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**

- **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**

**Unit 3 Bank Reconciliation Statement**
Unit 4 Depreciation Accounting

Concepts of Depreciation, Objectives for Providing Depreciation, Methods for Providing Depreciation, Accounting for Depreciation

Unit 5 Inventories

Meaning, Basis and Technique of Inventory Valuation, Inventory Recording System, Stock Taking

Unit 6 Preparation of Final Accounts for Sole Proprietors

Concept of Closing Entries in respect of Trading and Profit & Loss Account, Concept of Accrual Basis of Accounting, Matching Concept and Dual Aspects, Concept on Manufacturing Account, Preparation of Balance Sheet, Arrangement and Classification of Assets and Liabilities

Unit 7 Introduction to Company Accounts


Laboratory Works

Laboratory works should be carried out using any accounting packages (such as Tally, Fact etc.) to implement the concepts discussed in the above mentioned topics.

Teaching Methods

The general teaching pedagogy includes class lectures, group discussions, case studies, guest lectures, research work, project work, assignments (theoretical and practical), tutorials and examinations (written and verbal), depending upon the nature of the topics. The teaching faculty will determine the choice of teaching pedagogy as per the need of the topics.

Evaluation

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**Text Book**

**Reference Books**