



QURTUBA UNIVERSITY

Of Science and Information Technology

D.I Khan, Peshawar Khyber Pakhtunkhwa, Pakistan.

Course Name	Financial Accounting
Course Code	ACC301
Semester	First
Credit Hours	03
Total Weeks	16/18
Total Hours	48/54
Total Marks	100
Pre-requisite	None

Course Objectives

In this subject student will be able to understand the basic accounting terms & concepts and flow of transaction i.e. occurrence of an event --voucher –General Journal – General Ledger—Trial Balance-- Adjusted Trial Balance—Profit & Loss Account – Balance Sheet. Moreover, student will study different types of business and how to maintain the financial statements for these three forms of business. Different methods of depreciation, Revaluation of fixed assets, Bank Reconciliation Statement, Control Accounts Rectification of Error and Financial ratios will also learn by students at successful completion of this subject.

Grading Criteria

Distribution	Weight
Quizzes, Assignments, and class participation	10
Mid Term	20
Final Term	70
Total	100

Recommended Books

- Financial Accounting 11th Edition by Robert f. Meigs & B. Meigs Publishers: Mc Graw – Hill
- Fundamentals of accounting Principles by D. Larson and W.W. Pyle Published By D. Larson and W.W. Pyle Published by: Mc Graw – Hill Irwin

WEEK WISE BREAKDOWN

Week	Description
1	ACCOUNTING: <ul style="list-style-type: none">◇ Information for decision making.◇ Basic structure of Accounting◇ Accounting defines◇ Branches of accounting◇ Accounting terminology's◇ Accounting and book keeping◇ Accounting system.
2	ACCOUNTING THE LANGUAGE OF BUSINESS <ul style="list-style-type: none">◇ Needs for accounting systems.◇ Significance of accounting systems◇ Types of accounting information◇ Functions of Accounting Systems
3	BASIC FINANCIAL STATEMENTS. <ul style="list-style-type: none">◇ Introduction to Financial Statements◇ Financial Statement the starting point in the study of Accounting◇ Assets and Liabilities◇ The Accounting Equations◇ Income Statements◇ Balance Sheet
4	<ul style="list-style-type: none">◇ Statement of cash flows and its classification◇ Relationships among financial statements◇ Preparation of financial statements◇ Solution to demonstration problems◇ Practical Exercise, Problems
5	THE ACCOUNT CYCLE: CAPTURING ECONOMICS EVENTS <ul style="list-style-type: none">◇ The use of Accounts◇ Rules of Debit and Credit◇ Journal◇ Recording of business transactions in journal◇ Ledger- the use of Accounts
6	<ul style="list-style-type: none">◇ Trial Balance◇ The Accounting cycle◇ Steps of accounting cycle◇ Revenues and Expenses◇ The concepts of Depreciation◇ Accounts receivable◇ Bank reconciliation statement◇ Practical problems
7	Preparation of financial statements

	<ul style="list-style-type: none"> ◇ Adjusting Entries ◇ Closing Entries for Revenues. Expenses and Income summary etc. ◇ Exercises / Problems ◇ Assignments
8	The Accounting cycle preparing an annual report <ul style="list-style-type: none"> ◇ Preparing the Annual report ◇ Need for Adjusting entries ◇ Types of adjusting entries ◇ Effects of adjusting entries
	Two Assignments + Two Test Mid Term Exam
9	Worksheets <ul style="list-style-type: none"> ◇ Types of worksheets ◇ Preparation of worksheets ◇ Demonstration problems ◇ Relevant Exercises and problems
10	Accounting for Merchandising Activities <ul style="list-style-type: none"> ◇ Merchandising Companies ◇ Operating cycle of a Merchandising company ◇ Income summary of a Merchandising company ◇ Special journals
11	Types of Journals <ul style="list-style-type: none"> ◇ Subsidiary ledgers – A source of needed details ◇ Perpetual Inventory systems ◇ Periodic Inventory systems ◇ Taking a physical inventory ◇ Comparison of perpetual and periodic inventory systems
12	Inventories and the cost of goods sold <ul style="list-style-type: none"> ◇ Inventory defined ◇ The flow of inventory costs ◇ Specific identifications ◇ Average cost method ◇ First - in - first out method ◇ Last - in - last out method ◇ Internal control of cash ◇ Practical problems
13 & 14	Forms of business Organization <ul style="list-style-type: none"> ◇ Partnership ◇ Accounting practices for partnerships ◇ Corporations ◇ Stock <ul style="list-style-type: none"> ○ Clauses ○ Stock holders equity ○ Stock value ○ Issuance of stock

	<ul style="list-style-type: none"> ○ Stock dividends ○ Treasury stock ○ Stock split ◇ Measuring corporation income ◇ Retained earning ◇ Accounting for dividends ◇ Incorporating an established business
15 &16	Plants Assets and Depreciation <ul style="list-style-type: none"> ◇ Capital and revenue ◇ Depreciation ◇ Amortization ◇ Depletion ◇ Tangible assets ◇ Intangible assets ◇ Natural Resources ◇ Accountable events in the lives of plant assets ◇ Acquisition of plant assets ◇ Allocation from cost to expenses ◇ Disposal of plant & Equipment ◇ The nature of liabilities ◇ Current liabilities ◇ Long-term liabilities ◇ Special types of liabilities
	Two Assignments + Two Test+ Presentation
	Final Term

Learning Outcomes:

- Use accounting and business terminology, and understand the nature and purpose of generally accepted accounting principles (GAAP).
- Explain the objective of financial reporting, the elements of the financial statements, and the related key accounting assumptions and principles.
- Define and distinguish between cash basis and accrual basis accounting and the impact of each on the financial statements.
- Recognize the information conveyed in each of the four basic financial statements and the way it is used by investors, creditors, regulators, and managers