

1. Title of subject	Financial Accounting 2	
2. Subject code	FSBN 110	
3. Status of subject	Core	
4. Stage	Foundation	
5. Credit Hour	3 (3 hours per week X 14 weeks)	
6. Pre-Requisite	Financial Accounting 1	
7. Assessment	Coursework : 60% Final Examination : 40% Total : 100%	
8. Semester	Semester II	
9. Objective of subject	<p>This course aims to :</p> <ul style="list-style-type: none"> ▪ access the content and underlying rationale of the regulatory framework. ▪ prepare financial statements for limited companies and other entities and appropriate accounts fro specialised transactions. ▪ interpret financial statements of limited companies. 	
10. Synopsis of subject	To apply the thereotical framework of accountancy with relative to preparation of appropriate accounts for specialised transactions.	
11. Details of subject	Contents	Hours
Week 1	TOPIC: MANUFACTURING ACCOUNTS, DEPARTMENT ACCOUNTS	3

	<p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ calculate prime cost, and production costs of goods manufactured and work in progress; ▪ explain why departmental accounts can be more meaningful to management than a single trading and profit and loss account. 	
	<p>Activity:</p> <p>Work exercise at the end of chapter(s)</p>	
	<p>Further reading for this lesson:</p> <p>Chapters 37 and 38 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 1</i> (10th ed.). London: FT Prentice Hall.</p>	
Week 2	<p>TOPIC: PARTNERSHIP ACCOUNTS: INTRODUCTION (P/C Appropriation Accounts)</p>	3
	<p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ explain the rules relating to the number of partners; ▪ distinguish between limited partners and general partners. ▪ explain what will happen if no agreement exists on how to share profits and losses. 	
	<p>Activity:</p> <p>Work exercise at the end of chapter(s)</p>	
	<p>Further reading for this lesson:</p> <p>Chapter 41 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 1</i> (10th ed.). London: FT Prentice Hall.</p>	
Week 3	<p>TOPIC: PARTNERSHIP ACCOUNTS: GOODWILL, ADMISSION AND RETIREMENT OF PARTNERS</p>	3

	<p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ prepare partnership accounts with regards to <ul style="list-style-type: none"> ▪ admission of partners ▪ retirement of partners ▪ death of partners 	
	<p>Activity:</p> <p>Work exercise at the end of chapter(s)</p>	
	<p>Further reading for this lesson:</p> <p>Chapters 42 and 43 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 1</i> (10th ed.). London: FT Prentice Hall.</p>	
Week 4	<p>TOPIC: PARTNERSHIP ACCOUNTS: DISSOLUTION</p> <p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ explain what happens upon dissolution of a partnership; ▪ explain the difference between recording a partnership dissolution and making the entries when one partner leaves the partnership. 	3
	<p>Activity:</p> <p>Work exercise at the end of chapter(s)</p>	
	<p>Further reading for this lesson:</p> <p>Chapter 44 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 1</i> (10th ed.). London: FT Prentice Hall.</p>	
Week 5	<p>TOPIC: INTRODUCTION TO FINAL ACCOUNTS OF LIMITED LIABILITY COMPANIES</p> <p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ identify the differences between company accounts and other entities; ▪ prepare financial statements for limited companies; ▪ explain the reasons for appropriation accounts in company accounts. 	3

	<p>Activity: Work exercise at the end of chapter(s)</p>	
	<p>Further reading for this lesson: Chapter 45 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 1</i> (10th ed.). London: FT Prentice Hall.</p>	
Week 6	<p>TOPIC: COMPANY ACCOUNTS: ISSUE AND FORFEITURE</p>	3
	<p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ describe how limited companies differ from other organisations and how their profits are available for dividends for different classes of shares. Record the capital structure of the company in their published financial statements. 	
	<p>Activity: Work exercise at the end of chapter(s)</p>	
	<p>Further reading for this lesson: Chapter 4 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 1</i> (10th ed.). London: FT Prentice Hall.</p>	
Week 7	<p>REVISION AND TEST (WEEK 1 - WEEK 6)</p>	3
Week 8	<p>TOPIC: COMPANY ACCOUNTS: PURCHASE AND REDEMPTION OF SHARES AND DEBENTURES</p>	3
	<p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ distinguish between shares and debentures; ▪ explain the differences between purchasing and redeeming of shares and debentures; ▪ describe the alternative ways in which a company may purchase or redeem its own shares and debentures. 	
	<p>Activity: Work exercise at the end of chapter(s)</p>	

	<p>Further reading for this lesson: Chapter 5 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 1</i> (10th ed.). London: FT Prentice Hall.</p>	
Week 9	<p>TOPIC: THE FINAL ACCOUNTS OF LIMITED COMPANIES: TRADING PROFIT AND LOSS ACCOUNT AND BALANCE SHEET</p> <p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ prepare financial statements for limited companies for internal use according to the companies acts. <p>Activity: Work exercise at the end of chapter(s)</p> <p>Further reading for this lesson: Chapters 4 and 5. Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 1</i> (10th ed.). London: FT Prentice Hall. Chapters 11 and 12. Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 2</i> (10th ed.). London: FT Prentice Hall.</p>	3
Week 10	<p>TOPIC: PUBLISHED ACCOUNTS OF LIMITED COMPANIES</p> <p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ prepare company final accounts for external use; ▪ prepare financial statements that are prepared according to the companies acts. <p>Activity: Work exercise at the end of chapter(s)</p> <p>Further reading for this lesson: Chapter 13 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 2</i> (10th ed.). London: FT Prentice Hall.</p>	3
Week 11	<p>TOPIC: INTERPRETATION OF ACCOUNTING RATIO</p>	3

	<p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ calculate a range of ratios based on historical cost and financial statements; ▪ prepare a report interpreting the financial statements incorporating a discussion on the information revealed by the ratio analysis. 	
	<p>Activity: Work exercise at the end of chapter(s)</p>	
	<p>Further reading for this lesson: Chapters 34 and 47 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 2</i> (10th ed.). London: FT Prentice Hall.</p>	
Week 12	<p>TOPIC: CASH FLOW STATEMENTS</p>	3
	<p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ understand the changes in cash, reconciliation of net debt, reporting on net debt and basic outline of Financial Reporting Standards 1 (FRS 1). 	
	<p>Activity: Work exercise at the end of chapter(s)</p>	
	<p>Further reading for this lesson: Chapter 14 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 2</i> (10th ed.). London: FT Prentice Hall.</p>	
Week 13	<p>TOPIC: CASH FLOW STATEMENTS</p>	3
	<p>Learning Outcomes:</p> <p>After attending the lesson, the student should be able to:</p> <ul style="list-style-type: none"> ▪ prepare cash flow statements for an individual company using indirect method to disclose operating cash flows; ▪ explain the difference between cash flow and profit. 	
	<p>Activity: Work exercise at the end of chapter(s)</p>	

	Further reading for this lesson: Chapter 14 Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 2</i> (10 th ed.). London: FT Prentice Hall.		
Week 14	REVISION CLASS AND TEST (WEEK 8 – WEEK 13)		3
	Total		42
12. Text	Compulsory	Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 1</i> (10 th ed.). London: FT Prentice Hall. Wood, F., & Sangster, A. (2005). <i>Business Accounting, Vol 2</i> (10 th ed.). London: FT Prentice Hall.	
	Reference	Glautier, & Underdown (1997). <i>Accounting Theory and Practice</i> (6 th ed.). Pitman Publishing.	