

SARDAR PATEL UNIVERSITY
Vallabh Vidyanagar, Gujarat
(Reaccredited with 'A' Grade by NAAC (CGPA 3.25)
Syllabus with effect from the Academic Year 2021-2022

Bachelor of Business Administration
B.B.A (ITM) Semester-I

Course Code	UM01CBBI72	Title of the Course	FINANCIAL ACCOUNTING
Total Credits of the Course	03	Hours per Week	03
Course Objective:			
<ol style="list-style-type: none"> 1. To give an insight into the basics of Accounting Concepts and Principles 2. To help the students to develop cognizance of the importance of accounting in organization financial statements. 3. To enable students to describe how people analyze the corporate financial statements under different conditions and understand why people describe the financial statements in different manner. 			

Course Content		
Unit	Description	Weightage* (%)
1.	Conceptual Frame work: (Theory and Examples) <ul style="list-style-type: none"> • Meaning and Objectives of Accounting • Advantages & Limitations of Accounting • Accounting Concepts and Conventions for Profit & Loss Account & Balance Sheet • Business Transactions, Classification of Accounts and rules of debit & Credit, Distinction between Capital and revenue expenditures and incomes • Examples on recording transactions into journal, posting into ledgers, Balancing and preparation of Trail Balance 	25%
2.	Final Accounts of Sole Proprietor: (Examples Only) <ul style="list-style-type: none"> • Preparation of Trading Account, Profit & Loss Account and Balance Sheet 	25%
3.	Final Accounts of Joints Stock Companies (Examples Only) <ul style="list-style-type: none"> • Vertical presentation of accounting with notes as per revised schedule III, as per amendments of Companies Act-2013 	25%



4.	Ratio Analysis (Theory and Examples) <ul style="list-style-type: none"> • Meaning of Accounting Ratio • Utility & limitations of Ratio Analysis • Classification of Accounting Ratios • 1. Liquidity Ratios- Current ratio, Liquid ratio, Quick ratio • 2. Profitability Ratios- Gross Profit ratio, Net Profit ratio, 	25%
	<p>Operating ratio, Return on capital employed, Return on Shareholders' funds</p> <ul style="list-style-type: none"> • 3. Turnover Ratios- Stock turnover ratio, Fixed assets turnover ratio, Debtors turnover ratio, Creditors turnover ratio • 4. Leverage Ratios- Debt equity ratio, Proprietary ratio, Long term funds to fixed assets ratio • Examples based on maximum two years data with interpretation 	

Evaluation Pattern		
Sr. No.	Details of the Evaluation	Weightage
1.	Internal Written / MCQ (As per CBCS R.6.8.3)	15%
2.	Internal Continuous Assessment in the form of Practical, Viva-voce, Quiz, Seminars, Assignments, Attendance (As per CBCS R.6.8.3)	15%
3.	University Examination	70%

Course Outcomes: Having completed this course, the learner will be able to	
1.	<ul style="list-style-type: none"> • Have a solid foundation in accounting and reporting requirements of the Companies Act and relevant Indian Accounting Standards • Develop understanding towards recording transaction
2.	<ul style="list-style-type: none"> • Develop keen understanding of Final Accounts of Sole Proprietor • Have a comprehensive understanding of the advanced issues in accounting for assets, liabilities and owner's equity



3.	<ul style="list-style-type: none"> • Understand the treatment regarding how to prepare P&L and balance sheet as per schedule III • Develop understanding towards Final Accounts of Joints Stock Companies
4.	<ul style="list-style-type: none"> • Learn about fundamentals of ratio analysis • Improve understanding of financial results and trends over time, and provide key indicators of organizational performance with the help of
	various ratios

Suggested References:

Sr. No.	References
1.	Advanced Accountancy 1-Maheshwari S N & Maheshwari S K
2.	Fundamentals of Financial Accounting-Sehgal Ashok and Sehgal Deepak
3.	Advanced Accountancy-Tulsian
4.	Advanced Accountancy 1-Gupta Radhaswamy
5.	Principals & Practice of Accountancy Gupta R L & Gupta V K
6.	Advanced Accountancy-Jain S P & Narang K L
7.	https://www.accountingcoach.com/financial-accounting/explanation
8.	https://www.icsi.edu/media/webmodules/Corporate%20and%20Management%20Accounting.pdf

