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Course Information

Course Title: *Accounting for Investment Companies*

#370124

Number of continuing education credit hours recommended for this course:

CPA: 2 (All states)

In accordance with the standards of the National Registry of CPE Sponsors, CPE credits have been granted based on a 50-minute hour.

National Registry of CPE Sponsors ID Number: 107615.

Sponsor numbers for states requiring sponsor registration

Florida Division of Certified Public Accountancy: 0004761 (Ethics #0011467)

Hawaii Board of Accountancy: 14003

New York State Board of Accountancy: 002146

Ohio State Board of Accountancy: CPE .51PSR

Pennsylvania Board of Accountancy: PX178025

Texas State Board of Accountancy: 009349

Course Description

The accounting for investment companies contains a number of unique transactions and reports. In the *Accounting for Investment Companies* course, we cover the treatment of different capital structures, including multiple classes of shares, master-feeder funds, and funds of funds. The course also covers the net asset value calculation, how to account for the investment portfolio, and how to structure a complete set of financial statements for an investment company.

Course Content

Publication/Revision date: 2/14/2024.

Author: Steven M. Bragg, CPA.

Final exam (online): Ten questions (multiple-choice).

Program Delivery Method: NASBA QAS Self-Study (interactive)

Subject Codes/Field of Study

NASBA (CPA): Accounting

Course Level, Prerequisites, and Advance Preparation Requirements

Program level: Overview

Prerequisites: None

Advance Preparation: None

Instructions for Taking This Course

- Log in to your secure account at www.bhfe.com. Go to "My Account."
- You must complete this course within one year of purchase (If the course is "Expired," contact us and we will add the latest edition of the course to your account (no charge).
- **To retain the course-PDF after completion (for future reference) and to enable enhanced navigation:** From "My Account," Download and save the course-PDF to your computer. This will enable the search function (Menu: Edit>Find) and bookmarks (icon on left side of document window).
- Complete the course by following the learning objectives listed for the course, studying the text, and, if included, studying the review questions at the end of each major section (or at the end of the course).
- Once you have completed studying the course and you are confident that the learning objectives have been met, answer the final exam questions (online).

Instructions for Taking the Online Exam

- Log in to your secure account at www.bhfe.com. Go to "My Account."
- A passing grade of at least **70%** is required on the exam for this course.
- You will have three attempts to pass the exam (call or email us after three unsuccessful attempts for instructions).
- The exam is not timed, and it does not need to be completed in one session.
- For a printed copy of the exam questions, open the exam and press "Print Exam."
- Once you pass the exam, the results (correct/incorrect answers) and certificate of completion appear in "My Account." A confirmation email is also sent.
- CFP Board and IRS credit hours, if applicable, are reported on Tuesdays and at the end of the month.

Have a question? Call us at 800-588-7039 or email us at contact@bhfe.com.

Learning Assignment & Objectives

- Identify an investment company's service providers.
- Specify the characteristics of complex capital structures in an investment company.
- Describe the timing for when investment transactions are recognized.
- Identify the accounting records that the 1940 Act requires an investment company to keep.
- Specify how net asset value is determined.
- Identify the different types of valuation options that may be applied to investments.
- Recall how a clawback arrangement functions within an investment company.
- Recall the steps required to complete a short selling transaction.
- Identify the contents of an investment company's financial statements.

About the Author

Steven Bragg, CPA, has been the chief financial officer or controller of four companies, as well as a consulting manager at Ernst & Young. He received a master's degree in finance from Bentley College, an MBA from Babson College, and a Bachelor's degree in Economics from the University of Maine. He has been a two-time president of the Colorado Mountain Club, and is an avid alpine skier, mountain biker, and certified master diver. Mr. Bragg resides in Centennial, Colorado. He has written more than 250 books and courses, including *New Controller Guidebook*, *GAAP Guidebook*, and *Payroll Management*.

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Table of Contents

Accounting for Investment Companies.....	1
Introduction	1
What is an Investment Company?.....	1
Investment Company Service Providers.....	2
Investment Company Operations	3
Complex Capital Structures.....	3
Multiple Classes of Shares.....	4
Master-Feeder Funds	4
Funds of Funds.....	4
Transaction Dating	4
Investment Accounts	5
The Net Asset Value Calculation.....	5
The Net Asset Value Reconciliation.....	6
Fair Value Issues.....	7
Investment Costing	9
Investment Income.....	9
Receivables and Payables	10
Expenses	11
Clawback Arrangements.....	11
Accounting for the Portfolio.....	11
Equities	11
Dividend Income.....	13
Bonds	14
Interest Income	15
Financial Instruments	16
The Interest Method.....	16
Financial Statements	19
Statement of Assets and Liabilities.....	19
Statement of Operations.....	22
Statement of Changes in Net Assets	24
Statement of Cash Flows	25
Schedule of Investments	28
Notes to Financial Statements.....	28
Summary	32
Review Questions.....	33
Answers to Chapter Questions	34
Glossary	36
Index	38