

Course unit title:	Advanced Accounting Practice		
Course unit code:	ABSA 307		
Type of course unit:	Elective		
Level of course unit:	Bachelor (1st Cycle)		
Year of study:	3		
Semester when the unit is delivered:	5 (Fall)		
Number of ECTS credits allocated :	6		
Name of lecturer(s):	Dr. Andreas K. Georgiou, Dr. Christos Mina		
Learning outcomes of the course unit:	<ul style="list-style-type: none"> <li>• Examine the principles concerning group accounting and use this knowledge to prepare consolidated accounts for groups.</li> <li>• Prepare limited companies accounts to comply with International Accounting Standards, International Financial Reporting Standards and other related pronouncements.</li> <li>• Interpret the information provided by limited companies accounts, group accounts, notes to the financial statements and cash flow statements.</li> <li>• Appraise and critically appraising and applying the accounting standards applicable to the syllabus including: inventories, prior year adjustments, taxation, contingencies, constructions and goodwill amongst others.</li> <li>• Identify the principles of the cash flow statement and prepare cash flow statements in accordance with international accounting standards both for individuals and groups.</li> <li>• Examine the theory and practice of double entry bookkeeping as applied to investments with their effect on the statement of financial position and statement of profit.</li> <li>• Prepare ledger entries for participants in joint venture businesses where the joint venture does not have separate books.</li> <li>• Prepare the ledger and journal entries concerning the implementation of a capital reduction scheme (or capital reorganisation). Prepare the revised statement of financial position and interpret the results.</li> </ul>		
Mode of delivery:	Face-to-face		
Prerequisites:	ABSA 204	Co-requisites:	None
Recommended optional program components:	None		
Course contents:	<ul style="list-style-type: none"> <li>• All aspects from previous modules in financial accounting that is ABSA 101, ABSA 102 ABSA 203 and ABSA 204 are carried forward to this module.</li> <li>• <b>Advanced aspects of consolidated accounts:</b> Prepare group statements of financial position (balance sheets) and financial performance (statements of comprehensive income). Examine consolidated adjustments such as inter group balances, unrealised profits on inter-group transactions, fair value adjustments and dividends between group companies amongst others. Solving exercises on consolidated adjustments. Examine the accounting treatment of associates and joint ventures in consolidated accounts.</li> <li>• <b>Accounting standards:</b> Be able to understand the main principles concerning international accounting practice including amongst others:</li> </ul>		

inventories, construction contracts, provisions, financial assets, financial instruments, taxation, post balance sheet events and contingencies and apply them to mini-case studies. Be able to identify and examine the principles concerning international accounting standards for prior year adjustments and impairment of assets and applying them to mini-case study scenarios. Be able to explain and apply: definitions, recognition and measurement criteria, accounting treatment and disclosure requirements on all standards covered.

- **Interpretation of performance:** Examine the rationale behind ratio analysis. Examine performance indicators used in investment decisions. Interpret the financial performance and position of the firm (including public companies) from financial statements.
- **Statements of cash flow:** Examine formats in line with international accounting practice. Preparing statements of cash flows for limited company for publication. Interpretation of the results. Introduction to the principles of consolidated statements of cash flow. Examine group cash flow formats in line with international accounting practice. Preparing statements of cash flows for limited company for publication. Interpretation of the results. Examine the format of group cash flow statements in accordance with accounting standards. Solve problems that include adjustments to group cash flow statements such as non-controlling interests and associates. Examine the effects of acquisitions or disposals on the group cash flow statement. Prepare group cash flow statements given final accounts and notes. Be in a position to interpret the results of cash flow statements.
- **Limited company accounts for publication:** Examine formats in line with the relevant legislation and accounting standards. Preparing final accounts for limited company accounts for publication that includes applications of accounting standards. Regulatory requirements of preparing published accounts including those in the companies' acts and in international accounting standards. Prepare final accounts for companies with adjustments to the accounts for publication. Preparing final accounts for limited company accounts for publication that includes applications of accounting standards. All standards covered previously in ABSA 203 and ABSA 204 as well as in ABSA 307 could be applied in a limited company accounts question. These include amongst others standards in: tangible assets, intangible assets, inventories, provisions, contingencies, leases and impairment of assets. Be able to be in a position to comment on the financial performance and financial position of a limited company based on its financial statements. Understand the limitation of financial statements.
- **Associates and joint ventures:** The theory and practice of double entry bookkeeping as applied to joint venture businesses and associates and their accounting treatment in the group accounts. Applying the accounting treatment of associates and joint ventures to case study scenarios. Examination of the legislation and the relevant accounting standards concerning the joint ventures. Prepare ledger entries for participants in joint venture businesses where the joint venture does not have separate books.
- **Accounting for Investments:** Examine the theory and practice of double entry bookkeeping as applied to investments with their effect on the statement of financial position. Prepare the relevant ledger entries and journals concerned with investment in securities and the returns on these investments (e.g. dividends, interest). Prepare extracts concerning investments for the statement of profit and statement of financial position.

	<ul style="list-style-type: none"> <li>• <b>Accounting for reorganisation schemes:</b> Examine the legislation and accounting practice concerning capital reorganisation schemes. Prepare the ledger and journal entries concerning the implementation of a capital reduction scheme (or capital reorganisation). Prepare the revised statement of financial position and interpret the results.</li> </ul>
Recommended and/or required reading:	
Textbooks:	Kaplan Publishing, <b>ACCA Paper F7 Financial Reporting (FR)</b> , Latest Edition, Kaplan Publishing.
References:	<p>Kaplan Publishing, <b>ACCA Paper P2 Corporate Reporting (International and UK)</b>, Latest Edition, Kaplan Publishing.</p> <p>BPP, <b>AIA Professional Level 2 - Paper 13: Financial Accounting 3</b>, 2<sup>nd</sup> Edition (or latest), BPP Learning Materials, 2008.</p>
Planned learning activities and teaching methods:	<p>The taught part of course is delivered to the students by means of lectures, conducted with the help of computer presentations. Lecture notes and presentations are available through the web for students to use in combination with the textbooks.</p> <p>Lectures are supplemented with class exercises carried out in class and via homework.</p>
Assessment methods and criteria:	<ul style="list-style-type: none"> <li>• Assignments 20%</li> <li>• Tests: 20%</li> <li>• Final Exam 60%</li> </ul>
Language of instruction:	English
Work placement(s):	No