



AL MUSANNA COLLEGE OF TECHNOLOGY

DEPARTMENT OF BUSINESS STUDIES

BAAC1102	PRINCIPLES OF ACCOUNTING	3 CREDIT HOURS
Prerequisites:	NONE	
Goal	Principles of Accounting is an introductory course intended to develop an understanding of the environment, role and basic principles of accounting primarily from the stand point of the user of financial information.	
Objectives	Outcomes	
<p>The course should enable the student to:</p> <p>Develop the students' understanding of the meaning of accounting and its importance, identify the users of accounting information, the types of accounting activities, forms of business organizations and explain the importance of ethics in business and accounting;</p> <p>Develop the students' understanding of the meaning of generally accepted accounting principles including the definition of assets, liabilities, equity;</p> <p>Develop the students' understanding of the accounting cycle including how business transactions are recorded, classified and summarized; and</p> <p>Develop the students' ability to prepare and analyze the financial statements.</p>	<p>Chapter 1 - Introduction to Accounting</p> <ul style="list-style-type: none"> • <i>Define</i> accounting, • <i>Identify</i> the users of accounting information, • <i>Understand</i> the various forms of business organizations and types of accounting activities, and • <i>Explain</i> the meaning of generally accepted accounting principles such as historical cost, revenue recognition, matching, full disclosure, materiality, consistency, conservatism and going concern. • <p>Chapter 2 - Accounting Terminology and Accounting Equation</p> <ul style="list-style-type: none"> • <i>Define</i> assets, liabilities, equity, revenues and expenses and • <i>Understand</i> the effects of various transactions on the accounting equation <p>Chapter 3 - The Accounting Cycle: Recording in Journal</p> <ul style="list-style-type: none"> • Explain the rules of recording business transaction in journal book • <i>Explain</i> how business transactions are recorded in the general journal and <p>Chapter 4 - The Accounting Cycle: Posting to Ledger</p>	

- Explain the rules of posting to ledger book
- *Explain* to prepare different accounts in ledger book
- *Explain how to prepare unadjusted trial balance*

**Chapter 5 - The Accounting Cycle:
Preparation of Trial Balance and
Unadjusted Trial Balance**

- Explain how to record basic adjusting entries
- *Explain how to prepare adjusted trial balance*

**Chapter 6 -- The Accounting Cycle:
Preparation of Financial statements**

- Explain how to prepare the financial statements
- *Explain* the importance of ethics in business and accounting