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| aacsb-logo | **Kuwait University**  **College of Business Administration**  **Accounting Department** | **Macintosh HD:Users:Abeer:Desktop:KU NEW LOGO .png** |

Introduction to Financial Accounting (1)

**(Accounting 111/08)**

**Spring 2023/2024**

**Dr Walid AlHusaini**

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Office: No. 1038, 4th floor

Course Description:

The first of two courses that introduce the basic concepts, systems, terminology of financial accounting, and procedures for preparing financial statements, including problems of identification, measurement and disclosure of main elements of financial statements. Interpretation, analysis and use of information communicated through financial reports are emphasized.

**Course Learning Objective**

**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**

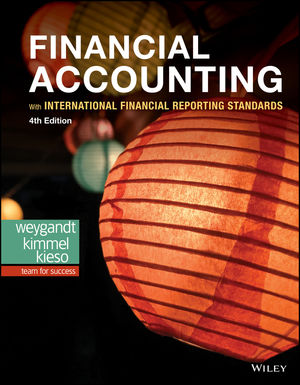
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| --- | --- | --- | --- | --- | --- |
| CLO | Competency Goal | | | | |
| Analytical | Communication | Information Technology | Business Ethics |  |
| 1 | R | I |  | I |  |
| 2 |  | I |  | I |  |
| 3 |  | I |  | I |  |
| 4 |  | I |  | I |  |
| 5 |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

**Text Book:**

Weygandt, Kimmel & Kieso, **“Financial Accounting”** IFRS 4th Edition, (Wiley, 2019).



**Student Evaluation:**

**Note:** Acc. 111 has a unified course outline for all sections. The final examination is a unified comprehensive exam. Your course grade will be determined as follows:

* **20% Class participation, homework and quizzes**
* **20% First Exam - Monday 25/3/2024, 12:30 to 2:00 pm**
* **20% Second Exam- Monday 29/4/2024, 12:30 to 2:00 pm**
* **40% Final Exam - Saturday 18/5/2024, 8:00 to 10:00 am**

**Grades**

**A 95**

**A- 90**

**B+ 87**

**B 83**

**B- 80**

**C+ 76**

**C 73**

**C- 70**

**D+ 65**

**D 60**

**Office Hours:**

**12:00 -1:00 PM Sunday, Tuesday and Thursday**

**Or by Appointment**

**Class Handouts and Homework:**

Homework will be posted on the **Wiley Plus** website. Wiley Plus is a web-based assignment and assessment solution required for this course. Wiley Plus 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 Wiley Plus access code. Course handouts will be posted in teams.

**Course Policies**

1. **Exam make-up policy**

Students are expected to take quizzes and exams at the times scheduled. Possible exceptions include serious illness, family emergency, or a legitimate conflict with recognized University activities. **No make-up quiz will be given** but rather the points assigned for that quiz will be added to the points assigned to the final exam.

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; no one will be admitted after I start the lecture. Students can’t leave early without a valid reason. 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, arriving late, **allowing mobile phones to ring**, **sending and reading SMS messages**, leaving the classroom to answer a phone call, studying and doing homework for other classes and inappropriate behavior toward the instructor or classmates.

# Tentative Class Outline\*

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| --- | --- | --- |
| **Week** | **Chapter** | **Topics**  **Pages** |
| 1 & 2 | 1 | Accounting In Action ***What is Accounting…………………………………………………4-5***  ***Who Used Accounting Data ………………………………………..5-6***  ***The Building Blocks of Accounting ……………………………….7-11***  ***The Basic Accounting Equation ………………………………….12-14***  ***Using The Accounting Equation ………………………………... 14-21***  ***Financial Statements ……………………………………………. 22-27*** |
| 3 & 4 | 2 | **The recording process**  ***The Account ……………………………………………………..52-59***  ***Steps in the Recording Process ………………………………….59-72***  ***The Trial Balance ………………………………………………..72-74*** |
| 5 & 6 | 3 | **Adjusting the Accounts**  ***Timing Issues …………………………………………………..100-104***  ***The Basic of Adjusting Entries……………………………….. 104-120***  ***The Adjusted Trial Balance and Financial Statements ………121-127***  ***Appendix 3B ………………………………………………….. 128-130*** |
| 7 | 4 | **Completing the Accounting Cycle**  ***Closing the Books …………………………………………….... 167-174***  ***Summary of the accounting cycle ………………………………174-175***  ***The Classified Statement of Financial Position ……………... 178-184*** |
| 8 & 9 | 5 | **Accounting for Merchandising operations**  ***Merchandising Operations……………………………………... 218-223***  ***Recording Purchases of Merchandise ……………………….... 223-227***  ***Recording Sales of Merchandise …………………… ………….228-231***  ***Completing The Accounting Cycle in Merchandising Organization……………………………………………………. 231-234***  ***Forms of Financial Statements…………………………………234-239***  ***Appendix 5B Periodic System…………………………………. 241-246*** |
| 10 & 11 | 6 | **Inventories**  ***Classifying & Determining Inventory …………………………278-282***  ***Inventory Costing ……………………………………………...282-290***  ***Inventory Cost Flow Methods in Perpetual Inventory System (Appendix 6A)………………………………………………………………294-296*** |
| 11& 12 | 7 | **Fraud Internal Control, and Cash**  ***Cash Disbursement Control …………………………………342-343***  ***Petty Cash Fund Controls.…………………………………...343-346***  ***Control Features Use of Bank…………………………….....347-350***  ***Reconciling The Bank Account……………………………...350-354*** |
| 12 & 13 | 8 | **Accounting for Receivables**  ***Types of Receivables ………………………………………..384***  ***Recognizing Accounts Receivables …………………………384-386***  ***Valuing Accounts Receivables …………………………….. 386-395***   * ***Direct Write-Off Method For Uncollectible Accounts*** * ***Allowance For Uncollectible Accounts***   ***Notes Receivables …………………………………..………395-400*** |

\* This tentative schedule is subject to changes.