



ARSD College, University of Delhi

Model Course Handout/Lesson Plan

Course Name : B.Com. (Hons.)						
Semester	Course Code	Course Title	Lecture (L)	Tutorial (T)	Practical (P)	Credit (C)
I	BCH: DSC1.3	Financial Accounting	3	-	1	4
Teacher/Instructor(s)		Barun Kumar Jha				
Session		2022-23				

Course Objective: The Objective of this course is to provide conceptual knowledge of financial accounting and the techniques for preparing Financial Statement.

Course Learning Outcomes:

After completing the course, the student shall be able to:

- understand the theoretical framework of accounting and to prepare financial statements
- explain and determine depreciation and value of inventory
- learn accounting for leases, branches and departments
- Develop trading and profit and loss account and balance sheet using computerized accounting.

Lesson Plan:

Unit No.	Learning Objective	Lecture No.	Topics to be covered
1.	Introduction	1	Accounting as an information system, the users of financial accounting information and their needs. An overview of Artificial Intelligence and Data Analytics in Accounting.
		2	Qualitative characteristics of accounting information. Functions, advantages and limitations of accounting. Branches of accounting. Basis of accounting: cash basis and accrual basis. Capital and revenue expenditures and receipts. Events occurring after the balance sheet date, Extraordinary Items, Prior Period Items, Accounting Estimate. Accounting Policies, Fair Value, Meaning, Recognition and Disclosure Requirements of Provision, Contingent Liability and Contingent Asset.
		3	Financial Accounting Principles: Meaning and need; Generally Accepted Accounting Principles(GAPP): Entity, Money Measurement, Going Concern, Cost, Revenue Recognition, Realization, Fundamental Accounting Assumptions, Accruals, Periodicity, Full Disclosure, Consistency, Materiality, and Prudence (Conservatism). Fundamental Accounting Assumptions as per AS 1
		4	Accounting Standards: Concept, benefits, and Process of formulation of Accounting Standards including Ind AS (IFRS converged standards) and IFRSs; convergence vs adoption; Application of accounting standards (AS and Ind AS) on various entities in India. International Financial Accounting Standards (IFRS) –meaning, need, and scope
		5-6	Accounting Process: From the recording of a business transaction to the

			preparation of trial balance including adjustment, transfer and closing entries. Application of Generally Accepted Accounting Principles in recording financial transactions and preparing financial statements and accounting treatment of GST
2.	Depreciation Accounting and Inventory Valuation	7	Accounting for Plant Property and Equipment & Depreciation: Meaning of Depreciation, Depletion and amortization
		8-10	Objective and Methods of Depreciation (Straight line, Diminishing Balance), Change of Method
		11	Change of Method of Depreciation
		12	Inventory Valuation: Meaning, Significance of Inventory Valuation, Inventory Record System-Periodic and Perpetual
		13-15	Methods of Inventory Valuation- FIFO, LIFO and Weighted Average
3.	Financial Statements	16-19	Financial Statements of Sole Proprietorship
		20-24	Financial Statements of Not-for-Profit Organisations
4.	Accounting for Inland Branches, Departments and Leases	25-32	Accounting for Branch : Dependent branches ('Debtors system' and 'Stock & debtors System') and Independent branches
		33-34	Departmental Accounting: Concept, Type of departments, Basis of allocation of departmental expenses, Methods of departmental accounting
		35	Methods of departmental accounting
		36	Accounting for Leases: Concept, Classification of leases and practical problems
5.	Computerized Accounting System	37-38	Computerized Accounting System: Computerized accounts by using any popular accounting software: Creating a company
		39-41	Configure and Features settings; Creating Accounting Ledgers and Groups, Creating Stock Items and Groups; Vouchers Entry
		42-44	Generating Reports – Cash Book, Ledger Accounts, Trail Balance, Profit and Loss Account, Balance Sheet, Funds Flow Statement, Cash Flow Statement,
		45	Selecting and Shutting a Company; Backup and Restore of Data of a Company

Evaluation Scheme:

No.	Component	Duration	Marks
1.	Internal Assessment		30
	• Quiz		
	• Class Test		
	• Attendance		
	• Assignment		
2.	Practical Exam		40 (20 Practical + 10 Viva + 10 CA)
3.	End Semester Examination	3 Hrs.	90

Details of the Course		
Unit	Contents	Contact Hours
1	(A) Conceptual Framework (B) Accounting as an information system, the users of financial accounting information and their needs. An overview of Artificial Intelligence and Data Analytics in Accounting.	6

	<p>(C) Qualitative characteristics of accounting information. Functions, advantages and limitations of accounting. Branches of accounting. Basis of accounting: cash basis and accrual basis. Capital and revenue expenditures and receipts. Events occurring after the balance sheet date, Extraordinary Items, Prior Period Items, Accounting Estimate. Accounting Policies, Fair Value, Meaning, Recognition and Disclosure Requirements of Provision, Contingent Liability and Contingent Asset.</p> <p>(D) Financial Accounting Principles: Meaning and need; Generally Accepted Accounting Principles(GAPP): Entity, Money Measurement, Going Concern, Cost, Revenue Recognition, Realization, Fundamental Accounting Assumptions, Accruals, Periodicity, Full Disclosure, Consistency, Materiality, and Prudence (Conservatism). Fundamental Accounting Assumptions as per AS 1.</p> <p>(E) Accounting Standards: Concept, benefits, and Process of formulation of Accounting Standards including Ind AS (IFRS converged standards) and IFRSs; convergence vs adoption; Application of accounting standards (AS and Ind AS) on various entities in India. International Financial Accounting Standards (IFRS) –meaning, need, and scope.</p> <p>(B) Accounting Process From the recording of a business transaction to the preparation of trial balance including adjustment, transfer and closing entries. Application of Generally Accepted Accounting Principles in recording financial transactions and preparing financial statements and accounting treatment of GST.</p>	
2	<p>(a) Business income: Concept of Revenue and Business Income, Measurement of business income; relevance of accounting period, continuity doctrine and matching concept in the measurement of business income; Objectives of measurement of Business income.</p> <p>(b) Revenue recognition with reference to AS 9.</p> <p>(c) Accounting for Property, Plant, and Equipment with reference to AS 10. Impact of Depreciation on measurement of business income. Accounting for Intangible Assets with reference to AS 26.</p> <p>(d) Valuation of Inventory with reference to AS 2. Impact of inventory valuation on measurement of business income by using FIFO, LIFO, and Weighted Average Method.</p>	9
3	Preparation of Financial Statements of Sole Proprietorship and Not-for-Profit Organisations	9
4	<p>(a) Accounting for Inland Branches: Concept of Dependent branches; Branch Accounting as per- Debtors System, Stock and Debtors' System.</p> <p>(b) Accounting for Departments (excluding Mark-up Account).</p> <p>(c) Accounting for Leases with reference to AS 19.</p>	12
5	Computerised Accounting Systems: computerised Accounts by using any popular accounting software Creating a Company; Configure and Features settings; Creating Accounting Ledgers and Groups; Creating Stock Items	9

	and Groups; Vouchers Entry including GST; Generating Reports - Cash Book, Ledger Accounts, Trial Balance, Profit and Loss Account, Balance Sheet, Cash Flow Statement. Selecting and shutting a Company; Backup, and Restore data of a Company	
	Total	45
Suggested Books:		
Sl. No.	Name of Authors/Books/Publishers	
1	Bhushan Kumar Goyal and H.N. Tiwari, Financial Accounting , Taxmann	
2	Alok Kumar Financial Accounting, Singhal Publication.	
3	J R. Monga Financial Accounting: Concept and Applications. Mayur Paper Backs	
4	P C. Tulsian Financial Accounting, Tata McGraw Hill New Delhi	
5	Lt Bhupinder. Financial Accounting – Concepts and Applications, Cengage	
Mode of Evaluation:	Internal Assessment / Practical /End Semester Exam	

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