

## Contacts

**Radomił Maślak**

Senior Manager

T: +48 22 523 4223

E: radomil.maslak@pl.pwc.com

**Krzysztof Gmur**

Senior Manager

T: +48 22 523 4241

E: krzysztof.gmur@pl.pwc.com

**Renata Lach**

Senior Manager

T: +48 22 523 4073

E: renata.lach@pl.pwc.com

**Piotr Wyszogrodzki**

Senior Manager

T: +48 22 523 4277

E: piotr.wyszogrodzki@pl.pwc.com

**Piotr Michalczyk**

Manager

T: +48 22 523 4294

E: piotr.michalczyk@pl.pwc.com

**Dominika Talaga**

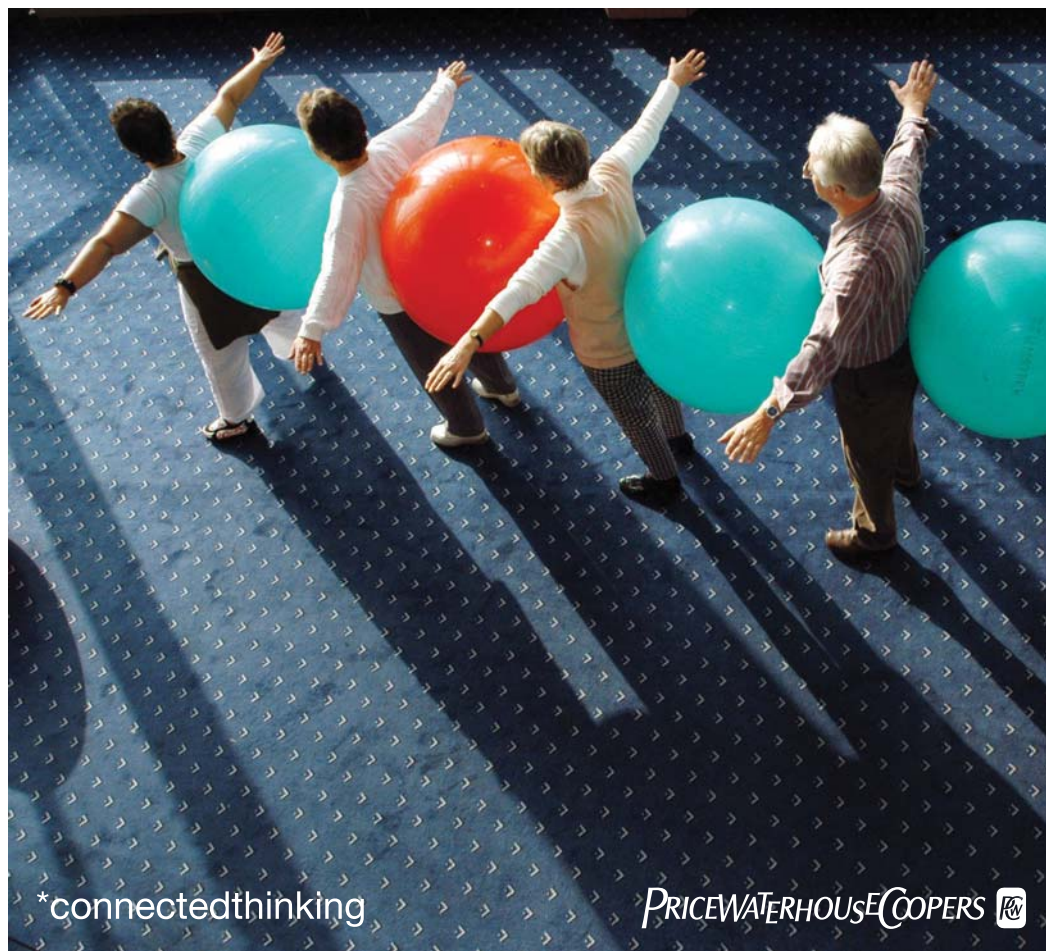
Manager

T: +48 22 523 4256

E: dominika.talaga@pl.pwc.com

## Financial Reporting and Accounting Advisory Services

# Making your financial reporting easier\*



## Making your financial reporting easier

The growing complexity of accounting and financial reporting standards, differing industry practices in financial reporting and the constantly developing standards and interpretations result in financial directors and chief accountants spending more and more time verifying that business processes, structures and transactions are in line with those standards and developments and ensuring that the financial statements comply with the relevant regulations. Significant time-savings and an improvement in the quality of the financial statements could be achieved if the accounting or financial reporting systems were properly attuned to the reporting and legal requirements. Furthermore, better predictability of the financial results can be achieved if the new accounting standards and developments are properly analyzed before their implementation. Our role is to help our clients in solving issues and enhancing processes concerning accounting and financial reporting.

## Our Services

### Systems solutions in accounting and financial reporting

- Re-designing charts of accounts
- Post-implementation reviews of accounting and consolidation systems
- Tax and deferred tax optimisation solutions
- Specific systems solutions for IFRS and statutory reporting

### IFRS implementations

- Support in the preparation of the first IFRS financial statements
- Business process and system implications for IFRS implementation
- Support during the implementation and interpretation of IFRS – new standards & revisions
- IFRS practices – industry benchmarking & surveys

### Accounting policies and interpretations

- Design / review of appropriate accounting policies
- Advice on applying accounting policies
- Quantitative and qualitative impact of changes to accounting policies
- Expert opinions on specific IFRS / other GAAP issues

### Financial reporting developments

- Analysis of the impact of new developments or accounting policies
- Support in the implementation of new financial reporting requirements
- Review of compliance with new financial reporting requirements

### Agreed-upon-procedures

- Procedures tailored specifically to the company's needs
- Compliance with debt covenants

### Client training

- Client-tailored training in accounting and financial reporting matters
- Open seminars



The winners of the competition organized in 2006 by the Accounting and Tax Institute (Instytut Rachunkowości i Podatków) for the best first-time IFRS financial statements included 3 firms to which PricewaterhouseCoopers was advisor. KGHM Polska came third in the enterprise category. Alma Market and BRE Bank were awarded honourable mentions.

## How can you benefit by working with PwC?

PwC has a team of highly-skilled consultants with practical knowledge of IFRS, US GAAP and Polish accounting regulations, who have expertise in accounting and financial reporting systems. We work closely with our tax experts and system and process specialists in order to deliver specific accounting system solutions, give support during the implementation of new standards and also provide our clients with comprehensive accounting advice or expert opinions. PwC's chief advantage is that our advice is tailored to specific industry or sector practices, based on the experience and knowledge gained by our specialized industry groups. You will save time and receive top quality practical solutions. We will fully support you in implementing these solution, should you decide to work with us.

## Our success stories

### System solution for calculating taxes and deferred tax

Our client had implemented a new ERP system within the international capital group. The functionalities and configuration of the new ERP system required a change in approach to the calculation of CIT, VAT and deferred tax, since some of the data generated by the old accounting system was no longer available. PwC was engaged to design and participate in the implementation of an integrated solution within the ERP system which supported the calculation of CIT, VAT and deferred tax.

#### Result

As a result of our work the client was provided with 'a state of the art' application for the automatic calculation and reporting of CIT, VAT and deferred tax. This is a comprehensive tool which supports our client during financial and tax reporting process, uses the same database for the calculation of CIT and deferred tax and offers a clear link between both taxes.

### Aligning the chart of accounts for IFRS and Polish GAAP purposes

Our client was implementing a new accounting system based on an international platform to support its group reporting purposes (based on IFRS).

We were engaged to advise on and verify the compliance of the new system with the IFRS and Polish accounting regulations, review whether the system solution properly reflected group and statutory accounting differences, prepare appropriate mapping of the old and new chart of accounts and verify the migration of data between the old and new systems.

#### Result

As a result of our work the client was provided with a comprehensive report including recommendations on how to correct the new chart of accounts and reflect the accounting differences in the system. In addition, the client received a modified mapping between the old system and the new system and a schedule of migration issues.

### Design of the chart of accounts and cost allocation methods for an enterprise operating in a Special Economic Zone

Our client had businesses operating both within and outside a Special Economic Zone (SEZ). For tax reporting purposes, the accounting system had to be designed in a way which would enable the precise allocation of revenue, cost, assets and liabilities to taxable and tax-exempt activities.

We were engaged to design a chart of accounts which would reflect the taxable and tax-exempt operations of several businesses of the enterprise. In addition we designed a method for allocating costs, assets and liabilities which could not be directly linked to taxable or tax-exempt activities.

#### Result

Our client received a custom-tailored chart of accounts, accounting policies and allocation methods, based on the best practices of SEZ reporting and safe from the tax perspective.

### IFRS implementation

Our client, a telecommunications company, decided to adopt IFRS for their consolidated and statutory standalone accounts.

We were engaged to support the client in: identifying the differences between Polish accounting regulations and IFRS, based on telecom industry practices, drafting the accounting policies, calculating the impact of differences on the financial statements, deciding how the differences should be introduced to the accounting system and support during the preparation of the notes to the financial statements.

#### Result

Our client received fully IFRS compliant financial statements, based on telecom industry practices within short deadlines. In addition relevant IFRS knowledge was transferred to the accounting department employees in the form of coaching and training.