

IB234-15 Financial Reporting 2

22/23

Department

Warwick Business School

Level

Undergraduate Level 2

Module leader

Jenny Maynard

Credit value

15

Module duration

10 weeks

Assessment

Multiple

Study location

University of Warwick main campus, Coventry

Description

Introductory description

This is an elective module available for WBS and non-WBS students.

To build upon Financial Reporting 1;

To develop the ability to prepare, critically evaluate and interpret detailed information to be included in published financial statements.

To develop students' understanding of the theories of accounting, the regulatory environment for financial reporting, and the structure of group financial statements.

[Module web page](#)

Module aims

To build upon Financial Reporting 1;

To develop the ability to prepare, critically evaluate and interpret detailed information to be included in published financial statements.

To develop students' understanding of the theories of accounting, the regulatory environment for financial reporting, and the structure of group financial statements.

Outline syllabus

This is an indicative module outline only to give an indication of the sort of topics that may be covered. Actual sessions held may differ.

Published financial statements and the application and evaluation of global financial reporting regulation

Topics from:

- Measurement in financial reporting
- Intangible assets
- Impairment
- Recognition of revenue
- Earnings per share
- Provisions and contingent liabilities and assets

The definition of the reporting entity and preparation of group financial statements.

The concept of control, group structures, consolidation after the date of acquisition, shares, reserves, fair value, equity accounting, levels of aggregation.

Special purpose entities, joint arrangements and off balance-sheet finance.

Current developments in financial reporting.

Learning outcomes

By the end of the module, students should be able to:

- Demonstrate detailed knowledge of published financial statements formats, disclosure and the regulations and underpinning concepts used in preparing key financial statement entries.
- Understand how to evaluate published earnings measures.
- Understand the definition of the reporting entity, the concept of control, levels of aggregation of accounting information and off-balance sheet activities.
- Demonstrate knowledge of the concepts and conventions in the preparation of group financial statements.
- Demonstrate awareness of current developments in financial reporting theory and practices.
- Assess the nature of accounting information and be able to describe the relationships between different types of financial statements and accounting numbers.
- Understand the theoretical basis of accounting and the effect this has upon accounting practices.
- Critically evaluate and interpret accounting numbers and the use of accounting policies.
- Develop and demonstrate analytical, and problem solving skills

Indicative reading list

Required text:

Maynard, (2017 2nd edition), Financial Accounting, Reporting & Analysis, OUP

Other useful texts

Alexander, D., Jorissen, A., Hoogendoorn, M., van Mourik, C. and Kirwan, C. (2020), International Financial Reporting and

Analysis, 8th edition, Cengage Learning

Elliott, B. and Elliott, J. (2022), Financial Accounting and Reporting, 20th edition, FT Prentice Hall

Other relevant resources:

Students are also encouraged to refer to relevant journal articles. Some of the useful journals are: *Economia* (UK); *British Accounting Review* (UK); *Accounting, Organizations and Society* (UK); *Accounting and Business Research* (UK); *Journal of Business Finance and Accounting* (UK); *Journal of Accountancy* (US); *The Accounting Review* (US); *Journal of Accounting Research* (US).

Web-based resources:

An electronic version of International GAAP published by Ernst & Young LLP available from library online resources

Regulatory organisations and other useful accounting websites:

<http://www.ifrs.org> The International Financial Reporting Standards Foundation and the International Accounting Standards

Boards

<http://www.frc.org.uk> The Financial Reporting Council

<http://www.fasb.org/> The US Financial Accounting Standards Boards

<http://www.icaew.com> The Institute of Chartered Accountants in England and Wales

<http://www.accaglobal.com/> Association of Chartered Certified Accountants

<http://www.cimaglobal.com/> Chartered Institute of Management of Accountants

<http://www.icas.org.uk/> Institute of Chartered Accountants of Scotland

<http://www.accountingweb.co.uk> Accounting news site

<http://www.iasplus.com> Useful summaries of international financial reporting standards

Subject specific skills

Technical skills related to the preparation and interpretation of published group financial statements.

Critically evaluate financial reporting regulations.

Transferable skills

Develop and demonstrate written communication skills.

Develop and demonstrate team work and oral communication.

Study

Study time

Type	Required
Lectures	10 sessions of 1 hour (7%)
Seminars	9 sessions of 1 hour (6%)
Online learning (independent)	10 sessions of 1 hour (7%)
Total	150 hours

Type	Required
Private study	48 hours (32%)
Assessment	73 hours (49%)
Total	150 hours

Private study description

Directed reading; examination preparation; private study.

Costs

No further costs have been identified for this module.

Assessment

You do not need to pass all assessment components to pass the module.

Assessment group D3

	Weighting	Study time
Class test	20%	15 hours
Class test via my.wbs.		
In-person Examination	80%	58 hours
On-campus closed book exam		

Assessment group R2

	Weighting	Study time
In-person Examination - Resit Exam	100%	

Feedback on assessment

In-class and on my.wbs

[Past exam papers for IB234](#)

Availability

Pre-requisites

To take this module, you must have passed:

- All of
 - Any of
 - [IB124-15 Introduction to Financial Accounting](#)
 - [IB133-15 Foundations of Accounting](#)
 - [IB146-15 Accounting for Business](#)
 - [IB233-15 Financial Reporting 1](#)

Post-requisite modules

If you pass this module, you can take:

- IB3M6-15 Corporate Reporting
- IB3N3-15 Auditing and Accountability

Courses

This module is Optional for:

- UIBA-MN34 Law and Business Four Year (Qualifying Degree)
 - Year 3 of MN34 Law and Business Studies Four Year (Qualifying Degree)
 - Year 4 of MN34 Law and Business Studies Four Year (Qualifying Degree)
- UECA-3 Undergraduate Economics 3 Year Variants
 - Year 2 of L116 Economics and Industrial Organization
 - Year 2 of L116 Economics and Industrial Organization
- Year 2 of UIPA-L8N1 Undergraduate Global Sustainable Development and Business
- Year 3 of UIBA-MN31 Undergraduate Law and Business Studies
- UIBA-MN32 Undergraduate Law and Business Studies
 - Year 3 of MN32 Law and Business Studies (Four-Year)
 - Year 4 of MN32 Law and Business Studies (Four-Year)
- UIBA-MN37 Undergraduate Law and Business Studies (Qualifying Degree) with Intercalated Year
 - Year 2 of MN37 Law and Business Studies (Qualifying Degree) with Intercalated Year
 - Year 5 of MN37 Law and Business Studies (Qualifying Degree) with Intercalated Year
- UIBA-MN35 Undergraduate Law and Business Studies with Intercalated Year (3+1)
 - Year 3 of MN35 Law and Business Studies with Intercalated Year (3+1)
 - Year 4 of MN35 Law and Business Studies with Intercalated Year (3+1)
- UIBA-MN36 Undergraduate Law and Business Studies with Intercalated Year (4+1)
 - Year 2 of MN36 Law and Business Studies with Intercalated Year (4+1)
 - Year 5 of MN36 Law and Business Studies with Intercalated Year (4+1)