

## **IMPC1001 BASIC FINANCIAL ACCOUNTING - I (3-0-0)**

### **Course Objectives:**

1. To understand the need of accounting for a business.
2. To familiarize the students about the process of Accounting.
3. To know about the result of a business reflected by accounting statements.

### **Module -I**

Introduction: Accounting as a language of business and need of Accounting, Accounting & Book keeping, Importance & objectives of Accounting, Basic Terminologies, users of accounting information, limitations of accounting, Accounting concepts & conventions, Accounting Standards, Accounting Equation and effect of transactions on Accounting Equation.

### **Module- II**

Accounting Cycle, Type of Account, Journal, meaning, steps in Journalizing, golden rules for journal. Leger as book of secondary entry, process of ledger posting, Subsidiary book: Cash book single column, double column, triple column cash book and petty cash book, TrialBalance, meaning objectives and methods of preparing Trial Balance

### **Module- III**

Capital Expenditure, Revenue Expenditures and Deferred Revenue Expenditure, Final Account: Preparation of Trading Account, Profit and Loss Account and Balance sheet, Final Account with Adjustment: Closing stock, outstanding expenses, prepaid expenses, Accrued Income, Provision for bad debt and Depreciation.

### **Course Outcomes:**

- CO-1: Interpret the process of accounting, uses and limitations.
- CO-2: Identify the accounting concepts, principle and conventions.
- CO-3: Solve, and examine the Journal Entries, Ledger, and Trial Balance.
- CO-4: Prepare Financial Statements, Trading, Profit & Loss and Balance Sheet.

### **Reference Book:**

1. Double Entry Book- Keeping, Juneja, Arora, Chawla, Kalyani
2. Financial Accounting, Maheshwari, Vikas
3. Financial Accounting Principle and Practices, Lal & Srivastava, S. CHAND