

**DESCRIPTION OF STUDY COURSE**

<b>Course unit title</b>	<b>Financial accounting II</b>
<b>Programme</b>	Bachelor International Finance
<b>Year of study</b>	2nd
<b>Level of course unit (e.g. first, second or third cycle)</b>	First, Bachelor's study
<b>Course unit code</b>	<b>BFa019</b>
<b>Name of lecturer(s)</b>	Santa Zvejniece
<b>Credit points</b>	3 ECTS
<b>Language of instruction</b>	English
<b>Type of course unit (compulsory, optional)</b>	compulsory
<b>Semester when the course unit is delivered</b>	4
<b>Mode of delivery</b>	face-to-face
<b>Aim of Course</b>	To ensure knowledge and practical skills about an enterprise group financial statements' consolidation and the enterprises that should be involved in the consolidation. To give the students the insight about the consolidation basic principles and the annual report's processing, auditing and approval.
<b>Preliminary knowledge (prerequisites and co-requisites)</b>	Financial Accounting I, Corporate Financial Management
<b>Course contents</b>	<p><i>Part I</i></p> <ol style="list-style-type: none"> <li>1. International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS), its essence and role in the international accounting practice.</li> <li>2. Group's concept and essence. Concept of parent and subsidiary. Consolidation essence.</li> <li>3. Determination of the enterprises that should be involved in the consolidation.</li> <li>4. Matter and form of the consolidated financial report, its processing's basic principles in the group.</li> <li>5. Information disclosure principles in the group.</li> </ol> <p><i>Part II</i></p> <ol style="list-style-type: none"> <li>1. Consolidation of the subsidiary (full consolidation).</li> <li>2. Consolidation of the jointly controlled entity (proportional consolidation).</li> <li>3. Investments in associates and its recognition in the consolidated financial statement.</li> <li>4. Organizational preconditions in order to process the consolidated financial statement.</li> </ol>

<b>Planned learning activities and teaching methods</b>	Classes' attendance, participation in lectures and seminars. The total evaluation for the course consists of 10% active participation in discussions and seminars; 30% written work in a classroom; 60% written examination at the end of the course.			
	<b>Teaching methods</b>		Student work load (1 CP = 40 hours of student work)	
			<i>Part I</i>	<i>Part II</i>
	Lectures	20%	20%	
	Seminars	10%	10%	
	Practical work	20%	20%	
	Work at the library, independent studies	50%	50%	
	Total <b>80</b> hours			
<b>Learning outcomes of the course unit</b>	<ol style="list-style-type: none"> <li>To master new knowledge without assistance, to analyze and systemize acquired information. To comprehend current tendencies of the financial environment development, to be competent in financial environment ongoing processes and to be able to make decisions in changing conditions.</li> <li>To comprehend the group's concept and essence. To comprehend the consolidation essence, to determine the enterprises to be involved in the consolidation. To comprehend the consolidation methods of financial statements.</li> <li>To be acquainted with the consolidated financial report processing and to be able to put it into practice.</li> </ol>			
<b>Assessment methods and criteria</b>	Study outcomes			
	The form of assessment	1.	2.	3.
	Participation in lectures and seminars	●	●	●
	Written work in a classroom		●	●
	Written examination		●	●
<b>Recommended or required reading</b>	<ol style="list-style-type: none"> <li>Annual Accounts Law of Latvia</li> <li>Law on Consolidated Annual Accounts of Latvia</li> <li>International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS)</li> </ol>			
<b>Recommended optional programme components</b>	To be agreed at the start of the course			