|  |  |  |
| --- | --- | --- |
|  |  | **FERGANA POLYTECHNIC INSTITUTE OF THE MINISTRY OF HIGHER AND SECONDARY SPECIAL EDUCATION OF THE REPUBLIC OF UZBEKISTAN**  **FACULTY OF BUSINESS MANAGEMENT** |

**FROM "ACCOUNTING IN BUSINESS" SCIENCE**

**FOR 2nd YEAR STUDENTS**

**SET OF QUESTIONS**

**FERGANA – 2022**

1. The essence of accounting and its significance in the management system (financial accounting, management accounting, their differences)
2. The accounting system of a business (recording, summarizing)
3. The nature of businesses and their stakeholders (internal and external users of financial reports)
4. Types of business entity (sole trader, partnership, company)
5. Advantages and disadvantages of incorporation (limited liability company)
6. Qualitative characteristics of financial reporting (relevance, faithful representation, enhancing)
7. Fundamental and enhancing qualitative characteristics (timeliness, materiality, comparability, verification)
8. The elements of the financial statements (asset, liability, equity, income, expense)
9. Categorisation of assets, liabilities and equity in the financial statements (time based, liquidity)
10. The components of a set of financial statements (balance sheet, profit or loss, cashflow)
11. Accounting concepts (materiality, Substance over form, The going concern assumption, The business entity concept, The accruals basis of accounting, Prudence, Consistency)
12. A regulatory framework for the preparation of financial statements (principle based and rule based framework, NAS, IAS, IFRS)
13. Business transactions and documentation (Purchase order, Sales order, Invoice, Despatch note)
14. Book of prime entry (Sales day book, Purchases day book, Cash book, The journal)
15. Duality, double entry and the accounting equation (Ledger accounts, debits and credits)
16. Inventory in the financial statements (types, year-end adjustment)
17. Valuation of inventory (cost, net realisable value-NRV)
18. Methods of calculating the cost of inventory (unit cost, FIFO, AVCO)
19. Non-current assets (definition, asset cost, capital and revenue expenditure, non-current asset registers)
20. Non-current assets (depreciation, depreciation methods, disposal, revaluation)
21. Intangible assets (difference between tangible and intangible non-current assets, research costs and development costs, amortisation)
22. Accruals and prepayments (matching concept, impact of accruals and prepayments on profit and net assets)
23. Receivables (examples of receivables, purpose of aged receivables analysis, irrecoverable debt, allowance for receivables)
24. Payables (current or noncurrent liabilities, provisions and contingent liabilities)
25. Capital structure and finance costs (capital structure of a limited liability company, share capital and share premium, bonus issues and rights issues)
26. The trial balance, errors and suspense accounts (purpose of trial balance, types of error, purpose of a suspense account)
27. Statement of cash flows (differentiate between profit and cash flows, benefits and drawbacks, indirect and direct method)
28. Interpretation of financial statements (analysis of financial statements, purpose of the interpretation, profitability, liquidity, efficiency)
29. Consolidated statement of financial position (parent, subsidiary, control, non-controlling interest, trade/simple investment)
30. Consolidated statement of profit or loss and associates (intra-group trading, unrealised profit, equity accounting)

Prepared by: D.A.Mamarasulov

Head of the department: I.N.Ismanov