

Government Degree College Baramulla

SEMESTER 1st

MAJOR/MINOR COURSE

Subject: Business Administration

Title: Financial Accounting

Code: BBA22C102

Credit: (4+2) (Theory: 04; Tutorial: 02)

Contact Hours: 64 (T) + 64 L)

***OBJECTIVE:** To help the students to acquire conceptual knowledge of the financial accounting and to impart skills for recording various kinds of business transactions and to familiarize the students with the mechanics of preparation of financial statements, understanding corporate financial statements, their analysis and interpretation.*

THEORY (4 Credits)

UNIT-I Introduction of Book-keeping and Accountancy; Basic concepts- Assets, liabilities, Profit, Income, Equity, Expenditure, Net worth; Principles of accounts; Systems of accounting-Single entry, Cash system and double entry system; Rules of double entry system; Accounting equation; Accounting Principles, GAAP, IFRS-Basic Concept **(16 Contact Hours)**

UNIT-II Journal: Meaning, Importance and utility of Journal, Specimen of Journal, Journalizing, other Subsidiary books- Cashbook, purchase book, sales book, returns inwards book, returns outwards book, Preparation of bank reconciliation statement **(16 Contact Hours)**

UNIT-III Ledger-concept, significance, posting from journal to ledger accounts: closing of ledger accounts; Preparation of trail balance, Types and rectification of errors; Depreciation- Causes; Methods of calculating depreciation (SLM, DBM, and AM); Provisions and reserves, Inventory Management-Basic Control Techniques. **(16 Contact Hours)**

UNIT-IV Preparation of Final accounts- Trading, P&L and balance sheet of Sole Proprietorship and partnership concerns and joint Stock Companies. **(16 Contact Hours)**

Tutorial / Practical (2 Credits)

The students need to prepare and generating reports on Ledger Accounts, Trial Balance, Profit and Loss Account, Balance Sheet etc. Each student will have prepare the above and submit report as an elaborated assignment for evaluation. Annual Reports of Joint Stock Companies- Case Studies

(16 Contact Hours)

Suggested Readings:

1. Anthony, RN. and Reece. J.S.: Accounting Principles: Richard Irwin Inc.
2. Gupta. R.L.and Radhaswamy. M: Financial Accounting; Sultan Chand and Sons, New Delhi.
3. Monga J.R., Ahuja Girish, and Sehgal Ashok: Financial Accounting; Mayur Paper Back. Nokia.
4. S.N. Maheshwari, and. S. K. Maheshwari. Financial Accounting. Vikas Publishing House, New Delhi.

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5. Deepak Sehgal. Financial Accounting, Vikas Publishing H House, New Delhi.
6. Goldwin, Alderman and Sanyal, Financial Accounting, Cengage Learning.
7. Tulsian, P.C. Financial Accounting, Pearson Education.