

ED3 response

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as-an-individual

As a user of the accounts I would like to be able to see what is in the current general reserves separately, as it shows those reserves which are free for use, illustrating financial health. Where an organisation has significant fixed assets restricted or unrestricted, this may obscure the true flexible reserves. Also where a significant asset or assets have been capitalised and depreciation running off against it, without segregating this fixed asset in reserves, presentation of the operational net income/expenditure is less visible. It merges an accounting concept (depreciation/amortisation) with operational.