

## **INTERMEDIATE LEVEL FINANCIAL ACCOUNTING**

### **OBJECTIVES:**

1. To develop knowledge and understand the underlying principles and concepts relating to financial accounting.
2. Preparation of financial statements and related supporting documents.

### **CONTENTS:**

- (A) Accounting concepts and principles**
- (B) Effect of business transactions**
- (C) Double entry accounting systems**
- (D) Books of original entry/types of ledger**
- (E) Balancing off accounts and pre-adjusted Trial Balance**
- (F) Bank reconciliation statement – errors/ timing and permanent difference**
- (G) Other entries:**
  1. Accruals and prepayments
  2. Depreciation and disposals of assets
  3. Provision for bad and doubtful debts
  4. Inventory valuation
- (H) Control accounts - Debtors and Creditors control account**
- (I) Correction of errors - journalizing / suspense accounts and adjusting financial statements**
- (J) Accounting treatment for shares and debentures**
- (K) Conceptual framework Financial reporting**
- (L) Preparations of financial statements for:**
  1. Sole Traders
  2. Incomplete records
  3. Clubs and societies
  4. Partnerships (including LLB)
  5. Company
- (M) Manufacturing companies - manufacturing accounts**
- (N) Company reconstructions – internal and external reconstruction and capital reduction**
- (O) Branch accounts – separate and combined financial statement for head office and branch**

(P) Preparation and analyzing statement of cash flow

(Q) Ratios

### **READING LIST - FINANCIAL ACCOUNTING**

1. Malaysia Financial Reporting Standards (MFRS):  
MFRS5, MFRS7, MFRS9, MFRS101, MFRS102, MFRS107, MFRS108,  
MFRS110, MFRS111, MFRS112, MFRS116, MFRS117, MFRS118, MFRS119,  
MFRS120, MFRS121, MFRS123, MFRS126, MFRS132, MFRS133, MFRS136,  
MFRS137, MFRS138, MFRS139, MFRS140.
2. International Financial Reporting Standards (IFRS):  
IFRS5, IFRS9, IFRS15
3. Wood, F. **Business Accounting 1** (Latest edition)
4. Wood, F. **Business Accounting 2** (Latest edition)
5. Betsy Li, Tan Sai Kim, Goh Ling Chin. **Principles of Accounts.** (Latest edition)
6. Jane Lazar & Huang Ching Choo. **Financial Reporting Standards for Malaysia**  
(Latest edition)