

**BUSINESS REVIEW REPORTING: THE LINK BETWEEN LEGISLATIVE REQUIREMENTS
AND GUIDANCE IN THE ASB'S REPORTING STATEMENT ON THE OFR**

Companies Act 2006: Elements of the Business Review	Section / Paragraph References:	
	Companies Act Sections	Reporting Statement Paragraphs
For all companies (other than those subject to the small companies' regime), the business review must contain:		
A fair review of the business and information to enable users to assess how directors have performed their duties under section 172 of the Companies Act 2006 (duty to promote the success of the company)	417(2) 417(3)(a)	22, 30-32, 36-37
A description of the principal risks and uncertainties facing the company	417 (3)(b)	27(c), 52-56
A comprehensive analysis of the development and performance of the business during the financial year	417 (4)(a)	27(b), 30-32, 43-46
A comprehensive analysis of the financial position of the business at the end of the year	417 (4)(b)	27(d), 30-32, 50-51, 60-74
For quoted companies, the business review must, to the extent necessary for an understanding of the development, performance or position of the company's business, include:		
An analysis of the main trends and factors likely to affect the future development, performance and position of the business	417 (5)(a)	8-12, 27(b), 33-35, 47-49
Information regarding environmental matters and the impact of the business on the environment including any related policies and the effectiveness of those policies	417 (5)(b)(i)	28(a), 29, 35
Information regarding employees and social and community issues including any related policies and the effectiveness of those policies	417 (5)(b)(ii) & (iii)	28(b) & (c), 29
Information about persons with whom the company has contractual or other arrangements which are essential to the business of the company	417 (5)(c)	28(d), 57-59
For all companies (other than those subject to the small companies' regime), the business review must to the extent necessary for an understanding of the development, performance or position of the company's business, include:		
Analysis using financial and Key Performance Indicators (KPIs) and, where appropriate, other KPIs, including information relating to environmental matters and employees. (Medium-sized companies need not comply with the requirements that relate to non-financial matters)	417 (6)(a) & (b) 417 (7)	38-42, 75-77
The review must, where appropriate, include references to, and additional explanations of, amounts included in the company's annual accounts	417 (8)	13-15