

The Hong Kong University of Science & Technology
Department of Accounting

ACCT3030 – Intermediate Financial Accounting for Non-Accounting Majors

Course Outline – Fall 2022

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Classes: L1 (2302) (Lift 17-18, 2/F): Tuesday&Thursday 16:30-17:50
L2 (LSK1010): Tuesday&Thursday 9:00-10:20
L3 (LSK1010): Tuesday&Thursday 10:30-11:50

Course website: <https://canvas.ust.hk/>

Course Objectives

This course introduces students to contemporary accounting standards and practices used in reporting financial items that are often the primary information for financial analysis and business valuation. Students taking this course will learn how to apply the financial reporting standards, and also develop the conceptual framework, knowledge base and cognitive ability required for analysing corporate financial position and performance.

In regard to accounting standards, our primary focus will be on International Financial Reporting Standards (IFRSs) because (a) the IFRSs and the International Accounting Standards (IASs) have been extensively adopted around the world, and (b) the continuous collaboration between the two largest accounting standard-setting bodies in the world, the IAS Board and Financial Accounting Standards Board (FASB), has led to convergence towards a set of globally accepted accounting standards which are mostly inclined toward current IFRSs. Therefore, the increasing importance, if not dominance, of the more principles-based IFRSs is apparent.

Students taking this course must have the pre-requisite accounting knowledge covered in ACCT2010 or ACCT2020. On the other hand, this course leads onto the higher-level course ACCT4020 Financial Statement Analysis. This should also lay a good foundation for non-accounting major students who wish to explore equity analysis using company information reported in financial statements.

Course Learning Outcomes

This course is designed for business students of non-accounting majors and, as such, its course learning outcomes differ from those of ACCT3010 and ACCT3020 that are designed for accounting majors. While covering fewer topics than those of ACCT3010 and ACCT3020 combined, this course retains the analytical aspects and depth of those topics covered.

Upon completion of this course, students will be able to:

1. Think critically and creatively in making effective decisions supported by analytical and quantitative techniques.
2. Explain the interdependence and distinctive elements of accounting, finance and economics, and integrate them to solve business problems.
3. Apply financial accounting frameworks to business situations, by way of:
 - i. Identifying the information needs of financial statements users and producing accounting information to satisfy those needs.
 - ii. Demonstrating an understanding of the external reporting requirements of organizations.
 - iii. Identifying, collecting, measuring, analyzing, and interpreting financial information.
4. Demonstrate an understanding of the international dimensions of accounting. Identify the activities/issues in accounting that may present ethical challenges, and articulate the consequences associated with unethical behavior.

Course Materials

- Required textbook: Kieso, Weygandt, Warfield. *Intermediate Accounting: IFRS Edition*, 4th edition (2020), John Wiley & Sons.
- Students are required to purchase e-copy of the textbook together with the access to the online homework system WileyPLUS. Registration details are posted on Canvas.
- PowerPoint slides and/or PDF documents used in class are posted on Canvas. **Please do NOT distribute the slides or post them in public websites without the instructor's permission. Thank you.**

Assessments

You will be assessed by your performance in online assignments, midterm exam, final exam, and participation.

Four homework assignments will be assigned on WileyPLUS online system, which can be accessed via Canvas. You are expected to take the homework independently before the required deadline. The purpose of these assignments is to encourage timely review of the topic and to reward your efforts spent on studying the teaching materials. Two attempts are given for each homework. The grade is based on the accuracy of your answers, but once your score is 90/100 or higher, you get the full marks for the assignment. We will drop one assignment with the lowest score, and count only top three assignments. **Late Submission is not allowed.**

For both midterm and final exams, you can bring an A4 **hand-written** "cheat" sheet (you can write on both sides). The final exam is non-cumulative. All students will attend midterm and final exams in person.

5% of the total grade is allocated to class participation, which is evaluated based on your participation in **class discussion**. Examples of valuable participation include the asking of helpful questions (e.g. those that seek clarification or give an opportunity to develop the course material), answering questions and other relevant discussion. Students are

expected to be courteous to your fellow students and to your instructor. Unprofessional and disrespectful conduct that can cause disturbances to the class, such as chatting among and between students outside of the context of the classroom discussion, are not permitted and will hurt your participation score.

Pay attention! There is no make-up for the Mid-term Exam. If you miss the Mid-term Exam for any reason, the weight will be automatically shifted to the Final Exam. For the Final Exam, any make-up arrangement would need the approval from Academic Registry. Please refer to their guideline on <https://registry.hkust.edu.hk/resource-library/examination-regulations-student>.

Grading

<u>Description</u>	<u>Weight</u>
4 Online homework assignments (take 3 highest scores)	15%
Midterm exam	30%
Final exam	50%
Participation	5%
Total	<u>100%</u>

Academic Integrity

The University places a strong emphasis on academic integrity. Please refer to <https://registry.hkust.edu.hk/resource-library/academic-honor-code-and-academic-integrity> for school policies and regulations on plagiarism. Any academic dishonesty noted in this course will lead to a failure grade which will delay your graduation.

Tentative Schedule (Subject to Change)

Important Dates:

Date	Activity	Topic
Sept 23	Homework 1 due for submission (11:59pm HK time)	Chapters 1, 2, 4
Oct 13	Midterm Exam, 7:00-8:30pm	Chapters 1, 2, 4, 5, 7, 9
Oct 14	Homework 2 due for submission (11:59pm HK time)	Chapters 5, 7, 9
Nov 11	Homework 3 due for submission (11:59pm HK time)	Chapters 11, 12, 13
Dec 6	Homework 4 due for submission (11:59pm HK time)	Chapters 14, 15, 16
TBD	Final Exam, TBA	Chapters 11, 12, 13, 14, 15, 16

Dates and topics for class meetings:

Date	Topic
Sept 1	Ch1: Financial Accounting and Accounting Standards
Sept 6	Ch2: Conceptual Framework for Financial Reporting
Sept 8	
Sept 13	Ch4: Income Statement and Related Information
Sept 15	
Sept 20	Ch5: Statement of Financial Position and Statement of Cash Flows
Sept 22	
Sept 27	Ch7: Cash and Receivables
Sept 29	
Oct 4	No class (Chung Yeung Festival)
Oct 6	Ch9: Inventories: Additional Valuation Issues
Oct 11	Ch11: Depreciation, Impairments, and Depletion
Oct 13	No regular class, Midterm Exam, 7-8:30pm. Covering Chapters 1, 2, 4, 5, 7, 9
Oct 18	Ch11: Depreciation, Impairments, and Depletion
Oct 20	Ch12: Intangible assets
Oct 25	
Oct 27	Ch13: Current Liabilities, Provisions, and Contingencies
Nov 1	
Nov 3	Ch14: Non-Current Liabilities
Nov 8	
Nov 10	Ch15: Equity
Nov 15	
Nov 17	Ch16: Dilutive Securities and Earnings per Share
Nov 22	
Nov 24	
Nov 29	Final Review
	Final Exam, To be announced. Chapters 11, 12, 13, 14, 15, 16