

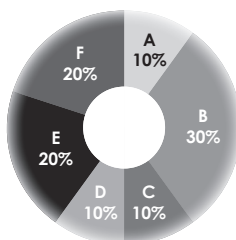
Syllabus

Paper 5: Financial Accounting (FAC)

Syllabus Structure

The syllabus comprises the following topics and study weightage

A	Generally Accepted Accounting Principles & Accounting Systems	10%
B	Preparation of Accounts	30%
C	Control of Accounting Systems	10%
D	Accounting in Service Sectors	10%
E	Accounting for Special Transactions	20%
F	Accounting for Banking, Electricity and Insurance Companies	20%



ASSESSMENT STRATEGY

There will be written examination paper of three hours

OBJECTIVES

To gain understanding and to provide working knowledge of accounting concepts, detailed procedures and documentation involved in financial accounting system.

Learning Aims

The syllabus aims to test the student's ability to:

- Understand the framework of accounting systems and the Generally Accepted Accounting Principles
- Prepare necessary financial statements related to different business entities
- Construct financial statements for understandability and relevance of stakeholders

Skill set required

Level B: Requiring the skill levels of knowledge, comprehension, application and analysis.

Section A : Generally Accepted Accounting Principles & Accounting Systems	10%
1. Accounting Process	
2. Accounting Standards	
3. Reconciliation Statements	
Section B : Preparation of Accounts	30%
4. Accounting for Depreciation, Depletion, Amortization and Impairment of Assets	
5. Preparation of Financial Statements	
6. Partnership	
7. Branch and Departmental Accounts	
8. Royalty and Hire-Purchase	
Section C : Control of Accounting Systems	10%
9. Self-Balancing Ledgers and Sectional Balancing Ledgers	
Section D : Accounting in Service Sectors	10%
10. Accounting in Service Sectors	
Section E : Accounting for Special Transactions	20%
11. Accounting for Special Transactions	
Section F : Accounting for Banking, Electricity and Insurance Companies	20%
12. Banking , Electricity and Insurance Companies	

SECTION A: GENERALLY ACCEPTED ACCOUNTING PRINCIPLES & ACCOUNTING SYSTEMS [10 MARKS]

1. Accounting Process

- Theoretical framework (meaning, scope and usefulness of Accounting; Accounting principles, concepts and convention)
- Accounting Life Cycle (ALC) – From Investment of Capital (Cash) to Realization of Revenue (Cash)
- Capital and Revenue transactions- capital and revenue expenditures, capital and revenue receipts
- Measurement, valuation and accounting estimates Double entry system, books of prime entry, subsidiary books, cash book, ledgers, trial balance
- Rectification of errors, opening entries, transfer entries, adjustment entries, closing entries