

FINANCIAL REPORTING

Course Introduction

Sandro Brunelli, Ph.D.

brunelli@economia.uniroma2.it

Teaching staff

Prof. Sandro Brunelli

- E-mail : brunelli@economia.uniroma2.it
- Office hours: by appointments (via teams)
- Building B, 3rd Floor, Room C-8 ...I Shall come back there...one day!

- Dr Roberto Colatorti – Senior Manager at PWC Tax and Legal Services
- Dr Claudia Armenise– Senior Manager at PWC TS – Deals
- Dr. Alberto Meriggio – Audit Partner at Deloitte Luxembourg
- Dr Santino Consorti – Senior Audit Manager at Deloitte Luxembourg

Course website

<http://economia.uniroma2.it/master-science/ba/corso/1547/>

You can find there slides, assignment, readings and all materials related to the course

Password to get access: FR2020

Course objective

- This course aims to introduce you to selected issues in financial reporting;
- After this course, you should be able to:
 1. read and provide a general analysis of the financial reports of listed companies for different purposes;
 2. Deal with basics of tax reporting and M&A processes
 3. apply basic consolidation accounts techniques;
- Students would study this course in an international perspective. The course is based on current International Financial Reporting Standards – International Accounting Standards (IAS-IFRS), and some mention of the Us and Uk Gaap.

Basic Course Outline

Module I – Financial statements Regulatory Environment and Analysis

1. Refreshment on Financial Statements
2. Regulatory framework and presentation of financial statements
3. The new Conceptual framework for financial reporting and IAS 1;
4. Quality of Earnings and Auditing Foundations

Basic Course Outline

Module II –Tax Reporting and M&A

1. Reporting for Taxes, the Italian perspective and the accounting treatment under IAS-IFRS
2. Overview of Financial Due Diligence when dealing with M&A processes

Module III Basics of Consolidation

1. The Notion of Group, Percentage of Interest and Percentage of Control;
2. Theory of Consolidation;
3. Basics Techniques;
4. Learning by Doing

Mandatory references

- A series of chapters extrapolated from different books and sources. A complete set of readings will be available at the bookshop or easy to get elsewhere. In Particular:
- Robinson et al., (2015) International Financial Statement Analysis, 3rd edition, Wiley. Chapters 7 and 17 (this last only for those attempting the exam in January)
- Kieso, Weygandt, Warfield, Intermediate Accounting – Ifrs edition, vol I, Wiley, 2011, 3 edition, chapters 1 and 2;
- Aerts, Walton, Global Accounting and Reporting, Cengage, 2017, 4th edition, chapter 15;
- Additional readings uploaded on the course webpage.
- All the materials uploaded on the course webpage

Other useful (but not mandatory) References

- ◆ Kieso, Weygandt, Warfield, Intermediate Accounting – Ifrs edition, vol I, Wiley, 2011, 3 edition, chapters 3,4,5;
- ◆ Aerts, Walton, Global Accounting and Reporting, Cengage, 2017, 4th edition, chapters 8, 9, and 10;
- ◆ International Financial Reporting Standards – Accounting and Financial Reporting Using IFRS, 2015, McGraw-Hill, chapters 1 and 2
- ◆ All IAS-IFRS currently issued at the starting day of the course;
- ◆ Any other paper, document and reading suggested by the lecturers during the course

Teaching Methods

- Classic Lectures
- Problem or interactive case discussions
- Guest lectures
- Other things...

Workload

- Selected readings or exercises for each session (these will be not evaluated but are useful for your preparation)
- Problems, case discussion
- A project in pairs: Instructions will be provided later in due course

Workgroup project



- The class will be divided in groups formed by 2 people
- Each group will have assigned a specific topic to address regarding interesting profiles of investigation regarding basics of consolidation
- Each group carrying out a very time compressed project work based on the guidance that will be provided by lecturers responsible of last module about consolidation
- The last class session of the course will be dedicated to present your work

Evaluation for attendants

- Written exam (Weighing 70%)
- Groupwork – (Weighing 30%):
- Oral exam if students want to increase the final mark (generally held the same day of the written exam)
- **Any misconduct in following exam rules will result in a zero credit.**
- At the end of the course a pre-exam will be made. If you overcome that you complete the exam before the winter session.
- IN PRACTICE...WE'LL SEE! AT THE BEGINNING OF MAY FURTHER UPDATES WILL COME!

Important integrated activities

Tor Vergata **MSc in Business Administration** presents:



**The Financial Due
Diligence Process:
the Consultancy
Approach**

**by PwC Deals Manager
Claudia Armenise
& MScBA Professor
Sandro Brunelli**

**Starting
April 23rd
2020**



<https://economia.uniroma2.it/master-science/ba/seminars/897-1651/financial-due-diligence-process-in-consultancy-firm-lenses>

Important integrated activities



MSc in Business Administration - Control & Auditing track
presents:

External Audit and its grounds

A COURSE BY:

- Alberto Meriggio
- Santino Consorti

The workshop organized in a 3 full-days meetings (8 hours) :

May 14,19, 21 and 22



<https://economia.uniroma2.it/master-science/ba/seminars/897-1650/external-audit-in-action-basic-notions-and-audit-simulation>

Course Scheduling – tentative plan

Date	April 14 2-5pm	April 16 9am-1pm	April 17 9-1pm
Topic	Course introduction and Refreshment on Financial Statements - CFFR Lecturer: S. Brunelli	Presentation and Disclosure of financial statements Lecturer: S. Brunelli	Auditing Foundations and Quality of Earnings– IAS 1 Lecturer: S. Brunelli
Date	April 21 2-5pm	April 23 9am-2pm	April 28 2-5pm
Topic	Tax Reporting (I) Lecturer: R. Colatorti	How to Perform a Financial Due Diligence Lecturer: C. Armenise (PwC)	Tax Reporting (II) Lecturer: R. Colatorti
Date	May 5 2-6pm	May 4-7pm	May 12 4-7pm
Topic	Basics of Consolidation I Lecturer: Alberto Meriggio and Santino Consorti (DELOITTE LUXEMBOURG)	Basics of Consolidation II Lecturer: Alberto Meriggio and Santino Consorti (DELOITTE LUXEMBOURG)	Basics of Consolidation III Lecturer: Alberto Meriggio and Santino Consorti (DELOITTE LUXEMBOURG)
Date	May 15 9am-1pm		
Topic	Basics of Consolidation IV Lecturer: Alberto Meriggio and Santino Consorti (DELOITTE LUXEMBOURG)		