



Financial Accounting

General data

Course code:	B19GMC07E
ECTS credits:	7
Type of the course:	General elective
Semester:	spring
Course restrictions:	Introduction to Accounting module is advised to be completed before registering to this course.
Course leader (with availabilities):	Gábor Márkus, Dr. markus@ktk.pte.hu +36 72 501 599/ 23199
Further lecturer(s) (with availabilities):	-

1. Description and aims

This module aims to examine basic theories and practices of the International Financial Reporting System (IFRS). Based on the discussion of the related key expressions and techniques, it helps students understand the IFRS system and the financial statements of large international companies, as well as the relationship between them. This module also assists students in developing practical skills such as recording book-keeping entries, valuating corporate assets, and liabilities, comparing different methods (i.e. revaluation model, fair valuation model), and showing their effects on the financial statements of the firm.

2. Course Intended Learning Outcomes (CILOs)

Upon successful completion of this module, the student will be able to:

1. Use the main principles and key expressions of the International Financial Reporting System (IFRS) *(PILO1)*,
2. Compare different accounting methods (revaluation model, fair valuation model, etc.) *(PILO2)*,
3. Record usual transactions in the book-keeping system *(PILO3)*,
4. Determine the valuation techniques on the firm's assets, equity, liabilities, revenues, and/or expenses *(PILO3)*
5. Evaluate the impact of transactions on the firm's assets, equity, liabilities, revenues, and/or expenses *(PILO3)*,
6. Explain the relationship between the book-keeping system and the financial statements of the firm *(PILO3)*,
7. Explain the effects of different accounting methods on financial statements *(PILO4)*.

(The remarks in brackets express each CILO's connection to the Program Intended Learning Outcomes (PILOs).)



3. Content, schedule

The discussion of topics is divided into the following nine chapters:

1. Basic expressions and definitions in the IFRS
2. Accounting for Property, Plant and Equipment (IAS 16)
3. Accounting for Inventories (IAS 2)
4. Accounting for Financial instruments (IFRS 9)
5. Borrowing Costs (IAS 23)
6. Revenue from Contracts with Customers (IFRS 15)
7. Leases (IFRS 16)
8. Accounting for receivables, liabilities, and cash
9. Accounting for production costs

4. Learning and teaching strategy, methodology

This module is delivered via a combination of lectures and practical exercises. The weekly classes are divided into two parts: the first part is a lecture, which is deployed to introduce the theoretical background, main concepts, and issues related to the given topic, while the second part is used to discuss practical problems and to solve practical exercises.

5. Assessment

Formative assessment elements: Oral feedback on in-class activities, discussion of the solution of practical exercises solved during the classes.

Summative assessment elements:

Name of the element	Weight	Type	Details	Retake opportunity	Req.*	Related CILOs
Midterm exam	40%	exam	A written exam based on chapters 1-5, containing 3-5 questions.	one retake opportunity	yes	1,2,6,7
Final exam	60%	exam	A written exam based on chapters 6-10, containing 5-6 questions.	one retake opportunity	yes	1,2,3,4,5,6,7

* Req.: Completion of the element is required to pass the course, irrespective of the performance in other elements.

6. Learning materials

TAKÁCS, A.; MÁRKUS G. (2018): "The basics of IFRS", University of Pécs, Faculty of Business and Economics; notes



7. Further information

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International aspects embedded with the course
The course focuses on the theories and practices of the International Financial Reporting System (IFRS).
Ethics, Responsibility & Sustainability (ERS) aspects embedded with the course
Creative accounting and income smoothing techniques are addressed. During the discussion of the chapters, the issues of ethics and responsibility in the accounting activities are highlighted.
Connections to the world of practice of the course
Company examples for complex accounting issues. Course materials are based on current effective legal regulations.