

Course Title

Intermediate Financial Accounting (IFA)

Knowledge Pillar	Level	Course Title	Course Code	Total Marks
Financial Accounting & Corporate Reporting [FACR]	Intermediate level I	Intermediate Financial Accounting (IFA)	FR222	100

Syllabus Structure

The syllabus comprises the following main topics with the relative study weightings:

Segment	Segment Title	Weight
A	Conceptual framework for financial accounting	5%
B	Preparation of financial statements	50%
C	Accounting for Assets and Liabilities	35%
D	Accounting for revenue and taxes	10%

Course Description

Intermediate Financial Accounting is the second of three courses designed for the Financial Accounting and Corporate Reporting (FACR) pillar. It is designed to discuss the reporting framework and ethics, basic issues related to measurement, reporting of financial statements and disclosure issues related to financial statements in conformity with IFRS. Also, the course provides information relating to revenue recognition and accounting for income tax.

Course Objectives

The objective of the course is to provide students with a depth understanding of financial accounting issues. The course is designed to enable students to exercise appropriate judgment in selecting and presenting accounting information and provide students with an in-depth understanding of emerging financial accounting issues.

Course Learning Outcomes

On successful completion of this course, the student will be able to:

1. understand the accounting framework accommodating the ethical codes set by the IFAC for professional accountants;
2. describe the provisions and the underlying principles of different accounting standards;
3. account for assets and liabilities following the conceptual framework and the accounting standards;
4. select and present information relating to revenue recognition;
5. demonstrate accounting for income taxes;
6. prepare and present information on the financial statements in conformity with accounting standards; and
7. develop a reasoned argument for the familiar and unfamiliar problems relevant to financial statements.

DETAILED CONTENTS

Parts	Topics	Level of study required	Subtopics	Learning outcomes of topics	Probable weight
A. Conceptual framework for financial accounting (5 Marks)	A1. Financial Reporting and Accounting Standards	U	<ul style="list-style-type: none"> Purpose of Financial Statements; Standard Setting Organizations; Financial Reporting Challenges. 	Upon successful completion, students shall be able to: <ol style="list-style-type: none"> explain the objectives of financial reporting discuss the challenges facing financial reporting. 	30%
	A2. Conceptual framework and Ethical issues	U, AP	<ul style="list-style-type: none"> Conceptual Framework; Fundamental Concepts; Elements of Financial Statements; Assumptions; Measurement, Recognition and Disclosure Concepts; Ethical and Professional Issues. 	<ol style="list-style-type: none"> describe the implication of different parts of the conceptual framework for financial accounting demonstrate the ethical and professional issues for a professional accountant 	70%
B. Preparation of financial statements (50 Marks)	B1. Set of financial statements	U, AP	<ul style="list-style-type: none"> General Features of IAS 1; Structure and detail contents of financial statements; Statement of Financial Position; Statement of Profit or Loss and Other Comprehensive Income; Statement of Changes in Equity; Presentation, notes, and disclosure to the financial statements. 	<ol style="list-style-type: none"> explain the purpose and principles underlying IAS 1; prepare and present the financial statements of an entity according to its accounting policies and appropriate IFRSs. 	40%
	B2. Cash Flow Statement	U, AP, E	<ul style="list-style-type: none"> Cash Flow Statement under direct and indirect methods; Cash Flow Statement using the direct method; 	<ol style="list-style-type: none"> explain the purpose and principle of IAS 7; prepare a statement of 	20%

Parts	Topics	Level of study required	Subtopics	Learning outcomes of topics	Probable weight
C. Accounting for Assets and Liabilities (35 Marks)			<ul style="list-style-type: none"> Special problems in preparing a statement of cash flows; Interpretation of Cash Flows Statement. 	9. cash flows; evaluate special issues in preparing a statement of cash flows.	
	B3. Reporting Financial Performance and Related Information	U, AP	<ul style="list-style-type: none"> Types of accounting changes; Changes in accounting policies; changes in estimates; Related Party Disclosures; Non-Current assets held for sale and discontinued operations; Operating Segments; Earnings per share. 	10. describe treatment for accounting changes; 11. explain the purpose and disclosure provisions of IAS 8, IAS 24, IAS 33, IFRS 5 and IFRS 8; 12. compute earnings per share.	30%
	B4. Other Reporting	U, AP, E	<ul style="list-style-type: none"> Recognition, measurement and disclosure of provisions; Contingent assets; Contingent liabilities; Events after the Reporting Period. 	13. apply the accounting and disclosure requirements of IAS 10 and IAS 37; 14. contrast between events after the reporting period that require adjustment and those that require disclosure only.	10%
	C1. Current Assets and Current Liabilities	U, AP, AN	<ul style="list-style-type: none"> Reporting of cash and cash equivalents; Recognition and valuation of receivable; Nature of Current Liabilities; Valuation and reporting of Current Liabilities. 	15. discuss how to report cash and related items; 16. explain the valuation and reporting of receivables and current liabilities.	10%

Parts	Topics	Level of study required	Subtopics	Learning outcomes of topics	Probable weight
	C2. Inventories	U, AP	<ul style="list-style-type: none"> • Definition and measurement of Inventories; • Inventory valuation method; • Net realizable value; • Recognition as expense; • Disclosure. 	17. apply the main provisions of IAS 2.	20%
	C3. Property, Plant and Equipment (PPE)	U, AP, AN, C	<ul style="list-style-type: none"> • Recognition of PPE; • Measurement and recognition; • Borrowing costs; • Measurement of PPE after initial recognition; • Accounting for revaluation; • Impairment of assets; • De-recognition of PPE; • Disclosure. 	18. discuss the accounting standards applicable for PPE; 19. argue for cost or revaluation model; 20. conduct impairment test.	20%
	C4. Intangible assets	U, AP, AN	<ul style="list-style-type: none"> • Characteristics of intangible assets; • Recognition and measurement of intangible assets; • Internally generated assets; • Disposal and disclosure; • Goodwill. 	21. explain the accounting treatment for various intangible assets as per IAS 38; 22. illustrate the accounting issues for recording goodwill.	10%
	C5. Leases	U, AP	<ul style="list-style-type: none"> • Types of lease; • Accounting for a finance lease; • Allocation and calculation of finance charges; • Disclosure and other issues; • Operating lease; • Accounting for lease by lessee and lessor. 	23. understand the purpose and principles underlying IFRS 16; 24. apply accounting requirements for lease by lessee and lessor.	20%

Parts	Topics	Level of study required	Subtopics	Learning outcomes of topics	Probable weight
D. Accounting for revenue and taxes (10 Marks)	C6. Non-Current Liabilities	U, AP, AN	<ul style="list-style-type: none"> Bonds payable; Long-term notes payable; Extinguishment of non-current liabilities; Presentation and analysis. 	25. explain the accounting for and extinguishment of non-current liabilities; 26. present and analyze non-current liabilities.	10%
	C7. Financial Instruments	U, AP	<ul style="list-style-type: none"> Financial Instruments recognition and measurement; Financial Instruments presentation; Financial Instrument disclosure. 	27. prepare and present extracts of financial statements in light of IAS 32, IAS 39, and IFRS 7.	10%
	D1. Revenue Recognition	U, AP	<ul style="list-style-type: none"> Fundamentals of Revenue recognition; The Five-Step Process of revenue recognition; Accounting for Revenue Recognition Issues; Presentation and Disclosure; Long-Term Construction Contracts; Revenue Recognition Over Time. 	28. recognize and measure revenue following IFRS 15; 29. describe presentation and disclosure regarding revenue.	50%
	D2. Accounting for taxation	U, A	<ul style="list-style-type: none"> Fundamentals of Accounting for Income Taxes; Current tax; Deferred tax; Financial Statement presentation. 	30. compute the current tax and deferred tax; 31. disclose tax in the financial statements.	50%

Here, R = Remembering; U = Understanding; AP = Applying; AN = Analyzing; E = Evaluating; C = Creating; D = Decision making; are the seven levels of learning developed based on the Bloom's Taxonomy.

Recommended Books and Learning Materials

Primary Textbook

1. ICMAB. (2021). ICMAB Learning Manual for Intermediate Financial Accounting.

Recommended Textbook (Latest Edition)

1. Kieso, D. E., Weygandt, J. J., & Warfield, T. D. (2020). *Intermediate accounting: IFRS edition*. (4th ed.). John Wiley & Sons, Inc.
2. Spiceland, D., Nelson, M., Thomas, T., (2020). *Intermediate accounting*. (10th ed.). McGraw Hill Education.

Reference Books/Other Learning Materials (Latest Edition)

1. Stice, J. D. Stice, E. K., (2013). *Intermediate accounting*. (19th ed.). South-Western College Pub.
2. Beechy, T. H., Conrod, J. E., & Farrell, E. (2019). *Intermediate Accounting*. (7th ed.). McGraw-Hill.
3. Stice, K. S., Stice, J. D., (2014). *Intermediate accounting*. (19th ed.). Cengage Learning .

IFA Course Mapping

PrOs	POs	POs	CLOs	CLOs	TLOs
PrO1	5	PO1	1	CLO1	1, 3, 4
PrO2	1, 4	PO2	1	CLO2	5, 7, 9, 11, 13, 18, 23, 27
PrO3	2	PO3	3, 4, 5	CLO3	10, 15, 16, 17, 18, 19, 20, 21, 22, 23, 25
PrO4	-	PO4	2, 3, 4, 5, 6	CLO4	28, 29
PrO5	3, 5	PO5	6	CLO5	30, 31
PrO6	-	PO6	-	CLO6	6, 8, 10, 13, 17, 23, 26, 27, 28, 29, 31
PrO7	7	PO7	7	CLO7	1, 2, 3, 4, 9, 12, 14, 22, 28

Here, PrOs = Program Objectives; POs = Pillar Objectives; CLOs = Course Learning Outcomes; TLOs = Topic Learning Outcomes

IFA Content Mapping

