

**JYOTI NIVAS COLLEGE AUTONOMOUS
SYLLABUS FOR 2018 BATCH AND THEREAFTER**

Programme: B.B.A

Semester: II

FINANCIAL ACCOUNTING

Course Code: 18BB202

No. of Hours: 60

COURSE OBJECTIVES:

- Accounting helps in determining how well a business is performing by summarizing the financial information into quantifiable measures.
- Accounting information is necessary in securing finance.
- accounting provides a basis for performance assessment of a business over a period over time which promotes accountability across several tiers of an organization.

LEARNING OUTCOMES:

- After studying this paper students should be able to apply both quantifiable and qualitative knowledge to their future careers.
- Apply accounting concepts and methods to interpret financial statements for evaluating the financial position and performance of organizations.
- each student must demonstrate strong organizational skills and a capacity for responsive and timely work.

UNIT 1: Consignment Accounts

10 HRS

Introduction-Meaning-Consignor-consignee-Goods invoiced at cost price- Goods invoiced at selling price-Normal loss-Abnormal loss-Valuation of stock- Stock reserve – journal entries – Ledger Accounts in the books of Consignor and Consignee.

UNIT 2: Departmental accounts

14 HRS

Introduction-meaning-objectives-apportionment of revenue items- interdepartmental transfers at cost price-at selling price-preparation of departmental trading & profit and loss account-general profit and loss account-balance sheet.

UNIT 3: Royalty Accounts

14 HRS

Meaning –Minimum rent – Short workings- Preparation of minimum rent account-Recoupment of short workings-irrecoverable short workings Entries in the books of Lessee and Lessor (Excluding sublease).

UNIT 4: Hire Purchase

12 HRS

Meaning- Features-Sale vs. Hire purchase- entries and accounts in the books of both the parties (Purchaser and vendor) (Asset accrual method only)- Default and Repossession – Partial and complete repossession.

UNIT 5: Insurance Claims

10 HRS

Calculation of loss of stock (including normal & abnormal stock)- Preparation of statement of claim- Partial Insurance- average clause.

SKILL DEVELOPMENT

- Computation of cash price, interest components and hire purchase installments taking any problem.
- Understand the meaning and purpose of loss of stock insurance including the average clause.
- A problem on royalty highlighting the significance of minimum rent and recoupment of short workings.
- Collection and recording of Royalty agreement with regard to any suitable situation.
- Collection and recording of Hire Purchase Agreement.

REFERENCES:

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2. S.P.Jain, K.L.Narang- Financial Accounting, Kalyani Publishers, Fifth edition,2011.
3. M.C. Shukla, T.S.Grewal, S.C.Gupta, Advanced Accounts
4. M.A.Arulanandan & K.S. Raman, Advanced Accountancy,Himalaya Publishing House,1991.
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6. B.S.Raman Financial Accounting,United Publishers,2009, Mangalore.
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