###### BCOM 430: MANAGEMENT OF FINANCIAL INSTITUTIONS (3.0 C.F. 45/0)

Financial institutions of Kenya, specific management problems facing financial institutions. Management of assets and liabilities. Control of financial operations. Government regulations as they affect practices of financial institutions. Financial centres in Eastern and Southern Africa. Application to bank & Non-bank financial institutions: commercial banks, investment banks, insurance companies, investment banks & stock brokerages, stock exchanges.

###### BCOM 212: ACCOUNTING FOR EQUITIES (C.F. 3.0 45/0)

Sources and uses of funds. Long term liability and capital stock; issue of shares at par, at premium, and at discount. Calls in arrears, Calls in advance. Over-subscriptions and pro-rata allotment. Forfeiture of shares. Re-issue of forfeited shares. Issue of debentures: types of debentures, debenture discount, interest on debentures. Redeemable preference shares. Accounting for bills of exchange and promissory notes. Dividends and retained earnings. Treatment of taxation in company accounts. Published accounts. Capital reorganisation and reconstruction. Funds flow statements. Statements of changes in working capital. Comparative financial statements. Accounting changes and Error Analysis. Changes in accounting Estimates & Policies. Fundamental errors. Adjusting of financial statements for the changes. (Prereq: BCOM 211).

**BCOM 212: ACCOUNTING FOR EQUITIES COURSE OUTLINE**

1. Sources and uses of funds.
2. Long term liability and capital stock;
3. Issue of ordinary/ preference shares

* At par, at premium, and at discount.
* Calls in arrears, Calls in advance.
* Over-subscriptions and pro-rata allotment.
* Forfeiture of shares and re-issue of forfeited shares.

1. Issue of debentures:

* Types of debentures.
* Debenture discount.
* Interest on debentures.

1. Redeemable preference shares.
2. Accounting for bills of exchange and promissory notes.
3. Dividends and retained earnings.
4. Treatment of taxation in company accounts.
5. Published accounts.
6. Capital reorganisation and reconstruction.
7. Statements of changes in working capital.
8. Comparative financial statements.
9. Accounting changes and Error Analysis.
10. Changes in accounting Estimates & Policies.
11. Fundamental errors. Adjusting of financial statements for the changes.

**REFERENCES**

1. Wood Frank and Sangster Allan, Business accounting 1, 10th edition, Prentice Hall, London (2005).
2. Larson Kermit, Fundamental accounting principals, 12th edition, Irwin, Homewood (1990).
3. Jain S.P., Narang K., Advanced Accountancy 1, Kalyani Publishers, New Delhi (2007).
4. Maheshwari and Maheshwari, Advanced Accountancy, Vol 2, 9th edition, Vikas publishing house PVT LTD, New Delhi (2000).
5. IAS.
6. Any other accounting text touching on the topics above.

**COURSE INSTRUCTOR:**  J. K. KARUITHA, MBA, B.ED, CPA (K), CISA®

TEL 0724 466 061