

## Article # 1333

---

### Technical Note: Understanding the IFRS Statement of Cash Flows

**Difficulty Level:** Beginner Level AccountMate User

**Version(s) Affected:** AccountMate 9 for SQL and Express  
AccountMate 8 for SQL and Express (AM8.3 and higher)

**Module(s) Affected:** GL

**Posting Date:** 08/05/2015

### DESCRIPTION

International Financial Reporting Standards (IFRS) is a set of international accounting standards stating how particular types of transactions and other events should be reported in financial statements. IFRS are issued by the International Accounting Standards Board and the goal of which is to make international comparisons of company accounts as easy as possible.

AccountMate 8.3 for SQL and Express introduces the **IFRS** feature that provides users the capability to create a new IFRS-ready company or to switch the existing non-IFRS companies to IFRS. Activating the **IFRS** feature for a certain company allows users to generate IFRS-ready financial statements, one of which is the **IFRS Statement of Cash Flows**. If the **IFRS** company is set up as a **Subsidiary** or **No Consolidation**, the report title is **Statement of Cash Flows**; however, if the company is set up as a **Parent**, the report title is **Consolidated Statement of Cash Flows**.

This Technical Note provides information about how the **IFRS** and **non-IFRS Statement of Cash Flows** generic captions differ. It also highlights the differences between the **IFRS** and **non-IFRS** companies cash flow categories. This document also provides the formulas used to calculate the values for the **IFRS Statement of Cash Flows** captions for both the **Direct** and **Indirect** cash flow methods.

### SOLUTION

#### Activating the IFRS Feature

If the IFRS feature is activated for the company, the **Statement of Cash Flows** is replaced with the **IFRS Statement of Cash Flows** that is accessible from the **Reports ► IFRS Reports** menu. Refer to [Article # 1332 \(How to Activate AccountMate's IFRS Feature\)](#) for the detailed activation procedures.

## Activating the Cash Flow Analysis Feature

Activating the **Cash Flow Analysis** feature allows you to specify the cash flow method to use and to customize the captions to be used in the **Statement of Cash Flows**. To activate this feature perform the following:

1. Access the **GL Module Setup ► General** tab, and mark the **Use Cash Flow Analysis Feature** checkbox.
2. Go to the **Cash Flow Captions** tab, and perform these steps:
  - a. Choose to use either the “**Direct**” or “**Indirect**” cash flow method.
  - b. You have the option to use the **Generic Captions** by leaving the fields in the **User Defined Captions** column blank or to specify your own captions by entering in the **User Defined Captions** column the captions that you want to appear in the **Statement of Cash Flows**.
3. Using either the **Account Segment Values Maintenance** or **Chart of Accounts Maintenance** function, assign the **Cash Flow Category** to each major account segment ID or GL Account ID by clicking the **List Box** button beside the **Cash Flow 1** and **Cash Flow 2** fields and choosing the desired cash flow category.

***Note:** You can assign two cash flow categories to a GL Account ID; however, you cannot assign the same Cash Flow Category twice for the same GL Account ID.*

## IFRS versus non-IFRS Statement of Cash Flows Generic Captions

The **IFRS Statement of Cash Flows** generic captions are different from those of the non-IFRS **Statement of Cash Flows**. The table below illustrates these generic captions differences for each cash flow method.

### **DIRECT Method – Generic Captions:**

<b>Non-IFRS Statement of Cash Flows</b>	<b>IFRS Statement of Cash Flows</b>
Cash flows from operating activities	Cash flows from operating activities
Cash received from customers	Receipts from customers
Cash paid to suppliers and employees	Payments to suppliers and employees
Interest paid	Cash from (used in) continuing operations
Interest received	Cash from (used in) discontinued operations
Dividends received	Interest paid
Income taxes paid	Income taxes paid
Net cash from (used in) operating activities	Net cash from (used in) operating activities
Cash flows from investing activities	Cash flows from investing activities
Purchase of investment securities	Purchase of investment securities
Proceeds from sale of investment securities	Proceeds from sale of investment securities
Purchase of property, plant and equipment	Purchase of property, plant and equipment
Proceeds from sale of property, plant and equipment	Proceeds from sale of property, plant and equipment

Purchase of intangible assets	Purchase of intangible assets
Proceeds from sale of intangible assets	Proceeds from sale of intangible assets
Net cash from (used in) investing activities	Interest received
Cash flows from financing activities	Dividends received
Proceeds from issue of share capital	Net cash from (used in) investing activities
Proceeds from issue of capital lease	Cash flows from financing activities
Principal payments for capital lease	Proceeds from issue of share capital
Proceeds from issue of long-term debt	Proceeds from issue of capital lease
Retirement of long-term debt	Principal payments for capital lease
Net borrowings	Proceeds from issue of long-term debt
Dividends paid	Retirement of long-term debt
Net cash from (used in) financing activities	Net borrowings
Effects of exchange rate changes on cash and cash equivalents	Dividends paid
Net increase (decrease) in cash and cash equivalents	Net cash from (used in) financing activities
Cash and cash equivalents at beginning of period	Net increase (decrease) in cash and cash equivalents
Cash and cash equivalents at end of period	Cash and cash equivalents at beginning of period
	Effects of exchange rate changes on cash and cash equivalents held in foreign currencies
	Cash and cash equivalents at end of period

**Indirect Method – Generic Captions:**

<b>Non-IFRS Statement of Cash Flows</b>	<b>IFRS Statement of Cash Flows</b>
Cash flows from operating activities	Cash flows from operating activities
Net income (loss)	Profit (loss) before tax from continuing operations
Adjustments to reconcile net income (loss) to net cash from operations:	Profit (loss) before tax from discontinued operations
Depreciation	Profit (loss) before tax
Amortization	Adjustments for:
Bad debts expense	Depreciation
(Gain) loss on foreign exchange	Amortization
(Gain) loss on sale of investment securities	Bad debts expense
(Gain) loss on sale of property, plant and equipment	Interest expense
(Gain) loss on sale of intangible assets	Interest income
(Gain) loss on retirement of long-term debt	Share in profits of associates
(Increase) decrease in accounts receivable	Dividend income
(Increase) decrease in notes receivable	(Gain) loss on foreign exchange
(Increase) decrease in interest receivable	(Gain) loss on sale of investment securities

(Increase) decrease in dividends receivable	(Gain) loss on sale of property, plant and equipment
(Increase) decrease in inventory	(Recovery of loss) loss on revaluation of property, plant and equipment
(Increase) decrease in income taxes receivable	(Gain) loss on sale of intangible assets
(Increase) decrease in current deferred tax assets	(Gain) loss on retirement of long-term debt
(Increase) decrease in other current assets	Operating cash flow before movements in working capital
(Increase) decrease in non-current deferred tax assets	Working capital adjustments:
(Increase) decrease in other non-current assets	(Increase) decrease in accounts receivable
Increase (decrease) in accounts payable	(Increase) decrease in notes receivable
Increase (decrease) in payroll leave accruals	(Increase) decrease in inventory
Increase (decrease) in deferred revenue	(Increase) decrease in other current assets
Increase (decrease) in interest payable	(Increase) decrease in other non-current assets
Increase (decrease) in income taxes payable	(Increase) decrease in receivables of discontinued operations
Increase (decrease) in current deferred tax liabilities	Increase (decrease) in accounts payable
Increase (decrease) in other current liabilities	Increase (decrease) in payroll leave accruals
Increase (decrease) in deferred liability	Increase (decrease) in deferred revenue
Increase (decrease) in long-term deferred tax liabilities	Increase (decrease) in other current liabilities
Increase (decrease) in other non-current liabilities	Increase (decrease) in deferred liability
Net cash from (used in) operating activities	Increase (decrease) in other non-current liabilities
Cash flows from investing activities	Increase (decrease) in payables of discontinued operations
Purchase of investment securities	Cash from (used in) operations
Proceeds from sale of investment securities	Interest paid
Purchase of property, plant and equipment	Income taxes paid
Proceeds from sale of property, plant and equipment	Net cash from (used in) operating activities
Purchase of intangible assets	Cash flows from investing activities
Proceeds from sale of intangible assets	Purchase of investment securities
Net cash from (used in) investing activities	Proceeds from sale of investment securities
Cash flows from financing activities	Purchase of property, plant and equipment
Proceeds from issue of share capital	Proceeds from sale of property, plant and equipment
Proceeds from issue of capital lease	Purchase of intangible assets
Principal payments for capital lease	Proceeds from sale of intangible assets

Proceeds from issue of long-term debt	Interest received
Retirement of long-term debt	Dividends received
Net borrowings	Net cash from (used in) investing activities
Dividends paid	Cash flows from financing activities
Net cash from (used in) financing activities	Proceeds from issue of share capital
Effects of exchange rate changes on cash and cash equivalents	Proceeds from issue of capital lease
Net increase (decrease) in cash and cash equivalents	Principal payments for capital lease
Cash and cash equivalents at beginning of period	Proceeds from issue of long-term debt
Cash and cash equivalents at end of period	Retirement of long-term debt
	Net borrowings
	Dividends paid
	Net cash from (used in) financing activities
	Net increase (decrease) in cash and cash equivalents
	Cash and cash equivalents at beginning of period
	Effects of exchange rate changes on cash and cash equivalents held in foreign currencies
	Cash and cash equivalents at end of period

### IFRS versus non-IFRS Companies Cash Flow Categories

There are differences between the **IFRS** and **non-IFRS** companies cash flow categories. The table below highlights these differences.

<b>Non-IFRS Companies Cash Flow Categories</b>	<b>IFRS Companies Cash Flow Categories</b>
Cash and Cash Equivalents	Cash and Cash Equivalents
Accounts Receivable	Accounts Receivable
Allowance for Bad Debts	Allowance for Bad Debts
Trade Notes Receivable	Trade Notes Receivable
Income Taxes Receivable	Income Taxes Receivable
Interest Receivable	Interest Receivable
Dividend Receivable	Dividend Receivable
Other Current Assets	Other Current Assets
Inventory	Inventory
Current Deferred Tax Assets	Current Deferred Tax Assets
Investments	Investments
Property, Plant and Equipment (PPE)	Property, Plant and Equipment (PPE)
Accumulated Depreciation	Accumulated Depreciation
Intangible Assets	Intangible Assets
Accumulated Amortization - Intangibles	Accumulated Amortization - Intangibles
Other Non-current Assets	Other Non-current Assets
Non-current Deferred Tax Assets	Non-current Deferred Tax Assets

	Receivables – Discontinued Operations
Accounts Payable	Accounts Payable
Other Current Liabilities	Other Current Liabilities
Payroll Leave Accruals	Payroll Leave Accruals
Interest Payable	Interest Payable
Income Taxes Payable	Income Taxes Payable
Current Deferred Tax Liabilities	Current Deferred Tax Liabilities
Short Term Debt	Short Term Debt
Deferred Revenue	Deferred Revenue
Capitalized Lease Obligation	Capitalized Lease Obligation
Long-term Debt	Long-term Debt
Deferred Liability	Deferred Liability
Long-term Deferred Tax Liabilities	Long-term Deferred Tax Liabilities
Other Non-Current Liabilities	Other Non-Current Liabilities
	Payables – Discontinued Operations
Capital Stock and Paid in Capital	Capital Stock and Paid in Capital
Retained Earnings	Retained Earnings
	Revaluation Surplus
Sales	Sales
Cost of Sales	Cost of Sales
General. Selling& Admin Expenses	General. Selling& Admin Expenses
Depreciation	Depreciation
Amortization	Amortization
Bad Debts Expense	Bad Debts Expense
Interest Expense	Interest Expense
Interest Income	Interest Income
Share in Profits of Associates	Share in Profits of Associates
Dividend Income	Dividend Income
Gain (Loss) on Sale of Investments	Gain (Loss) on Sale of Investments
Gain (Loss) on Sale of PPE	Gain (Loss) on Sale of PPE
	Loss on PPE Revaluation
Gain (Loss) on Sale of Intangibles	Gain (Loss) on Sale of Intangibles
Gain (Loss) on Retirement of Long-term Debt	Gain (Loss) on Retirement of Long-term Debt
Gain (Loss) on Foreign Exchange	Gain (Loss) on Foreign Exchange
Current Taxes	Current Taxes
Deferred Taxes	Deferred Taxes
	Income – Discontinued Operations
	Expenses – Discontinued Operations
	Current Taxes – Discontinued Operations
	Deferred Taxes – Discontinued Operations
	Gain on PPE Revaluation
Purchase of Investment Securities	Purchase of Investment Securities
Acquisition of PPE for Cash	Acquisition of PPE for Cash
Cost of PPE Acquired Under Capital Lease	Cost of PPE Acquired Under Capital Lease
Acquisition of Intangibles	Acquisition of Intangibles
Payment on Retirement of Long-term Debt	Payment on Retirement of Long-term Debt
Cash Flow Offset	Cash Flow Offset

## IFRS Statement of Cash Flows – Captions Formulas

The tables below show the formulas used to calculate the values for the **IFRS Statement of Cash Flows captions** for each cash flow method.

### Direct Method – Cash Flow Captions Formulas

Cash Flow Captions	Row #	Formula
<b>Cash flows from operating activities</b>		
Receipts from customers	1	+ Sales – Accounts Receivable – Trade Notes Receivable – Allowance for Bad Debts + Bad Debts Expense + Deferred Revenue + Gain (Loss) on Foreign Exchange
Payments to suppliers and employees	2	+ Cost of Sales – Inventory + Accounts Payable + General, Selling & Admin Expenses + Other Non-Current Liabilities – Other Non-Current Assets – Other Current Assets + Other Current Liabilities + Payroll Leave Accruals + Deferred Liability
Cash from (used in) continuing operations	3	This is the sum of Rows 1 and 2.
Cash from (used in) discontinued operations	4	+ Income - Discontinued Operations – Receivables - Discontinued Operations + Expenses - Discontinued Operations + Payables - Discontinued Operations
Interest paid	5	+ Interest Expense + Interest Payable
Income taxes paid	6	+ Current Taxes + Deferred Taxes + Income Taxes Payable + Long-term Deferred Tax Liabilities – Income Taxes Receivables – Current Deferred Tax Assets – Non-Current Deferred Tax Assets + Current Deferred Tax Liabilities + Current Taxes - Discontinued Operations + Deferred Taxes - Discontinued Operations
Net cash from (used in) operating activities	7	This is the sum of Rows 3, 4, 5 and 6.
<b>Cash flows from investing activities</b>		

Purchase of investment securities	8	+ Purchase of Investment Securities
Proceeds from sale of investment securities	9	+ Gain (Loss) on Sale of Investments – Investment – Purchase of Investment Securities
Purchase of property, plant and equipment	10	+ Acquisition of PPE for Cash + Cost of PPE Acquired Under Capital Lease
Proceeds from sale of property, plant and equipment	11	+ Gain (Loss) on Sales of PPE – Property, Plant and Equipment (PPE) – Accumulated Depreciation + Depreciation – Acquisition of PPE for Cash – Cost of PPE Acquired Under Capital Lease + Gain on PPE Revaluation + Loss on PPE Revaluation
Purchase of intangible assets	12	+ Acquisition of Intangibles
Proceeds from sale of intangible assets	13	+ Gain (Loss) on Sales of Intangibles – Intangible Assets + Amortization – Accumulated Amortization – Intangibles – Acquisition of Intangibles
Interest received	14	+ Interest Income – Interest Receivable
Dividends received	15	+ Share in Profits of Associates + Dividend Income – Dividend Receivable
Net cash from (used in) investing activities	16	This is the sum of Rows 8, 9, 10, 11, 12, 13, 14 and 15.
<b>Cash flows from financing activities</b>		
Proceeds from issue of share capital	17	+ Capital Stock and Paid in Capital
Proceeds from issue of capital lease	18	– Cost of PPE Acquired Under Capital Lease
Principal payments for capital lease	19	+ Capitalized Lease Obligation + Cost of PPE Acquired Under Capital Lease
Proceeds from issue of long-term debt	20	– Payment on Retirement of Long-term Debt + Long-term Debt
Retirement of long-term debt	21	+ Payment on Retirement of Long-term Debt + Gain (Loss) on Retirement of Long-term Debt
Net borrowings	22	+ Short Term Debt
Dividends paid	23	+ Retained Earnings + Revaluation Surplus
Net cash from (used in) financing activities	24	This is the sum of Rows 17, 18, 19, 20, 21, 22 and 23.
Net increase (decrease) in cash and cash equivalents	25	This is the sum of Rows 7, 16 and 24.
Cash and cash equivalents at beginning of period	26	If the "From" date falls in the first period of the year, the prior year periods 0 to 13 cash balance is displayed using the prior year's closing rate.



Effects of exchange rate changes on cash and cash equivalents held in foreign currencies	27	+ Row 28 – Row 25 – Row 26. <i>Note: The amount in this row is always 0.00 if the company has no foreign subsidiary.</i>
Cash and cash equivalents at end of period	28	Displays the cash balance from period 0 to period N of the specified year using the specified year's closing rate.
<i>Cash flow over (short by)</i>		This caption will display in the <b>Statement of Cash Flows</b> report if Row 25 is not equal to the sum of (Row 28 – Row 26 – Row 27).

### **Indirect Method – Cash Flow Captions Formulas**

<b>Cash Flow Captions</b>	<b>Row #</b>	<b>Formula</b>
<b>Cash flows from operating activities</b>		
Profit (loss) before tax from continuing operations	1	This is the sum of: + Sales + Cost of Sales + General + Selling & Admin Expenses + Depreciation + Amortization + Bad Debts Expense + Interest Expense + Interest Income + Share in Profits of Associates + Dividend Income + Gain (Loss) on Sale of Investments + Gain (Loss) on Sale of PPE + Loss on PPE Revaluation + Gain (Loss) on Sale of Intangibles + Gain (Loss) on Sale of Retirement of Long-term Debt + Gain (Loss) on Sale of Foreign Exchange
Profit (loss) before tax from discontinued operations	2	+ Income - Discontinued Operations + Expenses - Discontinued Operations
Profit (loss) before tax	3	This is the sum of rows 1 and 2.
<i>Adjustments for:</i>		
Depreciation	4	– Depreciation
Amortization	5	– Amortization
Bad debts expense	6	– Bad Debts Expense
Interest expense	7	– Interest Expense
Interest income	8	– Interest Income
Share in profits of associates	9	– Share in Profits of Associates
Dividend income	10	– Dividend Income
(Gain) loss on foreign exchange	11	– Gain (Loss) on Sale of Foreign Exchange
(Gain) loss on sale of investment securities	12	– Gain (Loss) on Sale of Investments

(Gain) loss on sale of property, plant and equipment	13	– Gain (Loss) on Sale PPE
(Recovery of loss) loss on revaluation of property, plant and equipment	14	– Loss on PPE Revaluation
(Gain) loss on sale of intangible assets	15	– Gain (Loss) on Sale of Intangibles
(Gain) loss on retirement of long-term debt	16	– Gain (Loss) on Sale of Retirement of Long-term Debt
Operating cash flow before movements in working capital	17	This is the sum of rows 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15 and 16.
<i>Working capital adjustments:</i>		
(Increase) decrease in accounts receivable	18	– Accounts Receivable – Allowance for Bad Debts + Bad Debts Expense + Gain (Loss) on Sale of Foreign Exchange
(Increase) decrease in notes receivable	19	– Trade Notes Receivable
(Increase) decrease in inventory	20	– Inventory
(Increase) decrease in other current assets	21	– Other Current Assets
(Increase) decrease in other non-current assets	22	– Other Non-Current Assets
(Increase) decrease in receivables of discontinued operations	23	– Receivables – Discontinued Operations
Increase (decrease) in accounts payable	24	+ Accounts Payable
Increase (decrease) in payroll leave accruals	25	+ Payroll Leave Accruals
Increase (decrease) in deferred revenue	26	+ Deferred Revenue
Increase (decrease) in other current liabilities	27	+ Other Current Liabilities
Increase (decrease) in deferred liability	28	+ Deferred Liability
Increase (decrease) in other non-current liabilities	29	+ Other Non-Current Liabilities
Increase (decrease) in payables of discontinued operations	30	+ Payables - Discontinued Operations
Cash from (used in) operations	31	This is the sum of rows 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29 and 30.
Interest paid	32	+ Interest Expense + Interest Payable
Income taxes paid	33	+ Current Taxes + Deferred Taxes + Income Taxes Payable

		<ul style="list-style-type: none"> <li>+ Long-term Deferred Tax Liabilities</li> <li>- Income Taxes Receivables</li> <li>- Current Deferred Tax Assets</li> <li>- Non-Current Deferred Tax Assets</li> <li>+ Current Deferred Tax Liabilities</li> <li>+ Current Taxes</li> <li>- Discontinued Operations</li> <li>+ Deferred Taxes</li> <li>- Discontinued Operations</li> </ul>
Net cash from (used in) operating activities	34	This is the sum of rows 31, 32 and 33.
<b>Cash flows from investing activities</b>		
Purchase of investment securities	35	+ Purchase of Investment Securities
Proceeds from sale of investment securities	36	<ul style="list-style-type: none"> <li>+ Gain (Loss) on Sale of Investments</li> <li>- Investments</li> <li>- Purchase of Investment Securities</li> </ul>
Purchase of property, plant and equipment	37	<ul style="list-style-type: none"> <li>+ Acquisition of PPE for Cash</li> <li>+ Cost of PPE Acquired Under Capital Lease</li> </ul>
Proceeds from sale of property, plant and equipment	38	<ul style="list-style-type: none"> <li>+ Gain (Loss) on Sales of PPE</li> <li>- Property, Plant and Equipment (PPE)</li> <li>- Accumulated Depreciation</li> <li>+ Depreciation</li> <li>- Acquisition of PPE for Cash</li> <li>- Cost of PPE Acquired Under Capital Lease + Gain on PPE Revaluation</li> <li>+ Loss on PPE Revaluation</li> </ul>
Purchase of intangible assets	39	+ Acquisition of Intangibles
Proceeds from sale of intangible assets	40	<ul style="list-style-type: none"> <li>+ Gain (Loss) on Sales of Intangibles</li> <li>- Intangible Assets</li> <li>+ Amortization</li> <li>- Accumulated Amortization</li> <li>- Intangibles</li> <li>- Acquisition of Intangibles</li> </ul>
Interest received	41	<ul style="list-style-type: none"> <li>+ Interest Income</li> <li>- Interest Receivable</li> </ul>
Dividends received	42	<ul style="list-style-type: none"> <li>+ Share in Profits of Associates</li> <li>+ Dividend Income</li> <li>- Dividend Receivable</li> </ul>
Net cash from (used in) investing activities	43	This is the sum of rows 35, 36, 37, 38, 39, 40, 41 and 42.
<b>Cash flows from financing activities</b>		
Proceeds from issue of share capital	44	+ Capital Stock and Paid in Capital
Proceeds from issue of capital lease	45	- Cost of PPE Acquired Under Capital Lease
Principal payments for capital lease	46	<ul style="list-style-type: none"> <li>+ Capitalized Lease Obligation</li> <li>+ Cost of PPE Acquired Under Capital Lease</li> </ul>
Proceeds from issue of long-term debt	47	<ul style="list-style-type: none"> <li>- Payment on Retirement of Long-term Debt</li> <li>+ Long-term Debt</li> </ul>
Retirement of long-term debt	48	<ul style="list-style-type: none"> <li>+ Payment on Retirement of Long-term Debt</li> <li>+ Gain (Loss) on Retirement of Long-term Debt</li> </ul>

Net borrowings	49	+ Short Term Debt
Dividends paid	50	+ Retained Earnings + Revaluation Surplus
Net cash from (used in) financing activities	51	This is the sum of rows 44, 45, 46, 47, 48, 49 and 50.
Net increase (decrease) in cash and cash equivalents	52	This is the sum of rows 34, 43 and 51.
Cash and cash equivalents at beginning of period	53	If the "From" date falls in the first period of the year, the prior year periods 0 to 13 cash balance is displayed using the prior year's closing rate.
Effects of exchange rate changes on cash and cash equivalents held in foreign currencies	54	+ Row 55 – Row 52 – Row 53  <i>Note: The amount in this row is always 0.00 if the company has no foreign subsidiary.</i>
Cash and cash equivalents at end of period	55	Displays cash balance from period 0 to period N of the specified year using the specified year's closing rate.
<i>Cash flow over (short by)</i>		This caption will display in the <b>Statement of Cash Flows</b> report if Row 52 is not equal to the sum of (Row 55 – Row 53 – Row 54).

This Technical Note provides a comprehensive discussion about the **IFRS Statement of Cash Flows**. Knowing and understanding its differences from the **non-IFRS Statement of Cash Flows** will serve as your guide when reconciling and exploring the **IFRS Statement of Cash Flows** report after switching existing non-IFRS companies to IFRS and upon creating new IFRS-ready companies.

---

This information is provided "AS IS" without warranty of any kind. AccountMate Software Corporation ("AccountMate") disclaims all warranties, either express or implied. In no event shall AccountMate be liable for any damages whatsoever including direct, indirect, incidental, consequential, loss of business profits, or special damages, even if AccountMate has been advised of the possibility of such damages.