

# **Accounting Principles and Practices**

**Program in which it is offered: B.Com & BBA**

**Course Category: Proficiency**

**Schedule of Offering: Semester 1**

**Course Credit Structure: 1**

**Course Code: CK110**

- **Lecture: 2 hours**
- **Tutorial: 0**
- **Practical: 0**

**Contact Hours per week: 2 hrs**

**Instructor: Dr. Vinod R R**

## **1. Introduction**

The course is offered as a preparatory course, which provides the students with basic concept and process of accounting. The main aim of this course is to provide an overview of the basic concepts and process followed in accounting. Further, it will also act as a foundation course for those who are from streams other than commerce and management. For those from commerce and management background this would be a refresher course.

## **2. Objectives**

- To provide an overview on the concepts in Accounting
- To facilitate the students in understanding the accounting process
- To equip the students to take up accountancy courses in the coming semesters

## **3. Learning Outcome**

By the end of the course, the student will be able

- To understand the what is accounting and its contribution to the business and society
- To describe the accounting process and the different forms of business entities
- To prepare the final accounts of trading firms

## **4. Pre-requisites**

None

## **5. Readings**

Primary Texts:

Paresh Shah, Financial Accounting for Management, Oxford University Press

References:

1. M.C.Shukla, T.S. Grewal, and. S.C. Gupta, Advanced Accounts. Vol.-I. S. Chand & Co., NewDelhi.
2. S.N. Maheshwari S.K. Maheswari and Sharad K. Maheswari, Financial Accounting, Vikas Publishing House, New Delhi.
3. P.C. Tulsian, Financial Accounting, Pearson Education, New Delhi.

Subsidiary Readings:

1. Compendium of Statements and Standards of Accounting, The Institute of Chartered Accountants of India, New Delhi,

<http://www.cga.nic.in/writereaddata/CompendiumofAccountingStandards.pdf>

2. Indian Accounting Standards (IAS)101, Ministry of Corporate Affairs,

<http://mca.gov.in/Ministry/pdf/INDAS101.pdf>

## **5. Module-wise topics**

### **Module 1: Theoretical Framework of Accounting – 4 Sessions**

**Objectives:**

- To make students understand the basic terms and concepts of Accounting

Topics :

- Accounting as an Information System. Sub fields of Accounting. Bases of Accounting: cash basis and accrual basis
- Accounting Principles: Concepts and Conventions
- Book-keeping
- Double Entry System
- Capital and Revenue Transaction

Readings:

Paresh Shah, Financial Accounting for Management, Oxford University Press, pp 3-16; 22-24; 38-40 and 40-41

#### Additional references

S.N. Maheshwari S.K. Maheswari and Sharad K. Maheswari, Financial Accounting, Vikas Publishing House, New Delhi, Chapters:- 1, 2, 3 and 10

P.C. Tulsian, Financial Accounting, Pearson Education, New Delhi, Chapters: 1, 2, 4, 5, 6, 7 and 8

### **Module 2: Financial Accounting Standards – 4 Sessions**

#### **Objectives:**

- To make students aware about the Accounting Standards (Indian as well as International).

#### **Topics:**

- Financial Accounting Standards: Concept and benefits
- Procedure for issuing accounting standards in India.
- Salient features of First-Time Adoption of Indian Accounting Standard (Ind-AS) 101
- International Financial Reporting Standards (IFRS): Convergence in India.

#### **Readings:**

Paresh Shah, Financial Accounting for Management, Oxford University Press, pp 404-408;525-531

#### **Additional references:**

- S.N. Maheshwari S.K. Maheswari and Sharad K. Maheswari, Financial Accounting, Vikas Publishing House, New Delhi, Chapter: - 2
- P.C. Tulsian, Financial Accounting, Pearson Education, New Delhi, Chapter: - 3

#### **Suggested online sources:**

Compendium of Statements and Standards of Accounting, The Institute of Chartered Accountants of India, New Delhi,

<http://www.cga.nic.in/writereaddata/CompendiumofAccountingStandards.pdf>

Indian Accounting Standards (IAS)101, Ministry of Corporate Affairs,  
<http://mca.gov.in/Ministry/pdf/INDAS101.pdf>

### **Module 3: Accounting Process – 7 Sessions**

#### **Objectives:**

- To make students understand the process involved in the financial accounting
- To enable the students to record business transactions and then prepare the final accounts.

**Topics:**

- Accounting Cycle
- Journalising Transactions - Rules of Debit and Credit
- Books of prime entry
- Ledger Posting
- Trial Balance
- Depreciation, Methods of computing depreciation
- Final Accounts (without adjustments)

**Readings**

Paresh Shah, Financial Accounting for Management, Oxford University Press, pp 85-96; 102-103; 136-143; 229-246

**Additional references**

- M.C.Shukla, T.S. Grewal and. S.C. Gupta, Advanced Accounts. Vol.-I. S. Chand & Co., NewDelhi, Chapter: 1
- S.N. Maheshwari S.K. Maheswari and Sharad K. Maheswari, Financial Accounting, Vikas Publishing House, New Delhi, Chapters: 4, 5, 6, 11 and 12
- P.C. Tulsian, Financial Accounting, Pearson Education, New Delhi, Chapters: 9 and 11

**6. Pedagogy**

This course employs class room lectures, quizzing and discussions. Quiz will be conducted at the end of each module. Every student is expected to actively participate in the class discussion. Along with these there will be one written examination.

**Evaluation Pattern:**

<b>Component</b>	<b>%</b>
Quiz	10
Assignment	10
Written Examination	30
Total	50