

Fundamentals of Accounting

[MB-106]

Credits : 4

Module – I (Financial accounting)

1. Introduction to Financial Accounting – Concepts – Conventions – Importance and scope – Accounting Principles – Double entry system – Brief overview of accounting cycle – introduction to Balance Sheet and Income Statement [10L]

2. Accounting for Fixed assets – Introduction – Valuation of Fixed assets – principles and norms of standard accounting treatment (AS 10) [4L]

3. Depreciation – Methods – Accounting – Importance [2L]

4. Revenue Recognition - Introduction -Definitions -Sale of Goods -Rendering of Services -The Use by Others of Enterprise Resources Yielding Interest-Royalties and Dividends -Effect of Uncertainties on Revenue Recognition - accounting standard (AS 9) [4L]

5. Provisions – Doubtful Debt – Bad Debt – Importance – Provisions – Reservations – Accounting Treatments [2L]

6. Financial Statements – Introduction to Corporate Final Accounts as per Schedule VI of Companies Act 1956 Income Statement – Interpretation of Annual Reports. [2L]

Module – II (Cost accounting)

1. Cost Accounting : key terms, cost concepts, classifications, total cost components, cost accounting and management accounting, cost accounting and financial accounting. [6L]

2. Elements of Cost : Materials (Purchasing, Storekeeping, Issue, Pricing & Control); Labour (Costing & Control) ; Overheads (Analysis, Distribution and Control, Treatment of Special Items). [10L]

Readings :

Module I

Text:

Bhattacharyya, Ashis K.: Financial Accounting for Business Managers, PHI

Gupta: Financial Accounting for Management, Pearson education

Narayanaswamy, R : Financial Accounting, PHI

Ramchandran, Kakani: Financial Accounting for managers, Tata McGraw-Hill

Shah : Basic Financial Accounting For management, OUP

Reference:

Anthony, Hawkins, Merchant: Accounting:Text & Cases, McGraw-Hill International

Horngren, Sundem, Elliot: Introduction to Financial Accounting, Pearson Education

Weygandt, Kieso, Kimmel: Financial Accounting, Wiley

Module II

Text:

Banerjee, Bhabatosh - Cost Accounting : Theory and Practice, PHI, 12th edition, 2007

Bhattacharyya, Ashis K - Principles and Practice of Cost accounting, PHI

Jain ,S. P. & Lall Nigam, B M : Cost Accounting - Principles & Practice, PHI

Reference:

Horngren, Dattar, Foster: Cost Accounting, Pearson education