<table>
<thead>
<tr>
<th>Title: Intermediate Accounting II</th>
</tr>
</thead>
<tbody>
<tr>
<td>Abbreviation and Number: ACCA305</td>
</tr>
<tr>
<td>AB Paper No.: 14-95</td>
</tr>
<tr>
<td>School: Business</td>
</tr>
<tr>
<td>Department: Accounting</td>
</tr>
<tr>
<td>Credits: 3</td>
</tr>
<tr>
<td>Hours Per Week:</td>
</tr>
<tr>
<td>Pre-requisite(s): ACCA300 or Permission of Chair/Instructor</td>
</tr>
<tr>
<td>Co-requisite(s): None</td>
</tr>
<tr>
<td>Course Sequence: ( ) Fall ( ) Spring ( X ) Fall and Spring</td>
</tr>
<tr>
<td>Lecture ( 3 ) Seminar ( ) Laboratory ( ) Studio ( ) Kitchen</td>
</tr>
<tr>
<td>( ) Other (Specify)</td>
</tr>
</tbody>
</table>

**COURSE DESCRIPTION**

Students examine accounting information for financial accounting and reporting. They focus on corporate accounting, accounting for income taxes, pensions and post-retirement benefits, leases, accounting changes and error analysis. Students prepare financial statements and accompanying notes.

**SPECIFIC OBJECTIVES**

Upon successful completion of this course, students will be able to
1) Analyse and report contributed capital and retained earnings for a corporation;
2) Account for investments;
3) Compute and evaluate earnings per share;
4) Account for taxes, post-employment benefits and lease;
5) Prepare and analyse corporate financial statements;
6) Prepare notes to the financial statements;
7) Evaluate relevant data for decision making by management; and
8) Report information concerning an enterprise to relevant stakeholders.

**COURSE CONTENT**

I. Stockholders’ Equity
   A. Corporate form of organisation
   B. Corporate capital structure
   C. Preferred stock
   D. Dividend policy
   E. Retained earnings
   F. Presentation, analysis and disclosure

II. Dilutive Securities
   A. Debt
      i. Convertible
      ii. Non-convertible
   B. Convertible preferred stock
   C. Equity
   D. Stock compensation
   E. Earnings per share
      i. Simple capital structure
      ii. Complex capital structure
III. Investments
   A. Securities
      i. Debt
      ii. Equity
   B. Measurement
   C. Reclassification and transfers
   D. Derivatives
      i. Accounting concepts
      ii. Hedging transactions
   E. Other reporting issues
   F. Comprehensive hedge accounting

IV. Revenue Recognition
   A. Point of sale
   B. Delivery
      i. Before
      ii. After
   C. Franchises
   D. Recovery

V. Accounting for Income Tax
   A. Deferred taxes
      i. Future taxable amounts
      ii. Future deductible amounts
   B. Valuation allowance
      i. Deferred tax assets
      ii. Deferred tax liabilities
   C. Income statement
   D. Tax rate consideration

VI. Accounting for Pension and Post-retirement Benefits
   A. Nature
   B. Plans
      i. Contribution
      ii. Benefits
   C. Measures of liabilities
   D. Recognition of net funded status
   E. Expense
   F. Worksheet
   G. Amortisation of prior service cost
   H. Gains and losses
   I. Corridor amortisation
   J. Reporting in financial statements

VII. Accounting for Leasing
   A. Environment
B. Lessee
   i. Capital method
   ii. Operating method
   iii. Bargain purchase option
C. Capitalisation criteria
D. Assets and liabilities
E. Lessor
   i. Economics of leasing
   ii. Classification
   iii. Direct financing method
   iv. Operating method
   v. Residual values
   vi. Sales type
F. Initial direct cost
G. Sale-Leasebacks

VIII Accounting Changes and Error Analysis
A. Retrospective
B. Impracticability
C. Estimates
D. Prospective reporting
E. Reporting entity
F. Corrections and adjustments
G. Reporting
H. Adjusted financial statements

IX. Statement of Cash Flows
A. Preparation
B. Usefulness
C. Classification
D. Format
E. Methods
   i. Direct
   ii. Indirect
F. Special problems
G. Worksheet

X. Full Disclosure in Financial Reporting
A. Notes
B. Report
   i. Auditor’s
   ii. Management’s
C. Current reporting issues
D. Forecasts and projections
E. Criteria for accounting and reporting
F. Financial statement and ratio analysis
Course Outline

Title: Intermediate Accounting II
Abbreviation and Number: ACCA305

ASSESSMENT
Assignments………………………….. 10%
Case Analysis…………………………10%
In-Class Tests………………………….. 40%
Final Examination…………………… 40%
Total……………………………………100%

REQUIRED TEXT

SUPPLEMENTARY READING(S)/MATERIAL(S)

JOURNALS
Accounting Today
Business Week
CPA Journal
The Economist
Fortune 500
Journal of Accountancy

WEBSITES
www.aicpa.org
www.fasb.org
www.iasb.org
www.ifrs.org
www.iplus.com
www.myaccountinglab.com