



北京大學  
汇丰商学院

Peking University HSBC Business School

# FIN560 FINANCIAL ACCOUNTING Module 1, Spring 2015

## Course Information

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Office Hour: Monday and Thursday 10:00~10:20 am

**Teaching Assistant:**

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**Classes:**

Lectures: Monday and Thursday 10:30 am ~ 12:20 pm

Venue: PHBS Building, Room 229

## Course Objectives

This course introduces students to business bookkeeping at its most basic level: the accounting for and the recording of detailed business transactions. The course covers established IFRS and US GAAP accounting concepts and procedures, the debits and credits of business transactions, the accounting cycle, the control of cash, and payroll, sales, purchases and other important accounting procedures. This course prepares the student with the ability to understand the underpinnings of financial reports, such as the Statement of Financial Condition (Balance Sheet), the Statement of Comprehensive Income (Income Statement), the Statement of Cash Flows, and other complex financial-analysis documents.

Prerequisites: None

## Course Materials

Financial Accounting, Weygandt, Kieso, and Kimmel, 9th ed., John Wiley & Sons, Inc. ISBN: 978-1-118-79669-6

Students are recommended to buy the 9<sup>th</sup> edition, but it may not be critical to use the old edition for this class.

## Grading

Exam I	100 points (20%)	
Exam II	100 points (20%)	
Exam III	150 points (30%)	
Five Quizzes	100 points (20%)	
Class participation	50 points (10%)	Total 500 points

## Academic Honesty and Plagiarism

It is important for a student's effort and credit to be recognized through class assessment. Credits earned for a student work due to efforts done by others are clearly unfair. Deliberate dishonesty is considered academic misconducts, which include plagiarism; cheating on assignments or examinations; engaging in unauthorized collaboration on academic work; taking, acquiring, or using test materials without faculty permission; submitting false or incomplete records of academic achievement; acting alone or in cooperation with another to falsify records or to obtain dishonestly grades, honors, awards, or professional endorsement; or altering, forging, or misusing a University academic record; or fabricating or falsifying of data, research procedures, or data analysis.

All assessments are subject to academic misconduct check. Misconduct check may include reproducing the assessment, providing a copy to another member of faculty, and/or communicate a copy of this assignment to the PHBS Discipline Committee. A suspected plagiarized document/assignment submitted to a plagiarism checking service may be kept in its database for future reference purpose.

Where violation is suspected, penalties will be implemented. The penalties for academic misconduct may include: deduction of honour points, a mark of zero on the assessment, a fail grade for the whole course, and reference of the matter to the Peking University Registrar.

For more information of plagiarism, please refer to *PHBS Student Handbook*.

## Class Schedule

Week	Class Date	Subject	Learning Objectives	Note
1	Aug 31	Ch. 1 Accounting in action	Discuss the concept of accounting, the building blocks of accounting, and financial statements, and the importance of ethics in financial reporting.	
	Sep 2	Ch. 2 The recording process	Define debits and credits and identify the basic steps in the recording process. Prepare a trial balance.	Reschedule
2	Sep 7	Ch. 3 Adjusting the accounts	Explain the accrual basis of accounting; identify the major types of adjusting entries and prepare adjusting entries.	Quiz 1
	Sep 10	Ch. 3 Adjusting the accounts		

3	Sep 14	Ch. 4 Completing the accounting cycle	Explain the process of closing the books and the approaches to preparing correcting entries. Identify the sections of a classified balance sheet	Quiz 2
	Sep 17	Ch. 4 Completing the accounting cycle		
4	Sep 21	Ch.5 Accounting for merchandising operations	Identify the difference between a service company and a merchandising company. Explain the recording of purchases and sales under a perpetual inventory system.	
	Sep 24	<b>EXAM I</b>	<b>Ch. 1-5</b>	
5	Sep 28	Ch. 6 Accounting for inventory	Determine cost of goods sold under a periodic system. Explain the basis of accounting for inventories and apply the inventory cost flow methods under a periodic inventory system.	
	Oct 8	Ch. 7 Fraud, internal control and cash	Discuss the concepts of fraud and internal control. Explain the principles of internal control activities and the limitations of internal control.	Quiz 3
6	Oct 12	Ch. 8 Accounting for receivables	Explain how accounts receivable are recognized in the accounts. Describe the methods used to account for bad debts. Compute the interest on notes receivable.	
	Oct 15	Ch. 8 Accounting for receivables		Quiz 4
7	Oct 19	Ch. 9 Plant assets, natural resources, and intangible assets	Describe how the cost principle applies to plant assets. Compute periodic depreciation using the straight-line method, and contrast its expense pattern with those of other methods. Explain how to account for the disposal of plant assets. Identify the basic issues related to reporting intangible assets.	
	Oct 22	<b>EXAM II</b>	<b>Ch. 6-9</b>	
8	Oct 26	Ch.10 Liabilities	Explain a current liability and identify the major types of current liabilities. Describe the accounting for notes payable, bonds and interest expenses. Describe the entries when bonds are redeemed.	
	Oct 29	Ch.10 Liabilities		
9	Nov 2	Ch.11 Corporations: Organization, share transactions, dividends, and retained earnings	Record the issuance of common stock. Explain the accounting for the purchase of treasury stock. Prepare the entries for cash dividends and understand the effect of stock dividends and stock splits. Identify the items that affect retained earnings.	Quiz 5
	Nov 5	Ch. 13 Statement of cash flows	Distinguish among operating, investing, and financing activities. Prepare a statement of cash flows using the indirect method.	
10	Nov 9~10	<b>EXAM III</b>	<b>Ch. 10-11, 13</b>	