

SEMESTER – II

Core - Financial Accounting

Instructional Hrs: 75

Sub. Code: 17CMUC203

Max. Marks: CIA -25; ESE -75

Credits: 4

Objectives : i) To enable the students to acquire knowledge of the financial accounting principles and practices.
ii) To equip the students with skills for recording various kinds of business transactions

UNIT – I

15 Hrs.

Depreciation – Meaning – Need – Causes – Methods of depreciation –Under Income Tax Act 1961 – Under Companies Act 2013.

UNIT – II

15 Hrs.

Departmental Accounts – Branch accounts excluding foreign branches.

UNIT – III

15 Hrs.

Single entry system – Meaning and features – *Statement of Affairs method* and conversion method. Hire purchase system excluding hire purchase trading accounts.

UNIT – IV

15 Hrs.

Partnership Accounts —Method of preparations of Capital Accounts – Past adjustments - Admission – *Retirement* (simple problems only).

UNIT – V

15 Hrs.

Dissolution of partnership – insolvency of a partner – Garner Vs Murray (Simple Problems only)- *Piecemeal Distribution*.

Note: 20% marks for theory and 80% marks for problem.

Note: *Italics denotes Self Study Topics*

Skill Based Component (Not for End Semester Examinations).

- Collect figures from a sole trading concern and prepare necessary accounts under single entry system.
- Visit a bank, get terms and conditions regarding hirepurchase loan for vehicles.

TEXT BOOK

1. **Reddy.T.S and Murthy.A**, *Financial Accounting*, Margham Publications, Chennai, 6th Revised Edition 2011, Reprint 2014.

BOOKS FOR REFERENCE

1. **Jain.S.P and Narang.K.L**, *Advanced Accountancy*, Kalyani Publishers, New Delhi, 16th Edition, 2009.
2. **Gupta.R.L. and Radhaswamy.M**, *Advanced Accounting*, Sultan Chand and Sons, New Delhi, 13th Revised Edition, 2007.
3. **Maheswari.S.N**, *Advanced Accounts*, Vikas Publishing House, New Delhi, 2001.