

**Unit 5: Investment and Multiplier**

**LH 6**

- 5.1 Investment: Meaning and types
- 5.2 The accelerator theory of investment
- 5.3 Determinants of investment
- 5.4 Marginal efficiency of capital and marginal efficiency of investment
- 5.5 Multiplier: Meaning of multiplier and investment multiplier  
(Case analysis/ numerical practices)

**Unit 6: Macroeconomics Issues**

**LH 11**

- 6.1 Inflation: Meaning, types, demand-pull inflation and cost push inflation, computation of rate of inflation (Consumer price index, whole sale price index and GDP deflator)
- 6.2 Meaning of deflation and stagflation
- 6.3 Unemployment: Meaning, types and measurement of the unemployment rate and the labor-force participation rate
- 6.4 Phillips curve: Concept and interpretation of short-run Phillips curve
- 6.5 Business cycle: Meaning and phases of business cycle
- 6.6 Economic growth and development
- 6.7 Balance of payment
- 6.8 Financial crisis of 2008/09  
(Case analysis/ numerical practices)

**Unit 7: Macroeconomic Policies**

**LH 4**

- 7.1 Fiscal policy: Meaning, objectives and instruments
- 7.2 Monetary policy: Meaning, objectives and instruments
- 7.3 Review of current fiscal policy and monetary policy of Nepal
- 7.4 Policies relating to globalization, liberalization and privatization  
(Case analysis/ numerical practices)

**Basic Textbooks:**

Abel, A.B., Bernanke, B.S., & Croushore, D.(2020). *Macroeconomics (10th Edition)*. Pearson.  
Blanchard, O., & Johnson, D.R.(2017). *Macroeconomics (7th Edition)*. Pearson.  
Krugman, P., & Wells, R.(2018). *Macroeconomics (5th Edition)*. Worth Publishers.  
Mankiw, N.G.(2021). *Principles of Macroeconomics (9th Edition)*. Cengage Learning.

**References Books:**

Krugman, P. & Wells, R.(2018). *Macroeconomics (5th Edition)*. Worth Publishers.  
Mishkin, F.S.(2018). *The economics of money, banking, and financial markets (12th Edition)*. Pearson.  
Raworth, K.(2017). *Doughnut economics: Seven ways to think like a 21st-century economist*. Chelsea Green Publishing.  
Webster, K.(2015). *The circular economy: A wealth of flows*. Ellen MacArthur Foundation Publishing.

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**Far Western University**  
**Faculty of Management**  
**Syllabus (BBA: Second Semester)**

<b>Course Title:</b>	<b>Financial Accounting-I</b>	<b>Course Code:</b> ACC 124
<b>Year:</b>	<b>First</b>	<b>Level:</b> Undergraduate
<b>Semester:</b>	<b>II</b>	<b>Program:</b> BBA
<b>Credits hours:</b>	<b>3</b>	<b>Lecture hours:</b> 48

**Course Objectives**

This course aims to enhance students' understanding of accounting and develop their analytical abilities. It seeks to emphasize the importance of documentation, the rules governing the recording of business transactions, and the processes involved in preparing financial statements. Additionally, the course aims to familiarize students with the concept of the balance sheet and its preparation. Furthermore, it aims to provide an understanding of cash flows, including their preparation and how to measure cash flow performance. Lastly, the course intends to acquaint learners with the analysis of financial statements.

**Course Description**

The course is structured into six units covering the concept of business entities, background of financial accounting and generally accepted accounting principles, basics of financial accounting and essential financial statements, concept of accounting information and internal control, accounting procedures for the preparation of financial statements, preparation of cash flow statement and analysis of financial statements.

**Course Details****Unit 1: Conceptual Foundation** **LH 5**

- 1.1 Business entities: Concept and features of sole proprietorship, partnership and corporation
- 1.2 Financial accounting; Meaning importance, scope, and limitations
- 1.3 Accounting concepts and principles: Accounting concepts, accounting principles and Generally Accepted Accounting Principles (GAAP)
- 1.4 Accounting standards: Nepal Accounting Standards (NAS), International Accounting Standards (IAS), Nepal Financial Reporting Standard (NFRS), and International Financial Reporting Standards (IFRS)
- 1.5 Accounting ethics

**Unit 2: Accounting Process and Accounting Information** **LH 12**

- 2.1 Basis of accounting system: Cash basis and accrual basis
- 2.2 Concept of revenue and capital nature incomes and expenditures
- 2.3 Users of accounting information: Internal and external
- 2.4 Rules of debit and credit
- 2.5 Analyzing the effect of transactions on accounting equation
- 2.6 Recording financial transactions: General journals, posting to T-accounts and general ledger
- 2.7 Trial balance: Concept, objectives and preparation

**Unit 3: Cash and Internal Control** **LH 6**

- 3.1 Cash and cash equivalent: Concept and nature
- 3.2 Internal control: Meaning, purpose, principles and procedure
- 3.3 Bank account and cheque: Concept and types, honor and dishonor of cheque
- 3.4 Bank statement: Concept and importance
- 3.5 Bank reconciliation statement: Concept, importance and preparation

**Unit 4: Financial Statement** **LH 12**

- 4.1 Income Statement: Concept, importance, and limitations; Elements of income statement: revenues, cost of sales, gross profit, operating expenses, operating profit, non-operating incomes, non-operating expenses, tax provision, and net profit; Preparation of income statement: single-