

VT International Accounting	
Code: IM4INAC.VT	
Lecturers Prof. Dr. Kalina Kafadar	Module Coordinator Prof. Dr. Kalina Kafadar
Intended Learning Outcomes The objective of this study focus is to prepare the students to take up roles at an auditing or consulting company or in the accounting department of an international company. The study focus is aimed primarily at students who want to become an auditor or accountant.	
IFRS Accounting Students will understand the legal environment and constraints of the IFRS. They will be familiar with the work and organisation of the IASB and the influence of the EU. They will know the elements of IFRS and have detailed knowledge of selected standards. Students will be able to account for the balance sheet positions inventories, property, plant & equipment, investment properties, assets held for sale, intangible assets provisions. They will be familiar with revenue recognition rules and the accounting procedures for leases. They will be able to prepare a set of financial statements according to IFRS. They will be able to analyse and explain the differences to the German accounting rules.	
Advanced Accounting Students will know which companies have to prepare consolidated financial statements. They will know the regulations for preparing consolidated financial statements and will be familiar with the regulations according to uniform accounting rules, currency translations for subsidiaries in a group and how goodwill and negative goodwill are treated. They will know and be able to analyse the differences in the consolidation rules according to HGB and IFRS. Students will be able to identify a parent company, the related subsidiaries and other companies that have to be included in the consolidated financial statements (joint ventures and associates). Students will be able to apply the different methods of consolidation depending on the nature of the investment. Based on this, students will be able to make the necessary consolidation postings and prepare group financial statements using simple group hierarchy in accordance with HGB and IFRS. They will be able to account for a goodwill impairment and negative goodwill.	
Financial Statement Analysis: Students will be familiar with the key financial ratios of a company. They will be able to allocate the different ratios to the different parts of a company analysis (financial, profit & investment ratios). They will understand the impact of accounting policies on these financial ratios and therefore the limitation of financial statement analysis. Students will be able to adjust financial statements for the purpose of a financial statement analysis. They will be able to calculate and analyse the key ratios of a company. Students will be able to prepare an analysis report for a company on their own including an analysis of the main activities of the company, the calculation of ratios, industry references and comparisons to competitors.	
Content Courses in the Module <ul style="list-style-type: none">● IFRS Accounting (4 contact hours)● Advanced Accounting (Group Accounting) (2 contact hours)● Financial Statement Analysis (2 contact hours)	

Detailed Course Description

IFRS Accounting

- Fundamentals of IFRS /IASB / EU
- Elements of financial statements
- Selected accounting topics based on the different IFRS (IAS 2, IAS 16, IAS 36, IAS 37, IAS 38, IAS 40, IFRS 5 etc.)

Advanced Accounting

- Legal constrains for group financial statements
- Concept of control
- Identification and treatment of subsidiaries, joint ventures and association
- Capital consolidation
- Elimination of intergroup activities (receivables & liabilities, intercompany profit elimination)

Financial Statement Analysis

- Reasons for financial statement analysis
- Connection to fundamental analysis and market efficiency theories
- Adjustments to financial statements for the purpose of analysis
- Financial analysis
- Profit analysis
- Investor analysis

Teaching & Learning Methods

- Lectures
- Case studies
- Assignments & presentations

Media

Presentation materials / flipchart / metaplan board

Relation / Interfaces to other Modules

Additional Information

Literature

- Presentation of the lectures
- Standard literature (defined at the beginning of each term)
- B. Pellens/R.U. Fülber/J. Gassen/T. Sellhorn (2011): Internationale Rechnungslegung, 9th edition, Stuttgart, 2014
- A. G. Coenenberg/A. Haller/W. Schultze (2016): Jahresabschluss und Jahresabschlussanalyse: Betriebswirtschaftliche, handelsrechtliche, steuerrechtliche und internationale Grundsätze – HGB, IFRS, US-GAAP, DRS, 23rd edition, Stuttgart, 2016

Organisation

ECTS Credits 12	Contact Hours 8	Language of Instruction English
Type of Module Study focus	Offered Summer semester	Duration 1 semester
Semester of Study 3 rd year, 5 th -7 th semester		

<p>Prerequisite for Participation: See §6 Study- and Examination Regulations Successful participation in the modules Financial Reporting and Introduction to Financial Accounting</p> <p>Recommended Preparation / Reading:</p> <ul style="list-style-type: none"> • Read the textbooks • Study notes taken in class • Participation in the lectures 		
<p>Total Workload and Breakdown of Credits 12 ECTS x 30 hours = 360 hours, made up of:</p>		
<p>Course Attendance 120 hours</p>	<p>Preparation / Homework / Self-Study 110 hours</p>	<p>Time for Exercises and Group Work 70 hours</p>
<p>Semester Project / Presentation Preparation 20 hours</p>	<p>Exam Preparation 40 hours</p>	<p>Duration of Examination 90 hours</p>
<p>Prerequisite for Award of Credit Points</p> <ul style="list-style-type: none"> • Written examination • Course work 		
<p>Type of Examination</p> <ul style="list-style-type: none"> • Written examination • Course work 		<p>Weighting of Final Grade</p> <ul style="list-style-type: none"> • 75 % written exam (IFRS and Advanced Accounting) • 25% course work (Financial Statement Analysis)