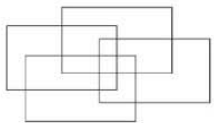


# OFFICE OF FINANCE USER SYMPOSIUM 2008

## Attributes & Consolidation Table Sandy Midili QueBIT Consulting



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# Do You Use Attributes?

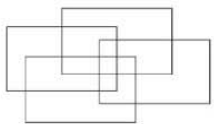
- For Filters
- Organize your Components
- Create Dynamic Reports

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# OFFICE OF FINANCE USER SYMPOSIUM 2008

## Cognos Finance

### Consolidation Table Module



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# Objectives

- We will:
  - ✚ define consolidation and what consolidation tables do
  - ✚ describe the consolidation types supported in Cognos Finance
  - ✚ examine how to create a consolidation table

# What Does It Do?

- Capture information by:
  - ✚ voting control
  - ✚ percentage owned
- Make automatic adjustments:
  - ✚ recording investments and minority interest
  - ✚ eliminating investment and equity in subsidiaries
  - ✚ eliminating minority interest earnings
  - ✚ performing full and proportional elimination of Balance Sheet & Profit and Loss (P&L) accounts

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# Determine Ownership Percentage

- Owner percentage in a subsidiary can vary.
- The parent company can own:
  - ✚ 100%
  - ✚ less than 50%
  - ✚ Greater than or equal to 50%, less than 100%
- Joint ventures

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# Overview of Consolidation Types

- There are five types of consolidation:
  - ✚ Subsidiary or Controlled
  - ✚ Associate Undertaking or Equity
  - ✚ Participating Interest or Cost
  - ✚ Joint Venture or Proportional
  - ✚ P&L Percentage

## Subsidiary/Controlled

- Parent company holds more than 50% voting control in the target company.
- The parent company fully consolidates the subsidiary Balance Sheet and P&L, but claims only the % owned of Net Income
- Minority interest is recorded as equity

## Associate Undertaking/Equity

- Parent company holds less than 50% but more than 20% voting control in the target company
- The company is consolidated on an equity basis, eliminating individual Balance Sheet and P&L accounts:

## Participating Interest/Cost

- Parent company holds less than 20% voting control in the target company.
- Parent Company does not consolidate the P&L statement and Balance Sheet:

# Joint Venture/Proportional

- Parent company jointly owns the subsidiary with another company, and the % voc and % ownership are fixed by contractual agreement.
- Both companies agree to share Capital, technology, human resources, risks, and reward in a new legal entity under shared control:
- A consolidation on a proportional basis is done
- Minority interest is not necessary

# P&L Percentage

- The Balance Sheet is consolidated on an equity basis, and the P&L on a proportional basis
- Parent company assumes the percentage of the net income according to the % owned:

# Summary

- In this module, we have:
  - ✚ Defined Consolidation and what consolidation tables do
  - ✚ Described the consolidation types supported in Cognos Finance
  - ✚ Examined how to create a consolidation table