University of Gdańsk

Subject card

Subject name and code	Consolidation of Financial Statements, PG_00179986						
Field of study	Finance and Accounting						
Date of commencement of studies	October 2025		Academic year of realisation of subject		2026/2027		
Education level	Master's studies		Subject group		Obligatory subject group in the field of study Optional subject group Subject group related to scientific research in the field of study		
Mode of study	full-time studies		Mode of delivery		at the university		
Year of study	2		Language of instruction		Polish		
Semester of study	4		ECTS credits		5.0		
Learning profile	academic		Assessment form		exam		
Conducting unit	Department of Accounting -> Faculty of Management -> Rector						
Name and surname of lecturer (lecturers)	Subject supervisor		dr Anna Kamińska-Stańczak				
	Teachers						
Lesson types	Lesson type	Lecture	Tutorial	Laboratory	Project	Seminar	SUM
	Number of study hours	30.0	30.0	0.0	0.0	0.0	60
	E-learning hours included: 0.0						
Learning activity and number of study hours	Learning activity	Participation in didactic classes included in study plan		Participation in consultation hours	Self-study		SUM
	Number of study hours	60		4.0	61.0		125
Subject objectives	1. Familiarization of students with the theoretical aspects of consolidated financial statements. 2. Familiarization of students with the issues of business combinations. 3. Mastering the technique of full consolidation. 4. Mastering the property rights method. 5. Ability to account for the sale of shares. 6. Familiarization of students with the difference in the Act on Accounting. 7. Familiarization of students with the issues of business combinations. 8. Determination of the fair value of assets and liabilities. 9. Ability to account for mergers using the purchase method and the pooling of interest method. 10. Mastering the settlement of positive and negative business goodwill (profit on an occasional acquisition). 11. Familiarization of students with the differences between the accounting for acquisitions under the Accounting Act and under the IFRS 3.						

Learning outcomes	Course outcome	Subject outcome	Method of verification
	[FiRMU2_U05] From a finance and accounting perspective, the student can identify and correctly apply legal, professional, and ethical norms within the realms of management, quality sciences, economics, and finance.	The student correctly classifies and presents the components of financial statements. Applies the appropriate consolidation method. Understands and interprets the principles of the full consolidation method and the equity method. Explains the differences between separate financial statements and consolidated financial statements. Accurately distinguishes and classifies elements of financial statements. Applies the appropriate method for accounting business combinations. Understands the acquisition method convention. Interprets the differences between preparing post-combination statements using the acquisition method and the pooling of interests method.	[SU4] test/exam - oral or written
	[FiRMU2_U01] Students can analyze and interpret complex social and economic processes and phenomena from a finance and accounting perspective, utilizing structured knowledge and tools from management, quality sciences, economics, and finance.	The student accurately interprets economic phenomena within the fields of finance and accounting. Analyzes the content of events affecting the financial statements.	[SU4] test/exam - oral or written
	[FiRMU2_K01] The student is prepared to acquire and enhance their knowledge necessary to address both cognitive and practical problems, particularly in the fields of management, quality sciences, economics, and finance. They are also equipped to critically evaluate the information received and seek guidance from experts in finance and accounting when facing challenges in problem-solving independently.	The student understands the necessity of continuously updating and deepening acquired knowledge in accounting and financial reporting. Enhances and refines knowledge and skills related to preparing analyses, annual reports, and financial statement consolidation processes. Maintains openness to changes in legal regulations concerning the preparation of financial statements.	[SK4] test/exam - oral or written
	[FiRMU2_W07] The student possesses a comprehensive understanding of regulations and legal, organizational, and ethical norms, including the protection of intellectual property relevant to finance and accounting.	The student identifies the principles and procedures related to the process of preparing consolidated financial statements based on the individual financial statements of the respective entities. Lists concepts and principles related to the valuation of assets and liabilities at fair value in financial statements. Identifies procedures associated with the preparation of post-combination financial statements based on the individual financial statements of the respective entities.	[SW4] test/exam - oral or written
	[FiRMU2_W02] The student possesses a comprehensive understanding of the complexities and functions of both domestic and international financial markets, as well as financial instruments and institutions.	The student recognizes the standards and rules (legal, organizational, moral, and ethical) within the fields of finance and accounting. Identifies basic concepts and principles related to the consolidation of financial statements.	[SW4] test/exam - oral or written

<table>
<tr><td>Subject contents</td><td colspan="3">1. Introduction to consolidation of financial statements.
2. Introduction to full consolidation (IFRS 10).
3. Business combinations (IFRS 3).
4. The full method - advanced issues (IFRS 10).
5. Accounting for equity using the equity method (IAS 28).
6. Consolidated cash flow statement (IAS 7).
7. Consolidation in capital groups of many entities.
8. Partial purchase of shares and the related changes in consolidation methods.
9. Disposition of shares in consolidated entities and the related changes in consolidation methods.
10. Comparison of the consolidation principles under International Accounting Standards with under the Accounting Act.
11. The concept of mergers and acquisitions for accounting purposes.
12. Methods of accounting for business combinations.
13. Settlement of business combinations/mergers, using the pooling of interest method.
14. Accounting for business combinations/mergers via the purchase method.
15. Preparation of financial statements after a purchase transaction.
16. Accounting for a business combination/merger, in accordance with the IFRS 3.</td></tr>
<tr><td>Prerequisites and co-requisites</td><td colspan="3">Knowledge of accounting principles; understanding of designing a company chart of accounts; ability to prepare trial balances; competence in preparing basic components of financial statements (balance sheet, income statement, and notes); knowledge of financial reporting standards; ability to analyze data contained in financial statements; familiarity with key financial analysis ratios; basic knowledge of identification, classification, and recording of financial statement elements.</td></tr>
<tr><td rowspan="2">Assessment methods and criteria</td><td>Subject passing criteria</td><td>Passing threshold</td><td>Percentage of the final grade</td></tr>
<tr><td>Exam - consisting of three parts: Part A – a single-choice test consisting of 5 questions, correct answer (2 points), no answer (0 points), incorrect answer (0 points); Part B – problem-based tasks, consisting of 5 multiple-choice questions, 2 points each; Part C – a problem-based task with an advanced interpretation for 20 points. In total, 40 points can be obtained - assessment is adequate to the sum of the points obtained, in accordance with the University Regulations and Policies.</td><td>51.0%</td><td>100.0%</td></tr>
<tr><td rowspan="3">Recommended reading</td><td>Basic literature</td><td colspan="2">1. Frąckowiak W. (red.), Fuzje i przejęcia, PWE, Warszawa 2009.
2. Gierusz A., Gierusz M., Konsolidacji sprawozdań finansowych wg MSSF, ODDK, Gdańsk 2023.
3. Helin A., Zorde K., Bernaziuk A., Fuzje i przejęcia spółek kapitałowych. Zagadnienia rachunkowe i podatkowe, C. H. Beck, Warszawa 2012.
4. International Financial Reporting Standard 3 (IFRS 3) "Business Combinations".
5. Ustawa z dnia 15 września 2000 r. Kodeks Spółek Handlowych (Dz. U. z 2000 r. nr 94, poz. 1037 z późn. zm.).
6. Ustawa z dnia 28 lutego 2003 r. Prawo upadłościowe i naprawcze (Dz. U. z 2003 r. Nr 60, poz. 535 z późn. zm.).
7. Ustawa z dnia 29 września 1994 r. o rachunkowości (Dz. U. z 2009 r. nr 152, poz. 1223 z późn. zm.).</td></tr>
<tr><td>Supplementary literature</td><td colspan="2">1. Herdan A., Antolak L., Połączenia przedsiębiorstw. Teoria i praktyka, Wyd. Uniwersytetu Jagiellońskiego, Kraków 2005.
2. Lubińska H., Skórzewski A., Sprawozdania finansowe w procesie podziału, połączenia i przekształcenia spółek, SKwP, Warszawa 2004 r.
3. IFRS 3, IFRS 10, IFRS 12, IAS 28</td></tr>
<tr><td>eResources addresses</td><td colspan="2"></td></tr>
<tr><td>Example issues/ example questions/ tasks being completed</td><td colspan="3">-</td></tr>
<tr><td>Work placement</td><td colspan="3">Not applicable</td></tr>
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