



## Course Syllabus

<b>Course Code</b>	<b>Course Title</b>	<b>ECTS Credits</b>
ACCT-310	Advanced Financial Accounting	6
<b>Prerequisites</b>	<b>Department</b>	<b>Semester</b>
ACCT-110, ACCT-111, ACCT-210	Accounting	Fall/Spring
<b>Type of Course</b>	<b>Field</b>	<b>Language of Instruction</b>
Required	Accounting	English
<b>Level of Course</b>	<b>Lecturer(s)</b>	<b>Year of Study</b>
1 <sup>st</sup> Cycle	Dr Katerina Morphi	2 <sup>nd</sup>
<b>Mode of Delivery</b>	<b>Work Placement</b>	<b>Corequisites</b>
Face to face	N/A	None

### Course Objectives:

The objective of the course is to present a detailed analysis for preparing consolidated financial statements, including elimination of inter-company liabilities, inter-company inventory transfers and inter-company plant asset transfers. Students will also be presented with consolidation procedures for step acquisitions and inter-company investment in preferred stock.

### Learning Outcomes:

After completion of the course students are expected to be able to:

1. Understand why firms engage in business combinations and learn the consolidation procedures on acquisition day when the subsidiary is dissolved or when it remains in business.
2. Prepare consolidated financial statements in the years subsequent to the business combination including the amortization of goodwill and elimination of inter-company liabilities.

3. Prepare consolidated financial statements when there is minority interest and the parent has gained control during the accounting period.
4. Prepare consolidated financial statements when inventory or land and other depreciable fixed assets have been sold between the parent and the subsidiary.
5. Prepare consolidated financial statements when bonds have been issued between the parent and the subsidiary company. Be able to prepare a consolidated cash flow statement.
6. Be able to prepare consolidated financial statements when the parent company has invested in both preferred and common shares of the subsidiary. Illustrate the consolidation process depending on whether the preferred stock is treated like debt or equity.

**Course Content:**

1. Consolidation of Financial Information on Acquisition Day
2. Consolidations Subsequent to the Date of Acquisition
3. Consolidated Financial Statements and Outside Ownership
4. Consolidated Financial Statements and Inter-company Asset Transactions
5. Inter-company Debt and Investment in the Subsidiary's Preferred Stock.

**Learning Activities and Teaching Methods:**

Lectures, In-Class Exercises and In-Class Discussions.

**Assessment Methods:**

Homework, Mid-Term Exam, Final Exam.

**Required Textbooks / Readings:**

<b>Title</b>	<b>Author(s)</b>	<b>Publisher</b>	<b>Year</b>	<b>ISBN</b>
Advanced Accounting, 6 <sup>th</sup> edition	Jefer, Chaney	Wiley	2016	9781119046042

**Recommended Textbooks / Readings:**

<b>Title</b>	<b>Author(s)</b>	<b>Publisher</b>	<b>Year</b>	<b>ISBN</b>
Fundamentals of Advanced Accounting	Fischer/ Taylor / Cheng	Thomson South Western	2008	139780324378900