

BACHELOR OF COMMERCE - FIRST SEMESTER

FINANCIAL ACCOUNTING – I

Code:SC 1.4

Contact Hours: 56

Credits: 4

Univ Code:

Work load: **4 hours per week**

Evaluation: Continuous Internal Assessment – **30 Marks**
Semester-End Examination – **70 Marks**

Objectives: To enable the students to recollect the basics of accounting and prepare them to understand advanced treatments in preparation of final accounts. To enable the students to convert the single-entry system into the double-entry system and make them to understand the accounting of consignment and branch accounts.

Pedagogy: Combination of lectures, assignment, simple case study, group discussion, etc.

Module 1: Introduction: Meaning and Definition of Accounting - Importance of Accounting, Accounting Concepts – Accounting Conventions – Accounting Standards, Types and Rules of Accounts - Accounting Cycle - Journal, Ledger, Trial Balance (Revision)

Module 2: Final Accounts of Sole Trading Concerns: Preparation of Trading Account, Profit and Loss Account and Balance Sheet including Manufacturing Account.

Module 3: Accounting from Incomplete Records (Single Entry System): Meaning, Merits and Demerits – Ascertainment of Profits on the basis of Statement of Affairs – Conversion of Single Entry into Double Entry.

Module 4: Accounting for Consignment Transactions: Meaning, Consignment v/s Sales, Proforma Invoice, Account Sales, Types of Commission, Goods sent at Cost Price and Invoice Price, Valuation of Stock - Normal Loss and Abnormal Loss, Journal Entries and Ledger Accounts in the books of both the Consignor and Consignee.

Module 5: Branch Accounts: Dealing with cash sales, credit sales, goods received at invoice price-Independent branches-Incorporation of branch transactions in the books of head office -depreciation of branch assets, goods and remittances in transit.

Recommended Books

1. Financial Accounting - S.N. Maheshwari.
2. Financial Accounting – Shukla & Grewal.
3. Financial Accounting – B.S Raman
4. Advanced Accounting – R.L Gupta &Radhswamy
5. Introduction to Accountancy – T.S.Grewal.
Introduction to Accountancy- M.B.Kadkol