

MIDDLE EAST TECHNICAL UNIVERSITY

Department of Business Administration

BA 2405 – Principles of Financial Accounting

Spring, 2017

Assoc. Prof. Dr. Adil ORAN

Phone: 210-2041

Class Hours: M & W 13:15-14:30 **G110**

Office: H114

Office Hours: MTh 10:15-11:30

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Course Objectives

Accounting is the “Language of Business” and is used by all businesspeople regardless of their positions. Accounting allows for communication between different parts of a company, as well as, between companies and even throughout the economy. It is at the center of an efficiently functioning economy, as it helps decisionmakers allocate scarce resources.

The aim of this course is not to make you an expert in the entire field of accounting, or even in the entire field of financial accounting. However, this course will provide students with a solid foundation for their career by giving them a **fundamental understanding of accounting theory and practice both internationally and in Turkey**. Students planning to pursue careers in accounting and finance will need to take further courses in this area. However, those students pursuing other areas of education will have been provided the basic tools they require from the field of Financial Accounting.

Date	Reading	Subject	HW
Week 1	Ch. 1	Accounting in Action	
Week 2	Ch. 2	The Recording Process	
Week 3	Ch. 3	Adjusting the Accounts	
Week 4	Ch. 4	Completing the Accounting Cycle	
		MT-1	
Week 5	Ch. 5	Accounting for Merchandising Operations	
Week 6	Ch. 6	Inventories	
Week 7	Ch. 7	Fraud, Internal Control, and Cash	
Week 8	Ch. 8	Accounting for Receivables	
Week 9	Ch. 9	Plant Assets, Natural Resources, and Intangible Assets	
		MT-2	
Week 10	Ch. 10	Liabilities	
Week 11	Ch. 11	Corporations: Organization, Share Transactions, Dividends, and Retained Earnings	
Week 12	Ch. 12	Investments	
Week 13	Ch. 13	Statement of Cash Flows	
Week 14	Ch. 14	Financial Statement Analysis	
		Final	

Assignments

Problems will be assigned on a regular basis and these problems will form the basis for some class discussions. Solutions to the assigned problems will be collected at the beginning of the class period that they are due or submitted through ODTÜclass.

There will also be frequent in-class activities where you will be given a short preparation time (usually in groups) and then called upon for your solutions. You may sometimes be asked to hand in the results of the in-class work.

Course materials

- Required Text: **Financial Accounting IFRS Edition, 2nd or 3rd ed., Weygandt, Kimmel and Kieso, John Wiley and Sons, Inc., 2013.**

Optional Texts:

- Principles of Financial Accounting, 5th ed. Şimga-Muşan, Hoşal-Akman, McGraw-Hill, 2012.
- Horngren, Harrison and Bamber, Accounting 5th edition, Prentice Hall International edition, 2002.
- Meigs, Williams, Haka and Bettner Accounting: the Basis for Business Decisions, 11th Edition, McGraw Hill International Edition (most subjects are quite similar, however, you will be responsible for keeping track of any differences!).
- The Class web page will be a very useful source of information. You will find class materials and the latest breaking news about assignments, exams, etc. there.
- Powerpoint presentations used in class will also be provided on the web page of the class (in pdf format).

Grade determination

Your grade in this course will be determined by your performance on two interim exams, a final exam, homeworks and class participation. The following weights will be used in determining your grade:

Interim Exams (30% each):	60%
Final Exam:	30%
Assignments:	10%

Make-up Exams:

There will be one comprehensive make-up exam given to those students that missed an exam and had valid reasons and documentation. The make-up exam will follow the final exam.