



Accounting Essentials

For CFA Level I Candidates

Offered twice a year during Spring and Fall review programs.
Check www.cfalacfareview.org for exact dates.

University of Southern California, Bldg. & Room TBA

The CFA Program assumes a working knowledge of basic principles of accounting and finance. However, many Level I CFA candidates are weak in these areas and may flounder when confronted with CFA curriculum materials that assume familiarity with these concepts.

To help such candidates advance, we offer an Accounting Essentials course that provides the skills Level I CFA candidates need to study effectively the accounting and financial analysis topics of the CFA exam. The instructor for this course has served as an instructor for the USC/CFALA CFA® Review Program and understands how to bridge this critical knowledge gap.

Cost

\$225 CFALA Members
\$250 Nonmembers

Free to candidates enrolled in the USC/CFALA CFA Review Program.

Register online at www.cfalacfareview.org. For further information, call 213.341.1164, x701.

INTRODUCTION – THE PROCESS OF ACCOUNTING

- Event
- Revenue, expense and owners' equity
- Record (journal)
- Reporting
- Summary (ledger)
- Limitations

- Report (financial statements)
- Historical cost
- Assets, liabilities and owners' equity
- Operating cycle
- Valuation
- Revenue recognition and value
- Materiality
- Matching costs, entity

BALANCE SHEET

- **Assets:** cash; short-term investments; accounts receivable; inventory; prepaids; property, plant and equipment; accumulated depreciation; investments; intangibles
- **Liabilities:** accounts payable, other current liabilities, lease liabilities, pension liabilities, deferred income taxes, contingencies
- **Owners' Equity:** preferred stock, common stock, retained earnings, foreign currency adjustment, treasury stock
- **Income Statement:** sales, cost of goods sold, operating income, earnings per share
- **Other Required Disclosures**
- **Summary:** accounting process, transaction focus, values on the financial statements

Recommended Text (not provided):
Essentials of Accounting, Robert N. Anthony and Leslie Pearlman Breitner, 9th Edition. Prentice Hall, 2006. ISBN 0-13-149693-4. Price: \$54.