

**SUBJECT CODE : P8BM2**

**CORE COURSE II – FINANCIAL ACCOUNTING**

**Credit Allotted: 5**

**Max. Marks: 75**

**Objectives:** To make the students to understand the basic financial accounting concepts with problem.

**Unit I**

Fundamental principles, concepts and conventions of Double entry system of accounting. Journal, Ledger, Subsidiary books and Trial Balance – Preparation and their significance, Rectification of errors – Bank Reconciliation statement – final accounts of sole trading concerns - Adjusting and closing entries.

**Unit II**

Bank accounts : Writing of Day book, cash book – Ledger for fixed, saving and current Accounts – Loan ledger – Slip system of Ledger posting. Final accounts (as per the latest legal requirements).

**Unit III**

Bills of Exchange, Account current and Average due date Reserves and provisions – Depreciation – Different methods of depreciation.

**Unit IV**

Branch and Departmental Accounts – Hire purchase and Installment system of accounts. – Insolvency Accounts.

**Unit V**

Partnership Accounts : Fixed Vs Fluctuating Capital – Admission, Retirement and death of a partner – Dissolution (simple problem).

**(Theory: 25 Marks; Problem: 50 Marks)**

**Books for Reference:**

1. Advanced Accounts – M.C.Shukla, T.S.Grewal & S.C.Gupta, S.Chand & Co.,
2. Advanced . Accountancy – R.L. Gupta & Radasamy
3. Advanced Accountancy – Jain & Narang, Kalyani Publications.
4. Advanced Accountancy – Arulandam & Raman, Himalaya Publishers.