



UNIVERSITAS INDONESIA  
FACULTY OF ECONOMICS AND BUSINESS  
DEPARTEMENT OF ACCOUNTING  
UNDERGRADUATE PROGRAM

SYLLABUS  
AKUNTANSI KEUANGAN LANJUTAN 1  
(ADVANCED FINANCIAL ACCOUNTING 1)  
ECAU601311  
EVEN SEMESTER 2018/2019

No.	Lecturers	E-mail
1	Nurul Husnah	nurul.husnah@ui.ac.id

Subject Code	ECAU 601311
Subject Title	Advanced Financial Accounting 1
Credit Value	2
Pre-requisite/ Co-requisite/ Exclusion	Financial Accounting 2
Role and Purposes	This course is part of the financial accounting class which consists of the Advanced Financial Accounting 1 and Advanced Financial Accounting 2. The course aims on giving understanding to students the process and accounting procedures of preparing consolidated financial statement under PSAK/IFRS. Specifically, students will learn the concept of control, recording the business combination transaction, preparing the worksheet for consolidation of financial statement, intercompany transaction between consolidated entities, changes in ownership in subsidiary, consolidation when subsidiary's financial statements are reported in foreign currency and other issues related to consolidated financial statement. Students will also learn how to record transaction in foreign currency based on PSAK/IFRS.

Subject Learning Outcomes	<p>Upon completion of the subject, student will be able to:</p> <p>Technical Competence in Financial Accounting:</p> <ol style="list-style-type: none"> <li>1. Apply International Financial Reporting Standards (IFRSs) or other relevant standards to transactions and other events. <b>(T2)</b> <ol style="list-style-type: none"> <li>a. Apply the concept, process, and recording the investment in equity under PSAK / IFRS.</li> <li>b. Apply the concept, process, and recording the business combination transaction under PSAK / IFRS.</li> <li>c. Apply the concept of functional currency and recording the transaction in foreign currency based on PSAK/IFRS.</li> </ol> </li> <li>2. Evaluate the appropriateness of accounting policies used to prepare financial statements. <b>(T3)</b> <ol style="list-style-type: none"> <li>d. Evaluate the accounting policies on share investments in accordance with PSAK / IFRS.</li> </ol> </li> <li>3. Prepare financial statements, including consolidated financial statements, in accordance with IFRSs or other relevant standards. <b>(T4)</b> <ol style="list-style-type: none"> <li>e. Prepare the consolidated financial statement with 100% ownership and less than 100% ownership.</li> <li>f. Prepare the consolidated financial statement at book value and more than book value.</li> <li>g. Apply the effect of intercompany transaction to consolidated financial statement.</li> <li>h. Apply the effect of changes in ownership to consolidated financial statement.</li> <li>i. Apply other issues related to consolidated financial statement, such as acquisition at interim period, consolidated cash flows, consolidated earning per share, and other issues.</li> <li>j. Prepare the consolidated financial statement when subsidiary's financial statements are reported in foreign currency.</li> </ol> </li> </ol>								
Subject Synopsis/ Indicative Syllabus	<table border="1" data-bbox="371 1328 1481 1404"> <thead> <tr> <th data-bbox="371 1328 480 1404">Week #</th> <th data-bbox="480 1328 1110 1404">Topic</th> <th data-bbox="1110 1328 1182 1404">LO</th> <th data-bbox="1182 1328 1481 1404">Required Reading</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> <td> </td> <td> </td> </tr> </tbody> </table>	Week #	Topic	LO	Required Reading				
Week #	Topic	LO	Required Reading						

	<p>1</p> <p><b>Reporting Intercorporate Investments</b></p> <ul style="list-style-type: none"> <li>• Accounting for Investment in Common Stock</li> <li>• The Cost Method</li> <li>• The Equity Method</li> <li>• Comparison of the Cost and Equity Methods</li> </ul> <p><b>Intercorporate Acquisition and Investments in Other Entities and Concept of Control</b></p> <ul style="list-style-type: none"> <li>• An Introduction to Complex Business Structures</li> <li>• Business Expansion dan Forms of Organizational Structure</li> <li>• The Development of Accounting for Business Combination</li> <li>• Concept of Control under IFRS</li> <li>• Accounting for Internal Expansion: Creating Business Entities</li> <li>• Accounting for External Expansion: Business Combination</li> <li>• Acquisition Accounting</li> <li>• Business Combinations under Common Control</li> <li>• Ethical Considerations in Accounting for Business Combination (SPE) – overview</li> </ul>	<p>a</p> <p>b</p> <p>d</p>	<ul style="list-style-type: none"> <li>• Baker Ch. 1 &amp; 2</li> <li>• Tan &amp; Lee Ch. 2, 3, 4, 5 and 6</li> <li>• PSAK 15</li> <li>• PSAK 22</li> <li>• PSAK 38</li> <li>• PSAK 55</li> <li>• PSAK 65</li> <li>• PSAK 66</li> <li>• PSAK 67</li> </ul>
	<p>2</p> <p><b>Consolidation of Wholly Owned</b></p> <ul style="list-style-type: none"> <li>• Overview of the Consolidation Process</li> <li>• Consolidation Procedures for Wholly Owned Subsidiaries That are Created or Purchased at Book Value</li> <li>• Consolidation Worksheets</li> <li>• Consolidated Balance Sheet with Wholly Owned Subsidiary</li> <li>• Consolidation Subsequent to Acquisition</li> <li>• Consolidated Financial Statements – 100% Ownership, Created or Acquired at Book Value</li> <li>• Appendix 2A: Additional Considerations Relating to the Equity Method</li> <li>• Appendix 2B: Consolidation and the Cost Method</li> </ul>	<p>e</p> <p>f</p>	<ul style="list-style-type: none"> <li>• Baker Ch. 2</li> <li>• Tan &amp; Lee Ch. 2, 3, 4, 5 and 6</li> <li>• PSAK 4</li> <li>• PSAK 15</li> <li>• PSAK 22</li> <li>• PSAK 65</li> <li>• PSAK 67</li> </ul> <p><b>QUIZ 1 (Baker Ch. 1)</b></p>
	<p>3</p> <p><b>Consolidation of Less-than-Wholly-Owned Subsidiaries with No Differential</b></p> <ul style="list-style-type: none"> <li>• The Usefulness of Consolidated Financial Statements</li> <li>• Limitations of Consolidated Financial Statements</li> <li>• Subsidiary of Financial Statements</li> <li>• Consolidated Financial Statements: Concepts and Standards</li> <li>• Noncontrolling Interest</li> <li>• The Effect of a Noncontrolling Interest</li> <li>• Consolidated Balance Sheet with a Less-than-Wholly-Owned Subsidiary</li> <li>• Consolidation Subsequent to Acquisition – 80% Ownership Acquired at Book Value</li> <li>• Combines Financial Statements</li> <li>• Appendix 3B: Additional Considerations (Theories of Consolidation) - overview</li> </ul>	<p>e</p> <p>f</p>	<ul style="list-style-type: none"> <li>• Baker Ch. 3,</li> <li>• Tan &amp; Lee Ch. 3, 4, 5 and 6</li> <li>• PSAK 4</li> <li>• PSAK 22</li> <li>• PSAK 65</li> <li>• PSAK 67</li> </ul> <p><b>QUIZ 2 (Baker Ch. 3)</b></p>

	4	<b>Consolidation of Wholly Owned Subsidiaries Acquired at More than Book Value</b> <ul style="list-style-type: none"> <li>• Dealing with Differential</li> <li>• Additional Considerations</li> <li>• Consolidation Procedures for Wholly Owned Subsidiaries Acquired at More than Book Value</li> <li>• Consolidation Subsequent to Acquisition – 100% Ownership Acquired at More than Book Value</li> <li>• Intercompany Receivables and Payables</li> </ul>	e f	<ul style="list-style-type: none"> <li>• Baker Ch. 4</li> <li>• Tan &amp; Lee Ch. 3, 4, 5 and 6</li> <li>• PSAK 4</li> <li>• PSAK 22</li> <li>• PSAK 65</li> <li>• PSAK 67</li> </ul>
	5	<b>Consolidation of Less-than-Wholly-Owned Subsidiaries Acquired at More than Book Value</b> <ul style="list-style-type: none"> <li>• A Noncontrolling Interest in Conjunction a Differential</li> <li>• Consolidated Balance Sheet with a Majority-Owned Subsidiary</li> <li>• Consolidated Financial Statements with a Majority-Owned Subsidiary</li> <li>• Discountinuanace of Consolidation</li> <li>• Treatment of other Comprehensive Income</li> <li>• Appendix 5A: Additional Considerations Details</li> </ul>	e f	<ul style="list-style-type: none"> <li>• Baker Ch. 5</li> <li>• Tan &amp; Lee Ch. 3, 4, 5 and 6</li> <li>• PSAK 4</li> <li>• PSAK 22</li> <li>• PSAK 65</li> <li>• PSAK 67</li> </ul> <p><b>QUIZ 3 (Baker Ch. 4 &amp; 5)</b></p>
	6	<b>Intercompany Inventory Transactions</b> <ul style="list-style-type: none"> <li>• Overview of the Consolidation Entity and Intercompany Transactions</li> <li>• Inventory Transactions</li> <li>• Downstream Sale of Inventory</li> <li>• Upstream Sale of Inventory</li> <li>• Additional Considerations</li> </ul>	g	<ul style="list-style-type: none"> <li>• Baker Ch.6</li> <li>• Tan &amp; Lee Ch. 3, 4, 5 and 6</li> <li>• PSAK 22</li> <li>• PSAK 65</li> <li>• PSAK 67</li> </ul>
	7	<b>Intercompany Transfer of Noncurrent Assets and Services</b> <ul style="list-style-type: none"> <li>• Intercompany Long-Term Assets Transfers</li> <li>• Intercompany Transfers of Services</li> <li>• Intercompany Land Transfers</li> <li>• Intercompany Transfers of Depreciable Assets</li> <li>• Intercompany Transfers of Amortizable Assets</li> </ul>	g	<ul style="list-style-type: none"> <li>• Baker Ch.7</li> <li>• Tan &amp; Lee Ch. 3, 4, 5 and 6</li> <li>• PSAK 22</li> <li>• PSAK 65</li> <li>• PSAK 67</li> </ul> <p><b>QUIZ 4 (Baker Ch. 6 &amp; 7)</b></p>
	8	<b>Intercompany Indebtness</b> <ul style="list-style-type: none"> <li>• Consolidation Overview</li> <li>• Bond Sale Directly to an Affiliate</li> <li>• Bond of Affiliate Purchased from a Nonaffiliate</li> </ul>	g	<ul style="list-style-type: none"> <li>• Baker Ch.8</li> <li>• Tan &amp; Lee Ch. 3, 4, 5 and 6</li> <li>• PSAK 22</li> <li>• PSAK 65</li> <li>• PSAK 67</li> </ul> <p><b>QUIZ 5 (Baker Ch. 8)</b></p>

	9	<b>Consolidation Ownership Issues</b> <ul style="list-style-type: none"> <li>• Changes in Parent Company Ownership</li> <li>• Consolidated Following an Interim Acquisition</li> <li>• Subsidiary Preferred Stock (overview)</li> <li>• Complex Ownership Structures (overview)</li> <li>• Subsidiary Stock Dividends (overview)</li> <li>• Consolidated Statement of Cash Flows (overview)</li> <li>• Consolidated Earnings per Share (overview)</li> </ul>	h i	<ul style="list-style-type: none"> <li>• Baker Ch. 9 &amp; 10</li> <li>• Tan &amp; Lee Ch. 3, 4, 5, 6 and 12</li> <li>• PSAK 2</li> <li>• PSAK 22</li> <li>• PSAK 56</li> <li>• PSAK 65</li> <li>• PSAK 67</li> <li>• UU PT</li> </ul> <b>QUIZ 6 (Baker Ch. 9 &amp; 10)</b>
	10	<b>Multinational Accounting: Foreign Currency Transactions</b> <ul style="list-style-type: none"> <li>• The Accounting Issues</li> <li>• Foreign Currency Exchange Rates</li> <li>• Foreign Currency Transaction</li> </ul> <b>Multinational Accounting: Translation of Functional Currency Statements</b> <ul style="list-style-type: none"> <li>• Accounting for Differences in Currencies and Exchange Rate</li> <li>• Determination Functional Currency</li> <li>• Translation versus Remeasurement of Foreign Financial Statement</li> <li>• Translation of Functional Currency Statements into the Reporting Currency</li> <li>• Remeasurement of the Books of Record into the Functional Currency</li> </ul>	c j	<ul style="list-style-type: none"> <li>• Baker Ch.11 &amp; 12</li> <li>• Tan &amp; Lee Ch. 5 and 8</li> <li>• PSAK 10</li> <li>• PSAK 65</li> <li>• PSAK 67</li> </ul> <b>QUIZ 7 (Baker Ch. 11 &amp; 12)</b>

Teaching/Learning Methodology

Teaching method uses active lecturing and class discussions, in which students achieve the study objectives by discussing and completing related problems or cases under the guidance of lecturer. The problems and cases are taken from the text book or other sources.

Students are also required to attend the tutorial sessions to improve their technical skill related to each topic in all sessions. The students will be required by tutor to complete the problems, quizzes, and home works.

Assessment Method in Alignment with Intended Learning Outcomes

Specific Assessment Methods/Tasks	% Weighting	Intended Learning Outcomes to be Assessed										
		a	b	c	d	e	f	g	h	i	j	
Continuous Assessment	100%											
INDIVIDUAL	100%											
Mid Term Exam (35%)		v 10 %	v 20 %		v 10 %	v 30 %	v 30 %					
Final Exam (35%)				v 10 %					v 45 %	v 10 %	v 15 %	v 20 %

	Participation (10%)		V	V	V	V	V	V	V	V	V	V	V
	Quizzes (20%)		v	v	v	v	v	v	V	v	v	v	v

Details of learning methods	<p>The specific learning methods used in this subject are:</p> <ol style="list-style-type: none"> <li>1. Lecturing</li> <li>2. Group Assignment</li> </ol>																			
Student Study Effort Expected	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="2" data-bbox="368 353 1273 398"><b>Class Contacts:</b></td> <td data-bbox="1273 353 1450 398"></td> </tr> <tr> <td data-bbox="368 398 1273 443">Lectures</td> <td data-bbox="1273 398 1450 443"></td> <td data-bbox="1273 398 1450 443" style="text-align: right;">20 Hours</td> </tr> <tr> <td data-bbox="368 443 1273 488">Tutor</td> <td data-bbox="1273 443 1450 488"></td> <td data-bbox="1273 443 1450 488" style="text-align: right;">20 Hours</td> </tr> <tr> <td data-bbox="368 488 1273 533">Group Assignment</td> <td data-bbox="1273 488 1450 533"></td> <td data-bbox="1273 488 1450 533" style="text-align: right;">4 Hours</td> </tr> <tr> <td colspan="2" data-bbox="368 533 1273 577"><b>Other student study effort:</b></td> <td data-bbox="1273 533 1450 577"></td> </tr> <tr> <td data-bbox="368 577 1273 600">Preparation for project/assignment/tests</td> <td data-bbox="1273 577 1450 600"></td> <td data-bbox="1273 577 1450 600" style="text-align: right;">20 Hours</td> </tr> </table>		<b>Class Contacts:</b>			Lectures		20 Hours	Tutor		20 Hours	Group Assignment		4 Hours	<b>Other student study effort:</b>			Preparation for project/assignment/tests		20 Hours
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Reading List and References	<p>Required Readings:</p> <ol style="list-style-type: none"> <li>1. Christensen, et.al., <b>Advanced Financial Accounting</b> , 10th ed., McGraw Hill, 2014 (CHRISTENSEN)</li> <li>2. Tan, Pearl, Chu Yeong Lim and Peter Lee. <b>Advanced Financial Accounting: An IAS and IFRS Approach 2<sup>nd</sup> Ed</b>, McGraw Hill, 2014. (TAN &amp; LEE)</li> <li>3. Ikatan Akuntan Indonesia, <b>Standar Akuntansi Keuangan</b>, 2017 (PSAK).</li> </ol> <p>Supplementary Readings:</p> <ol style="list-style-type: none"> <li>1. Undang-undang No. 40/2007 tentang <b>Perseroan Terbatas</b> (UUPT 2007).</li> </ol>																			