,200</b>	<b>54,800</b>	<b>437,000</b>
At 1 Apr 2027	10,000	25,000	347,200	54,800	437,000
<b>Total comprehensive income for the year</b>					
Net surplus for the financial year	-	-	356,800	55,800	412,600
Other comprehensive income	-	-	4,300	-	4,300
<b>Total comprehensive income for the year</b>	-	-	361,100	55,800	416,900
<b>At 31 Mar 2028</b>	<b>10,000</b>	<b>25,000</b>	<b>708,300</b>	<b>110,600</b>	<b>853,900</b>

**Notes to the financial statements***For the financial year ended 31 March 2028***15. Restricted Funds***(To include a brief write-up on Restricted Fund A and B as required by the Guidance Note)*

The fund is accounted for as follows:

	2028 \$	2027 \$
Net surplus / (deficit) for the year	55,800	51,500
Accumulated surplus / (deficit) brought forward	54,800	3,300
Accumulated surplus / (deficit) carried forward	110,600	54,800
Represented by:		
Property, Plant and Equipment	21,400	12,690
Cash	84,500	42,300
Trade and other receivables	7,700	4,400
Trade and other payables	(3,000)	(4,590)
	110,600	54,800