



**Business Acquisitions, Deferred Taxes, Translations, and Derivatives
Spring 2018
M/W 2PM-3:15PM**

Associate Professor: Li Zhang
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Classroom: KMC 5-75
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Office Hours: Monday 12:30 PM- 1:30 PM Wednesday 3:20PM- 4:20PM

Course Content and Objectives: This course teaches accounting knowledge related to financial reporting for business acquisitions, and foreign currency transactions. Most chapters are taught by two lecture sessions, followed by the homework session. Homework questions will be assigned before the lecture session and some questions will be discussed during the homework session.

Students who complete this course will demonstrate the ability to apply the equity method, consolidate the financial statements of the parent company and the subsidiary, understand the basic concepts of VIEs and deferred taxes, account for foreign currency forward contracts, and translate foreign currency financial statements.

Required Textbook: *Advanced Accounting* by Joe B. Hoyle, Thomas F. Schaefer, and Timothy S. Douppnik, 13th Edition, 2016, McGraw-Hill Irwin. (ISBN 9781259444951)

Course Site: **NYU Classes** for lecture slides, homework questions, solutions, and mini cases. Please print out the slides and homework questions before the class.

Attendance: Students are required to attend each class and complete all background reading. There will be 3-5 pop quizzes given during the classes and the full mark of each pop quiz is 1 point. If students cannot come to a class due to medical reasons or emergencies, supporting documents should be provided afterwards.

Exam Dates and Grading Policies: The final grade is calculated as follows.

30%	Exam 1 (02/26/18)
30%	Exam 2 (04/11/18)
30%	Exam 3 (TBD)
10%	Pop Quizzes and Class Participation

All examinations are closed book. Cell phones and programmable calculators are not allowed during the examinations. There will NOT be make-up examinations.

Code of Conduct: You are expected to follow the undergraduate code of conduct and the graduate honor code throughout the semester. Please see <http://www.stern.nyu.edu/portal-partners/current-students/undergraduate/resources-policies/code-of-conduct> for more information.

Students with Disabilities: If you have a qualified disability and will require academic accommodation during this course, please contact the Moses Center for Students with Disabilities (CSD, 998-4980) and provide me with a letter from them verifying your registration and outlining the accommodations they recommend. If you will need to take an exam at the CSD, you must submit a completed Exam Accommodations Form to them at least one week prior to the scheduled exam time to be guaranteed accommodation.

COURSE SCHEDULE

Date	Chapter/Topic
01/22/18	<i>Introduction/ Chapter 1- The Equity Method of Accounting for Investments</i>
01/24/18	<i>Chapter 1- The Equity Method of Accounting for Investments</i>
01/29/18	<i>Chapter 1- Homework</i>
01/31/18	<i>Chapter 2- Consolidation of Financial Information</i>
02/05/18	<i>Chapter 2- Consolidation of Financial Information</i>
02/07/18	<i>Chapter 2- Homework</i>
02/12/18	<i>Chapter 3- Consolidations – Subsequent to the Date of Acquisition</i>
02/14/18	<i>Chapter 3- Consolidations – Subsequent to the Date of Acquisition</i>
02/21/18	<i>Chapter 3- Homework</i>
02/26/18	Exam 1 (Chapters 1-3)
02/28/18	<i>Review of Exam 1</i>
03/05/18	<i>Chapter 4- Consolidated Financial Statements and Outside Ownership</i>
03/07/18	<i>Chapter 4- Consolidated Financial Statements and Outside Ownership</i>
	<i>Spring break</i>
03/19/18	<i>Chapter 4- Homework</i>
03/21/18	<i>Chapter 5- Consolidated Financial Statements – Intra-Entity Asset Transactions</i>
03/26/18	<i>Chapter 5- Consolidated Financial Statements – Intra-Entity Asset Transactions</i>
03/28/18	<i>Chapter 5- Homework</i>
04/02/18	<i>Chapter 6- Variable Interest Entities, Intra-Entity Debt, and Consolidated Cash Flows</i>
04/04/18	<i>Chapter 7- Consolidated Financial Statements – Ownership Patterns and Income Taxes</i>
04/09/18	<i>Chapter 6/7- Homework</i>
04/11/18	Exam 2 (Chapters 4-7)
04/16/18	<i>Review of Exam 2</i>
04/18/18	<i>Chapter 9- Foreign Currency Transactions and Hedging Foreign Exchange Risk</i>
04/23/18	<i>Chapter 9- Foreign Currency Transactions and Hedging Foreign Exchange Risk</i>
04/25/18	<i>Chapter 9- Homework</i>
04/30/18	<i>Chapter 10- Translation of Foreign Currency Financial Statements</i>
05/02/18	<i>Chapter 10- Translation of Foreign Currency Financial Statements</i>
05/07/18	<i>Chapter 10- Homework</i>
TBD	Exam 3 – (Chapters 9 and 10)