

ACC111 Principles of Accounting I (3 Units)

Department of Accounting

Covenant University

1. ACC111

1.1. ACC111 Principles of Accounting I (3 Units)

This course introduces the students to basic bookkeeping and accounting. This foundation course in accounting aims at exposing the students to the basic techniques of classifying and recording the different types of costs and revenues associated with transactions and computing simple practical reports. Topic areas include; definition of accounting, and other terms, perspectives and branches of accounting, accounting data, accounting information, users and uses of accounting information, historical sketch of accounting, prospects for Accountants, Background of current Accounting Methods, Transactions. Nature, Purpose of Basic concept of Accounting, the accounting equation, measurement of income, costs, assets, equities. Subsidiary Books Sales Day Book, Purchases Day Book, Returns Inward Journal, Returns Outward Journal and Journal Proper. Cash Book Single Column, Double Column and Three Column Cash Book. Differences between capital and revenue, reserves and provisions, trade and cash discounts etc. accruals and prepayments capital and revenue expenditure. The Ledger and Trial Balance, uses. Bank Reconciliation Statements, types, causes of differences. Final Accounts of Sole Trader. Income measurement end of year adjustments in final accounts. Introduction to Accounting Standards, History of NASB, IASC, IASB, SAS, IAS, IFRS.