

20BB103 FINANCIAL ACCOUNTING

Hours Per Week :

L	T	P	C
4	-	-	4

Total Hours :

L	T	P
50	-	-

COURSE DESCRIPTION AND OBJECTIVE:

This course is intended to provide knowledge on accounting practices to equip students with concepts, process and reporting of financial statements in modern organizations. Students will learn accounting principles, accounting process, preparation of final accounts for sole trading firms and companies shares and debentures.

COURSE OUTCOMES:

Upon completion of the course, student will able to achieve the following outcomes:

COs	Course Outcomes	POs
1	Understanding the Accounting concepts, conventions and principles of Accounting.	1,2,3
2	Construct journal entries, ledger Accounts and trail balance.	1,2,3
3	Analyze the performance of the organization through Trading, profit & loss, and balance sheet.	1,2,3
4	Apply the Depreciation Methods and Inventory Valuation Methods in the Company/ industry.	1,2,3
5	Compute the value of shares and debentures of the Company/ industry.	2,4

SKILLS :

- ✓ *Contact an NGO and find out their system of accounting.*
 - ✓ *Collect information with regard to the practical reasons for charging*
 - ✓ *Depreciation and the methods adopted for calculating the same.*
 - ✓ *Generate different types of financial and cost related reports using excel and tally.*
 - ✓ *Find out the accounting system adopted by a Sole Proprietor*
 - ✓ *Differences between Double Entry and Single Entry systems of Book-keeping.*
- Analyze the differences between Profit & Loss Account and Income & Expenditure Account/ Receipts & Payments Account*

UNIT - I**L-10**

Introduction to Accounting: Meaning, Need for Accounting, Objectives of Accounting, Functions of Accounting, Internal and External users of Accounting information, Accounting Cycle, limitations of Accounting, Accounting Concepts and Conventions, (GAAP).

UNIT - II**L-10**

Accounting systems & process: Book-keeping – Meaning, Double Entry System, Classification of Accounts, Rules of Debit and Credit of Accounts, Preparation of Journal entries, Ledger Accounts and Trial balance.

UNIT - III**L-10**

Preparation of Final Accounts: Concept of Capital and Revenue transactions. Preparation of Trading Accounts - Profit & Loss Account - Balance sheet – Problems with simple Adjustments.

UNIT - IV**L-10**

Depreciation and inventory management: Meaning, need & importance of depreciation, methods of charging depreciation. Valuation of Inventory – Methods of Inventory Valuation- First in First out method, Last in First out method and average cost method.

UNIT - V**L-10**

Company Accounts: Meaning- Nature, types of companies, Shares & Debentures- Issue-Forfeiture-Re-Issue-Redemption of Debentures.

TEXT BOOKS:

1. S.P. Jain, K.L Narang "Financial Accounting", 3rd Edition, Kalyani Publishers, 2016.

REFERENCE BOOKS:

1. Jain S.P., & Narang K L. "Basic Financial Accounting", 1st Edition, Kalyani publishers, 2014.
2. Maheshwari, S.N., & Maheshwari, S.K. . "Advanced Accountancy", 10th Edition, Vikas house publication ltd, 2010.
3. Shukla, M. "Advanced Accounts" 19th Edition, S Chand Group, 2016. .
4. Radhaswamy, M & Gupta, R.L. " Advanced Accountancy" 17th Edition, Sultan Chand & Sons, 2014.
5. Jawahar Lal,Seea Srivastava, "Financial Accounting-Principles And Practices:", 3rd Edition, S. Chand, NewDelhi, 2014.