



EDO UNIVERSITY IYAMHO



Department of Accounting

ACC 411 Advanced Financial Accounting I

Instructor: *Dr. Meshack Aggreh*, **email:** *aggreh.meshack@edouniversity.edu.ng*

Lectures: *Monday, 4pm – 5pm, & Tuesday, 8am – 10am. (LC3)*, **phone:** (+234) 8039627942

Office hours: *Wednesday, 10.30am to 12.30 pm*, **Office:** *First Floor, 2 Rm by the right, Admin Block*

Teaching Assistants: *Nil*

General overview of lecture: This is a first semester, three credit and 400 level core course. This course introduces learners to accounting and reporting concepts, analysis and interpretation as well as guide to preparation and presentation of accounts of group of companies.

Prerequisite: The students are expected to have some level of knowledge in the fundamentals financial accounting especially at the intermediate level. Some knowledge of computer basics will be an added advantage.

Learning outcomes: At the completion of this course, students are expected to be able to:

- i. Explain accounting treatment of Insolvency and Bankruptcy;
- ii. Familiarize with conversion of a foreign branch trial balance to head office trial balance;
- iii. Explain the accounting treatment for business combination reconstructions and reorganization;
- iv. familiarize with basic group accounts and the preparation of consolidated financial statements;
- v. Understand concepts of valuation and various approaches to valuation of business;

Assignments: We expect to have a number of take-home assignments throughout the course in addition to a Mid-Term Test and a Final Exam. Term papers may be given and submission will be on the due date. Take-homes in the form of individual assignments, and group assignments are organized and structured as preparation for the midterm and final exam, and are meant to be a studying material for both test and exams.

Grading: We will assign 10% of this class grade to take-home assignments, 20% for the mid-term test and 70% for the final exam. The Final exam is comprehensive.

Textbook: The recommended textbook for this class are as stated:

Title: *A Practical Approach to Financial Accounting*

Author: Remi Aborode

Publisher: EL-TODA; (3rd Edition)

Year: 2005

Title: *Teach yourself Group Account (Fully IFRS Complied)*

Author(s): P. Casmir Idekwulim

Publisher: PICCAS GLOBAL CONCEPT, *Most recent* Edition

Year: 2014

Adebayo, P.A.(2011). Financial Accounting and Reporting Standards for Students and Professionals, Abuja: Rainbow Graphic Printers and Publishers

Bello, S. O. & Barnabas, S. A. (2017).Advanced Financial Accounting, Bida, 9ICE LINK Production

NOUN Pack

Courseware: - ACC 411 – Advanced Financial Accounting I

The following documents outline the courseware for the course ACC 411- Advanced Financial Accounting I. Much of these materials are taken from recommended text books.

1. Review of Company Accounts
 - a. *Elements of Financial statements*
 - b. *Components of Financial Statements*
 - c. *Qualitative characteristics of financial statements*
 - d. *Format of Statement of Financial position*
 - e. *Format of Income statement*
 - f. *Statement of Changes in Equity*
 - g. *Notes to the Accounts*
 - h. *Presentation of Accounting Policies*
 - i. *Other notes*

2. Insolvency and Bankruptcy
 - a. *Definition of Bankruptcy*
 - b. *Conditions for filling Bankruptcy Petition against a Debtor*
 - c. *Objectives of Bankruptcy Law*
 - d. *Legal Disabilities of a Bankrupt*
 - e. *Duties of trustees under bankruptcy which could be carried out with the permission of the Committee of Inspection*
 - f. *What constitute an Act of Bankruptcy*
 - g. *First Meeting of the creditors*
 - h. *Adjudication Order*
 - i. *Meaning of Insolvency*
 - j. *Statement of Affairs*

3. Valuation of business and shares
 - a. *Definition and reasons for valuation*
 - b. *Concept of value*
 - c. *Factors to be consider in selecting valuation approach*
 - d. *Valuation Approaches*

4. Accounting for Foreign Branches
 - a. *Rules for Conversion*
 - b. *Differences in Exchange*

5. Business Combination (Takeover, Mergers and Acquisitions)
 - a. *Forms of business combination*
 - b. *Reasons/benefits of business combination include*
 - c. *Closing the books of the discontinuing companies*
 - d. *Accounting Entries for Closing Discontinuing Businesses*
 - e. *Accounting Entries in the Books of The New Company*

6. Reconstructions and Reorganization
 - a. *Meaning of Reconstruction and Reorganization*
 - b. *Situations which call for internal reconstruction of a company*
 - c. *Rule for Capital Reduction*
 - d. *Steps in capital reconstruction*

7. Group Accounts
 - a. **Consolidated Statement of Financial Position**
 - b. **Consolidated Income Statement**
 - c. **Associated Companies**