

Accounting when the groups change

I. Acquiring more shares - if control is:



Retained of existing subsidiary



- ✓ Adjust owner's equity
- ✓ Keep preparing the consolidated financial statements as before



Acquired of existing associate/JV



- ✓ Derecognize previous investment with gain or loss on deemed disposal
- ✓ Recognize previously owned share at fair value
- ✓ Start preparing the consolidated financial statements



Acquired of existing other investment



II. Disposing of shares - if control is:



Retained of existing subsidiary



- ✓ Adjust owner's equity
- ✓ Keep preparing the consolidated financial statements as before



Lost and associate/JV is retained



- ✓ Recognize gain or loss on disposal
- ✓ Discontinue preparing the consolidated financial statements
- ✓ If associate or JV is acquired => start equity method
- ✓ If other investment is acquired => apply IFRS 9 Financial Instruments



Lost and other investment is retained

