



RTU Course "Financial Reporting and Analysis"

22702 null

General data

Code	IEU525
Course title	Financial Reporting and Analysis
Course status in the programme	Compulsory/Courses of Limited Choice
Course level	Post-graduate Studies
Course type	Academic
Field of study	Economics
Responsible instructor	Guna Ciemleja
Academic staff	Jūlija Bistrova
Volume of the course: parts and credits points	1 part, 4.0 Credit Points, 6.0 ECTS credits
Language of instruction	LV, EN
Annotation	Financial Reporting and Analysis is focused on conceptual and regulatory framework for financial reporting that are needed to prepare qualitative reports in conformity with generally accepted accounting principles and standards. The following issues are studied in details: financial reporting conceptual and regulatory framework; analysis of financial statement elements; accounting and analysis of key accounts; analysis and interpretation of financial statements; quality of financial reporting.
Goals and objectives of the course in terms of competences and skills	To develop knowledge and skills in understanding and applying accounting standards and the theoretical framework in the preparation of financial statements of entities, including groups and how to analyse and interpret those financial statements. Students should be able to: discuss and apply a conceptual and regulatory frameworks for financial reporting; account for transactions in accordance with International accounting standards; analyse and interpret financial statements; prepare and present financial statements; account for business combinations, intercorporate investments, foreign currency transactions; assess the quality of financial reporting.
Structure and tasks of independent studies	Students will acquire theoretical concepts, knowledge and practical skills during classes and will perform individual and group assignments. Students should be prepared for discussions and presentations in accordance with the set of topics provided and tasks assigned.
Recommended literature	<ol style="list-style-type: none"> 1. Gada pārskatu un konsolidēto gada pārskatu likums: LR likums [Elektroniskais resurss]. - http://www.likumi.lv 2. Noteikumi par individuālo komersantu finanšu pārskatiem: MK noteikumi Nr.301 [Elektroniskais resurss]. - http://www.likumi.lv 3. Noteikumi par biedrību, nodibinājumu un arodbiedrību gada pārskatiem: MK noteikumi Nr.808 [Elektroniskais resurss].- http://www.fm.gov.lv 4. Gada pārskata sagatavošanas kārtība: MK noteikumi Nr.1115 [Elektroniskais resurss].- http://www.likumi.lv 5. Noteikumi par gada publiskajiem pārskatiem: MK noteikumi Nr.413 [Elektroniskais resurss].- http://www.likumi.lv 6. Jaunzema S. Starptautiskie finanšu pārskatu standarti: standartu apkopojums un pielietojuma piemēri. - Rīga : Lietišķās informācijas dienests, 2016.-256.lpp 7. Leibus, I., Pētersone I., Jesemčika A., Svarinska A., Grigorjeva R. Finanšu grāmatvedība. Rīga : Lietišķās informācijas dienests, 2018. - 328.lpp. 8. RTU bibliotēkas e-resursi/ RTU library e-resources: žurnāls iFinances.lv, datu bāzes: Wiley, EBSCO, SAGE Journals, EMERALDS, Cambridge Journals online, HeinOnline, ProQuest, Rubricon, Sciece Direct 9. International Financial Statement Analysis /Thomas R. Robinson, Elaine Henry, Wendy L. Pirie, Michael A. Broihahn, Anthony T. Cope (Foreword by), // Wiley, 3rd Edition, 2015, 1072 pp., ISBN: 978-1-118-99947-9 10. ACCA Study support resources. Financial Reporting. https://www.accaglobal.com/gb/en/student/exam-support-resources/fundamentals-exams-study-resources/f7.html
Course prerequisites	Financial Accounting; Managerial accounting

Course outline

Theme	Hours
1. The conceptual and regulatory framework for financial reporting: The need for a conceptual framework and the characteristics of useful information; Recognition and measurement; Regulatory framework	4
2. Analysis of financial statement elements: Income Statement analysis; Balance Sheet analysis; Cash Flow Statement analysis; Preparation of financial statements: general principles, stages and approv	14
3. Accounting for transactions in financial statements: Tangible non-current assets; Intangible assets; Impairment of assets; Inventory; Financial instruments; Leasing; Provisions and events after the	18
4. Analysing and interpreting the financial statements of single entities and groups: Limitations of financial statements; Calculation and interpretation of accounting ratios and trends to address use	12
5. Accounting and analysis of intercorporate investments	4
6. Analysis of multinational operations	4

7. Preparation of financial statements: Preparation of single entity financial statements; Preparation of consolidated financial statements including an associate	4
8. Quality of financial reporting: conceptual framework for assessing the quality of a company's financial reports; how to evaluate the quality of a company's financial reports; indicators; sources of	4

Learning outcomes and assessment

Learning outcomes	Assessment methods
Students should be able to discuss and apply a conceptual and regulatory framework for financial reporting.	Case study analysis. Individual and group work.
Students should be able to analyse and interpret financial statements, provide recommendations for improving financial conditions of the entity.	Case study analysis. Individual and group work.
Students should be able to recognize and account for transactions accounting to the international standards.	Case study analysis. Individual and group work.
Students should be able to account for business combinations, intercorporate investments, foreign currency transactions.	Case study analysis. Individual and group work.
Students should be able to prepare financial statements in accordance with international standards.	Case study analysis. Individual and group work.
Student should be able to detect accounting malpractices, assess the quality of financial reporting.	Case study analysis. Individual and group work.
Exam.	Assignments and questions regarding theoretical topics and practical issues covered. Exam will make 50% of total evaluation. Duration of exam is 3 hours. The pass mark is 50%.

Study subject structure

Part	CP	Hours per Week			Tests		
		Lectures	Practical	Lab.	Test	Exam	Work
1.	4.0	2.0	0.0	2.0		*	