***Introduction to Financial Accounting 1, Fall 2023*** Dr. Abdulrahman Alrefai



***Kuwait University***

***College of Business Administration***

***Accounting Department***

**Course Syllabus**

 **ACCT 111: Introduction to Financial Accounting (1)**

**Fall 2023**

Dr. Abdulrahman Alrefai

**Email**: ar.alrefai@ku.edu.kw

**Class Hours**: Monday - Wednesday

**From:** 9:30am to 10:45am (53)

**Floor**: 2 **Area**: C2 **Room**: 1001

**Office Hours:** 12:30pm – 1:30pm (Monday and Wednesday) or by appointment

**Course Description**

This course is the first course in Accounting and focuses on Financial Accounting. This course is useful to the education of any student aspiring to a career as a professional accountant. In addition, this course provides valuable training for students whose career goals are in finance or other fields that are dependent on financial accounting and reporting as an important source of data.

**Course Learning Objectives (CLOs)**

Upon successful completion of the course, students will be able to:

CLO1. Use basic accounting terminology and the assumptions, principles, and constraints of the accounting environment.

CLO2. Identify the difference between accrual and cash basis accounting.

CLO3. Analyze and record business events in accordance with International Financial Reporting Standards (IFRS)

CLO4. Prepare adjusting entries and close the general ledger

CLO5. Introduction to the categories of the basic accounting equation (assets, liabilities, equity) and the accounts associated with these categories like account receivables, inventory, account payables, retained earnings and ordinary shares.

CLO6. Prepare financial statements in an appropriate IFRS format, including the following: income statement, balance sheet, statement of cash flows, and statement of shareholders’ equity.

**CLO Mapping to CBA Skill Based Competency Goals1**

|  |  |
| --- | --- |
| CLO  | Competency Goal  |
| Analytical  | Communication  | Information Technology  | Business Ethics  |  |
| 1  | R  | I  |   | I  |  |
| 2  |   | I  |   | I  |  |
| 3  |   | I  |   | I  |  |
| 4  |   | I  |   | I  |  |
| 5  |   | I  |   | I  |  |
| 6  |   | I  |   | I  |  |

**Type of Emphases:**

* **(I)ntroduce:** Students will be introduced to the skill and their grasp of it assessed in the course.
* **(A)pply:** The course will not cover the skill. Students should have a high-level grasp of the skill and are required to apply it in the course.
* **(R)einforce:** Students should have an introductory-level grasp of the skill and the course will improve their mastery to a higher level.

**Policies**

1. **Exams**

Students are expected to take exams at scheduled times in the syllabus. Possible exceptions include serious illness, family emergency, or a legitimate conflict with recognized University activities. There are no makeup exams! **Exams’ times will be assigned throughout the semester.**

1. **Attendance and lateness**

In the event of absences, it is the student responsibility to obtain missed class lecture notes, handouts, and assignment from another student. Students are expected to attend class on time. Every student in this course must abide by the Kuwait University Policy on Attendance (published in the Student Guide, Chapter 3, Section 13). A copy of the student guide can be accessed online on:

<http://www.kuniv.edu/cs/groups/ku/documents/ku_content/kuw055940.pdf>

1. **Academic dishonesty**

If you choose to cheat on assignments or examinations, university regulations related to that matter will be implemented. Every student in this course must abide by the Kuwait University Policy on Cheating and Plagiarism (published in the Student Guide, Chapter 3, Section 2). A copy of the student guide can be accessed online on:

http://www.kuniv.edu/cs/groups/ku/documents/ku\_content/kuw055940.pdf

1. **Classroom behavior**

Inappropriate and disruptive classroom behavior might lead to your dismissal from class. **Examples** of unacceptable behavior include, but are not limited to: social chatting with other students, allowing mobile phones to ring, sending and reading SMS messages, inappropriate behavior toward the instructor or classmates.

1. **Communication**

All announcements and communications will be through **Teams**. It’s your responsibility to check the class’ board for any updates and your personal chat messages.

# Class Materials

**Required Text:** **“*Financial Accounting****” IFRS by Weygandt, Kimmel, and Kieso,* ***4th Edition****,
 by Wiley*

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***Or***

**Required Text: “*Financial Accounting****” IFRS by Weygandt, Kimmel, and Kieso,* ***3RD Edition****,
 by Wiley*

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 **Homework Assignments**

ALL of the assignments will be through WileyPlus. It is your responsibility to check the Wiley Plus website for assignments and their due dates.

# Wiley Plus:

Wiley Plus is a web-based assignment and assessment solution required for this course. It is designed to assist you with your coursework based on your needs. As outlined in this syllabus, assignments will make up a significant portion of your overall course grade.

You need to register using the Access Code provided with your Textbook. Access codes are packaged with a new textbook in the bookstore, at no additional cost.

# Grading

The grades for this class are distributed as follows:

|  |  |
| --- | --- |
| Points | Activity |
| 8 | Homework |
| 12 | Quizzes |
| 20 | First Midterm (Chapters 1,2 & 3) – **Monday, November 6th, 2023 @ 12:30 – 2:00 pm** |
| 20 | Second Midterm (Chapters 4,5 & 6) – **Wednesday, December 13th, 2023 @ 12:30 – 2:00 pm** |
| 40 | Final Exam (All Chapters) – **Tuesday, January 2nd, 2024 @ 8:00 – 10:00 am** |
| **100** | **Total** |

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# Grade distribution

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| --- | --- |
| Range | Grade |
| >= 95 | **A** |
| 90-94 | **A-** |
| 87-89 | **B+** |
| 83-86 | **B** |
| 80-82 | **B-** |
| 77-79 | **C+** |
| 73-76 | **C** |
| 70-72 | **C-** |
| 65-69 | **D+** |
| 60-64 | **D** |
| <= 59 | **F** |

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Tentative Class Outline**\***

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| **Week** | **Chapter** | **Topics Pages** |
| 1-2 | 1 | **Accounting In Action** What is Accounting……………………………………………………………………. 3-4Who Uses Accounting Data…………………………………………………………… 4The Building Blocks of Accounting…………………………………………………… 6-10The Basic Accounting Equation……………………………………………………… 10-14Using The Accounting Equation……………………………………………………… 14-21Financial Statements…………………………………………………………………. 20-25 |
| 3-4 | 2 | **The recording process**The Account…………………………………………………………………………… 2Debit & Credit………………………………………………………………………… 3-7Steps in the Recording Process……………………………………………………… 7-20The Trial Balance……………………………………………………………………. 21-22Limitation of Trial Balance…………………………………………………………. 22 |
| 5-7 | 3 | **Adjusting the Accounts** Timing Issues…………………………………………………………………………… 2Accrual Vs. Cash Basis Accounting…………………………………………………… 3Recognizing Revenues & Expenses…………………………………………………… 3-4The Basic of Adjusting Entries………………………………………………………… 5-20The Adjusted Trial Balance and Financial Statements……………………………… 21-24Appendix 3B…………………………………………………………………………… 28-30 |
| 8 | 4 | **Completing the Accounting Cycle**Closing The Books……………………………………………………………………. 11-15Preparing a Post-Closing Trial Balance……………………………………………… 16-19The Classified Statement of Financial Position…………………………………….... 23-28 |
| 9-10 | 5 | **Accounting for Merchandising operations 218**Merchandising Operations………….………………………………………………… 3-4Perpetual Inventory Systems………….………………………………………………. 4-6Periodic Inventory System………….…………………………………………………. 4-6Recording Purchases of Merchandise………………………………………………… 6-10Recording Sales of Merchandise……………………………………………………… 11-14Completing The Accounting Cycle in Merchandising Organization………………… 14-17Forms of Financial Statements……………………………………………………….. 17-22Determining Cost of Goods Sold Under Periodic System…………………………….. 25-29 |
| 11 | 6 | **Inventories** Classifying Inventory…………………………………………………………………... 2-3Determining Inventory Quantities…………………………………………………….. 4-6Inventory Costing……………………………………………………………………… 6-7Cost Flow Assumptions Under Periodic Inventory System…………………………... 7-10Lower-of-Cost-or-Net Realizable Value………………………………………………. 15-16Inventory Cost Flow Methods in Perpetual Inventory System (Appendix 6A)……… 18-19 |
| 12 | 7 | **Fraud Internal Control, and Cash**Fraud and Internal Control…………………………………………………………… 3-4Principles of internal control………………………………………………………….. 4-10Control Features Use of Bank………………………………………………………… 18-21Reconciling The Bank Account……………………………………………………….. 21-25 |
| 13 | 8 | **Accounting for Receivables** Types of Receivables…………………………………………………………………… 3Recognizing Accounts Receivables…………………………………………………….. 3-4Valuing Accounts Receivables…………………………………………………………. 5-11* Direct Write-Off Method For Uncollectible Accounts
* Allowance For Uncollectible Accounts

Notes Receivables……………………………………………………………………… 13-15Recognizing and Valuing Receivables…………………………………………………. 15-16Disposing of Notes Receivable………………………………………………………… 16-18 |

\* This tentative schedule is subject to changes.