



ACCOUNTING AND FINANCIAL REPORTING

Credit points	6 CP		
Duration of the course	1 sem.		
Study course annotation	The study course provides theoretical knowledge and practical skills enabling to understand the importance of accounting, its goals and objectives in the operation of commercial organisations. The course will cover: basic principles and methods of accounting; accounting and analysis of economic assets and their sources, determination of the financial result of company's economic activity, preparation of financial statements.		
Aim of the study course	Give students an idea of the fundamentals of accounting, as well as the methods of developing and analysing financial statements. Provide practical work skills in the field of accounting.		
Study course results	Knowledge	Skills	Competences
	<ul style="list-style-type: none"> • know the meaning and requirements of accounting, • understand the objects of accounting and elements of the accounting method, • be aware of the principles, essence, composition, content and procedure of preparation of financial statements 	<ul style="list-style-type: none"> • keep records of company's economic transactions in a double entry system; • classify assets and their sources according to the assets and liabilities of the balance sheet; • prepare a balance sheet, profit or loss statement; • systematise and analyse financial information; • assess company's financial position 	<ul style="list-style-type: none"> • able to independently compile a balance sheet, profit or loss statement; • able to independently analyse financial statements and assess the financial position; • able to apply their knowledge in practical activities.
Study course content	Topics		
	1	Accounting, its meaning and tasks. Basic principles and techniques of accounting.	
	2	Classification and characteristics of economic assets: Long-term investments. Current assets.	
	3	Classification and description of financing sources of economic resources: Equity. Payables.	
	4	Basic elements of accounting methods: documentation, inventory, evaluation, calculation.	
	5	The concept of an account, the structure of the account. Double entry and account correspondence. Operational accounts. Chart of accounts.	
	6	Balance sheet (Balance sheet structure. Assets. Liabilities. Equity. Provisions. Payables. Changes in balance sheet items. Business transactions.)	
	7	Preparation and analysis of financial statements	



Form of assessment:	Exam
Obligatory literature:	
<ol style="list-style-type: none">1. Flesher, Dale L. Introduction to financial accounting.- Kent Publishing company, 1987.2. Jay S. Rich; Jeff Jones. Cornerstones of Financial Accounting , 4th Edition. – Cengage Learning, 2018.	
Additional literature:	
<ol style="list-style-type: none">1. Accounting: Law of the Republic of Latvia [online]. Adopted: 10.06.2021 Effective: 01.01.2022 https://likumi.lv/ta/en/en/id/3242492. On the Annual Financial Statements and Consolidated Financial Statements: Law of the Republic of Latvia [online] Adopted: 22.10.2015. Effective: 01.01.2016 with amendments [accessed on 12.12.2019]3. P. Atrill, E. McLaney Accounting and Finance for Non-specialists / Peter Atrill, Eddie McLaney. - 11th ed. - Harlow UK: Pearson, 2019. - 589 p.4. Mott, Graham Accounting for non-Accountants. A manual for Managers and Students / Graham Mott. - 6th ed. - Kogan Page, 2005. - 344, [8] p.	
Other sources of information:	
<ol style="list-style-type: none">1. Bilance: magazin about accounting, legislation and finance. Rīga: SIA Lietišķās informācijas dienests, 2000. ISSN 1407-57092. iFinances – magazin about taxes, accounting, labour and business law. Rīga: iŽurnāli. ISSN 2255-985x Available at: http://ifinances.lv3. Grāmatvedība & Ekonomika http://ge.lv4. Website of legal acts of the Republic of Latvia. Available at: http:// www.likumi.lv5. Website of the State Revenue Service. Available at: http://www.vid.gov.lv	
Changes and additions to the program and literature list are possible during the study process	