

Academic Year/course: 2022/23

61434 - Consolidation of Financial Statements

Syllabus Information

Academic Year: 2022/23

Subject: 61434 - Consolidation of Financial Statements

Faculty / School: 109 - Facultad de Economía y Empresa

Degree: 526 - Master's in Accounting and Finance

ECTS: 4.0

Year: 1

Semester: Second semester

Subject Type: Optional

Module:

1. General information

2. Learning goals

3. Assessment (1st and 2nd call)

4. Methodology, learning tasks, syllabus and resources

4.1. Methodological overview

The methodology followed in this course is oriented towards the achievement of the learning outcomes. A wide range of teaching and learning tasks are implemented, such as theory sessions, practice sessions, and autonomous work.

Classroom materials will be available via Moodle. These include a repository of the lecture notes used in class, outlines, summaries, examples, as well as other course-specific learning materials.

In case not all the lessons would be possible to be offered in a room at the Faculty, or not all the students could receive them in person, an online system would be provided.

4.2. Learning tasks

The program that is offered for students to help achieve the expected results includes the following activities:

- Attendance in class. Resolution of practical exercises previously prepared by the student.
- Study and elaboration of written assignments.

The teaching methodology is planned to pivot around face-to-face classes. However, if necessary for health reasons, face-to-face classes may be taught in semi-virtual modality or online.

4.3. Syllabus

The course will address the following topics:

Lesson 1. BUSINESS COMBINATIONS AND GROUP OF COMPANIES

- 1.1. Business Combinations in the accounting standards
- 1.2. The need to prepare consolidated reports
- 1.3. Defining a group of companies

Lesson 2. CONSOLIDATED FINANCIAL REPORTING

- 2.1. The concept of business group in national and international regulation
- 2.2. The requirements for consolidated reports
- 2.3. Scope of consolidation

Lesson 3. THE PROCESS FOR PREPARING CONSOLIDATED FINANCIAL STATEMENTS

- 3.1. Delimitation of the reporting entity and organization of information
- 3.2. Phases for preparing consolidated statements

Lesson 4. THE GLOBAL INTEGRATION METHOD

- 4.1. Homogenization of the information
- 4.2. The grouping phase
- 4.3. The elimination phase
 - 4.3.1. Elimination of the investment in the subsidiary
 - 4.3.2. Elimination of intragroup items
 - 4.3.3. Elimination of intragroup transactions

Lesson 5. OTHER METHODS OF CONSOLIDATION

- 5.1. General characteristics
- 5.2. Accounting method techniques

Lesson 6. CONSOLIDATED FINANCIAL STATEMENTS

- 6.1. General Issues
- 6.2. Standards for preparing the consolidated financial statements
- 6.3. Consolidated balance sheet
- 6.4. Consolidated income statements
- 6.5. Consolidated statement of changes in equity
- 6.6. Consolidated statements of cash flows
- 6.7. Notes to the consolidated financial statements

4.4. Course planning and calendar

Further information concerning the timetable, classroom, assessment dates and other details regarding this

course will be provided on the first day of class. Otherwise, please refer to the Faculty of Economics and Business website.

4.5. Bibliography and recommended resources

Resources have been validated on the the Library website.