

COURSE DESCRIPTION CARD

NOTE: If the course includes lectures and classes, the Course Description Card applies to both types of instruction.

1. Course title:
Skonsolidowane Sprawozdania Finansowe
Consolidated Financial Statements

2. Course code:
Number of ECTS credits: 3
Course completion mode: E
Course commenced / Year 2023/24

3. Major: Finance and Accounting for Business

4. Department of major coordinator: Department of Banking and Financial Markets

5. Name of course instructor:
Lecture dr inż. Anna Karmańska
Examiner dr inż. Anna Karmańska

6. Department of course instructor: Department of Business Informatics and International Accounting

7. Number of contact hours with students:

Type of instruction	Full-time study	Part-time study
lectures	30	18
classes		
foreign language classes		
lab classes		
seminars		
e-learning		
other		
Total hours	30	18
examination (hours)	3	3

8. Course timeframe - no. of semesters: 1

Course commencement / Year 2

Course commencement / Semester 3

9. Level of tertiary education: Master

10. Course status
 Compulsory for the major

11. Course prerequisites
Compulsory: -
Recommended:-

12. Course objectives:-

1. Identification of relations between business entities and justification for creating capital groups.
2. Ability to select consolidation and intra-group procedures.
3. Adaptation of the consolidation procedure to the conditions and applicable accounting regulations.
4. Ability to prepare consolidated financial statements.

13. Teaching and learning methods:

A. Direct student-instructor contact:

No.	Teaching methods	Description	Number of hours	
			Full-time study	Part-time study
1.	Active teaching using multimedia techniques	Use of discussion, case study, brainstorming, analysis of financial reports, practical problem solving	30	18
Total			AS:30	AN:18

B. Self-study:

No.	Learning methods	Description	Number of hours	
			Full-time study	Part-time study
1.	Analysis of lecture and class notes	Individual studies based on notes taken during classes, literature reading	25	30
2.	Problem solving	Analysis and solving practical tasks	20	27
Total			BS: 45	BN:57

Total AS+BS = 75

Examination (E) = 3

Total AS+BS+E= 78

Total AN+BN = 75

Examination (E) =3

Total AN+BN+E = 78

14. Key words: capital group, consolidation, consolidation procedures, consolidated financial statements, non-controlling interests

15. Course content:

1. Legal regulations regarding the identification of capital relations between business entities on a balance sheet basis. Exemptions from consolidation.
2. Capital relations and methods of balance sheet valuation of shares in other entities
3. Characteristics of the capital group as a reporting entity. Determination of direct and indirect shares
4. Specificity of the consolidated financial statements
5. Capital group accounting policy
6. Subject and scope of the consolidated financial statements
7. Concepts of financial statement consolidation
8. Full consolidation procedures
9. Initial capital consolidation
10. Goodwill as a consolidation difference
11. Valuation of capital attributable to non-controlling (minority) shares
11. Eliminations and corrections related to intra-group transactions
12. Purchase and sale of shares
13. Proportional method and equity method - principles and conditions of application in the light of IAS / IFRS and Polish local accounting rules
14. Rules for preparing the consolidated financial statements, software supporting consolidation and reporting, audit of consolidated financial statements.

16. Course learning outcomes as related to the learning outcomes of the major and methods for assessing student attainment

Intended learning outcomes of the major / Symbols	Intended learning outcomes of the course	Methods for assessing student learning outcomes	Documentation
<u>Knowledge</u>			
FAB2_W01#	1.Student has in-depth skills to analyze relationships occurring in a capital group. 2. Student proposes a consolidation method, capital corrections and exclusions of transactions in the capital group. 3. Student can choose the tools leading to the correct consolidated reporting according to local rules and IFRS	Examination	Examination documentation
FAB2_W04#	The student knows and understands the essential economic, legal, ethical, and other conditions of various business activities, including the basic concepts and principles of consolidation of financial statements	Examination	Examination documentation
<u>Skills</u>			
FAB2_U01#	Student has the skills of in-depth knowledge acquired to search and measure relationships between economic phenomena, as well as to use consolidation procedures.	Examination	Examination documentation
FAB2_U03#	The students can communicate on financial and business topics with diverse audiences using professional terminology and assess other people's positions, including leading debates related to the consolidation of financial statements in an international circle	Examination, work in groups	Examination documentation
FAB2_U04#	Student is able to use English at B2 + level and specialist terminology in the field of financial statements consolidation	Examination, work in groups	Examination documentation
<u>Social competences</u>			
FAB2_K02#	Student is ready to accept the importance of knowledge in solving theoretical and practical problems in the area of consolidation of financial statements, seeking expert opinions in the event of difficulties in solving them independently.	Examination	Examination documentation
FAB2_K03#	The student is ready to comply with social obligations, take initiatives and co-organise activities for society according to the public interest, use strategic thinking, and act in an entrepreneurial manner with an awareness of the consequences of financial decisions taken during these activities related to consolidation.	Examination	Examination documentation

17. Method for determining the final course grade:

No.	Methods for awarding credits and course completion requirements	Description	Percentage of the final course grade*
1.	Written exam without the possibility of using textbooks	One choice test	85%
2.	Group work on case study	Group work – preparation of consolidated financial statements	15%

* If students are required to obtain both a class grade and an exam grade, the class grade constitutes at least 30% of the final course grade.

18. Reading list

Mandatory readings:

1. IAS 1 Presentation of Financial Statements,
2. IAS 27 Separate Financial Statements,
3. IAS 28 Investments in Associates and Joint Ventures,
4. IAS 36 Impairment of Assets,
5. IFRS 3 Business Combinations,
6. IFRS 10 Consolidated Financial Statements,
7. IFRS 11 Joint Arrangements,
8. IFRS 12 Disclosure of Interests in Other Entities
9. The Accounting Act of 29 September 1994, Journal of Laws of 2021, item 217
10. Anna Karmańska Business Intelligence in consolidation of financial statements Informatyka Ekonomiczna 2019(4 (54)):19-28 DOI: **10.15611/ie.2019.4.02**

Suggested readings:

1. Shahzad I.: Consolidation of Financial Statements: A New Approach: An Easy Way to Understand and Prepare Consolidated Financial Statements. LAP LAMBERT Academic Publishing, 2011
2. Mahony P., MacLochlainn N.: Consolidated Financial Statements: A Step-by-step Approach (3rd Edition), Chartered Accountants Ireland, 2017

19. Language of instruction: English

20. Course instructors' recommendations: