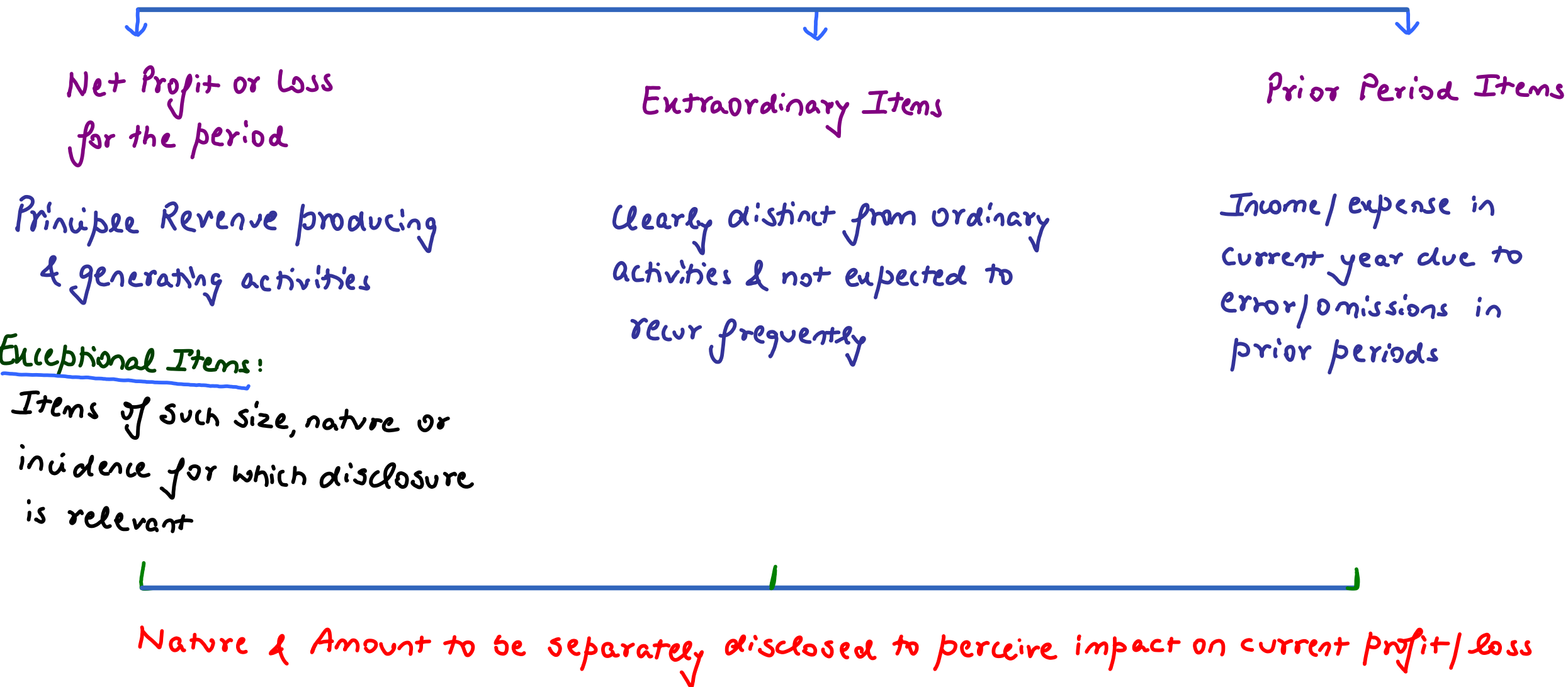


Net Profit or Loss for period, Prior Period Items & Changes in Accounting Policies (AS-5)



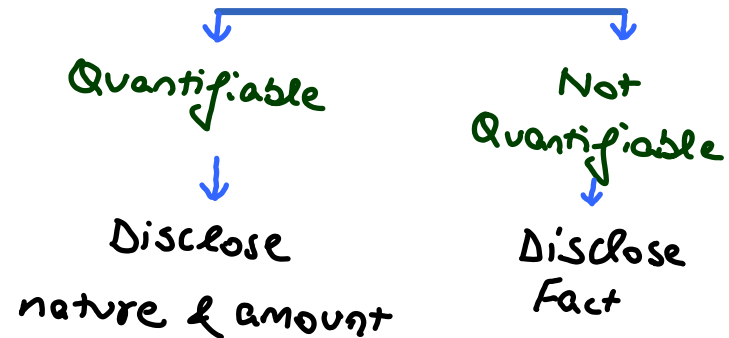
Change in Accounting Estimates

Meaning: Uncertainties inherent in business activities, many items can only be estimated

When change: New information, more experience, occur
Subsequent development, etc.

Note: Not a prior period or extraordinary item
Effect of change classified using same classification as used for estimate

Disclosure: If Material Effect
(Current / subsequent period)



Change in Accounting Policy

Rule: Accounting policy once adopted should be followed consistently

When change Recommended:

- ★ Required by Statute / Law
- ★ For compliance with AS
- ★ More appropriate presentation of financial statements

Disclosure:

