

Course Title: **Financial Accounting (3 Cr.)**

Course Code: **CACS152**

Year/Semester: **I/II**

Class Load: **5 Hrs. / Week (Theory: 3 Hrs, Tutorial: 1 Hr., Practical: 1 Hr.)**

Course Description

This course includes both theoretical as well as practical concept of financial accounting so that students can understand working principle of financial accounting and hence can use the concept in developing application related to financial sector.

Course Objectives

The general objective of this course is to develop conceptual understanding of the fundamentals of financial accounting system.

Course Contents

Unit 1 Theoretical Framework

4 Hrs.

Meaning and Scope of Accounting: Meaning of Accounting, Procedural Aspects of Accounting, Evolution of Accounting as a Social Science, Objectives of Accounting, Functions of Accounting, Sub-fields of Accounting, Users of Accounting Information, Relationship of Accounting with Other Disciplines, Limitation of Accounting, Role of Accountant in the Society.

Accounting Concepts, Principles and Conventions: Accounting Concepts, Principles & Conventions – an Overview, Qualitative Characteristics of Financial Statements, Fundamentals Accounting Assumptions.

Accounting Standards: Concepts, Objectives, Benefits & An Overview of Nepal Accounting Standards

Accounting Policies: Meaning, Selection of Accounting Policies and Changes in Accounting Policies

Unit 2 Accounting Process

10 Hrs.

Books Of Accounts Leading to The Preparation of Trial Balance, Journal Entries, Double Entry System, Advantage of Double Entry System, Concepts of Transaction and Events, Classification of Accounts, Golden Rules of Accounting, Advantages of Journal, Ledger, Trial Balance, Subsidiary Books Including Cash Books, Capital and Revenue Expenditures and Receipts, Contingent Assets and Contingent Liabilities, Errors Including Rectifications Thereof.

Unit 3 Bank Reconciliation Statement

4 Hrs.

Introductions, Ascertaining the Causes of Differences of Bank Balance in Bank. Column of the Cash-Book and in Pass- Book, Procedure for Reconciling the Cash- Book Balance with the Pass-Book Balance, Importance of Bank Reconciliation Statement.