

## **INTERMEDIATE LEVEL FINANCIAL ACCOUNTING AND REPORTING**

### **OBJECTIVES:**

1. To develop knowledge and understand the underlying principles and concepts relating to financial accounting.
2. To prepare financial statements from incomplete records for businesses.
3. To apply knowledge and understanding of generally accepted accounting principles and practices in complying with the relevant accounting and financial reporting standards.

### **CONTENTS:**

- (A) Introduction to accounting concepts and principles, double entry systems, books of prime entry and ledgers.**
- (B) Adjusting entries**, such as accruals, prepayments, bad debts, allowances for doubtful debts and correction of errors.
- (C) Statement of bank reconciliation**, including errors/ timing and permanent differences.
- (D) Accounting for property, plant and equipment**, such as initial costs, subsequent measurement, depreciation, impairment and disposal of assets (MFRS116).
- (E) Accounting for intangible assets**, such as initial costs, subsequent measurement, impairment and disposal of assets (MFRS136).
- (F) Accounting for investment property**, such as initial costs, subsequent measurement, impairment and disposal of assets (MFRS140).
- (G) Accounting for sole proprietor**, such as preparing accounts from incomplete records, statement of affairs and preparation of final accounts i.e., income statement and statement of financial position.
- (H) Accounting for conventional partnership** such as change of partners, dissolution of partnership.
- (I) Accounting for Limited Liability Partnership.**
- (J) Preparations of financial statements for public and private limited companies**, such as items in the statement of profit or loss and other comprehensive income (i.e., revenue & expenses); and items in the statement of financial position (i.e., non-current and assets, non-current assets held for sale, equity, non-current and current liabilities).
- (K) Preparation and analysis of statement of cash flows** in accordance with MFRS107 Statement of cash flows.
- (L) Computation and analysis of financial ratios**, such as profitability, efficiency, liquidity, gearing/leverage ratios.

## **READING LIST - FINANCIAL ACCOUNTING AND REPORTING**

1. Frank Wood and Alan Sangster. ***Frank Wood's Business Accounting 1***, Pearson (Latest edition).
2. Frank Wood and Alan Sangster. ***Frank Wood's Business Accounting 2***, Pearson (Latest edition).
3. Jane Lazar. ***Financial Reporting Standards for Malaysia***, McGraw Hill Education (Latest edition).
4. Tan Liong Tong. ***Financial Accounting and Reporting in Malaysia***, Vol 1, CCH. (Latest edition).
5. Relevant Malaysia Financial Reporting Standards (MFRS):
  - MFRS5 - Non-current assets held for sale,
  - MFRS101 - Presentation of financial statements,
  - MFRS102 - Inventory,
  - MFRS107 - Statement of cash flows,
  - MFRS108 - Change in accounting policies,
  - MFRS110 - Events after the reporting period,
  - MFRS116 - Property, plant & equipment,
  - MFRS118 - Revenue recognition,
  - MFRS120 - Accounting for government grant,
  - MFRS121 - Foreign exchange,
  - MFRS123 - Borrowing costs,
  - MFRS136 - Impairment of assets,
  - MFRS137 - Provision, contingent liabilities and contingent assets,
  - MFRS138 - Intangible assets,
  - MFRS140 - Investment property.