**DIRECTORATE OF DISTANCE EDUCATION**

**INTEGRAL UNIVERSITY, LUCKNOW**

**Subject: Financial Accounting**

 **Subject Code: M.COM- 105 Paper Code: FA/B**

**(W.e.f. JULY 2018 Session)**

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| **C****O****N****T****E****N****T****S** | **UNIT**  | **Chapter Name** |
| **Unit - 1** | **INTRODUCTION TO FINANCIAL ACCOUNTING** |
| **Unit – 2** | **THE ACCOUNTING PROCESS** |
| **Unit – 3** | **FINANCIAL ACCOUNTING AND THE USE OF ADJUSTING ENTRIES** |
| **Unit – 4** | **THE CLASSIFIED BALANCE SHEET AND RELATED DISCLOSURES** |
| **Unit – 5** | **ACCOUNTING FOR THE SALE OF GOODS** |
| **Unit – 6** | **ASSIGNING COSTS TO MERCHANDIZE** |
| **Unit – 7** | **CASH AND RECEIVABLES** |
| **Unit – 8** | **LONG-LIVED ASSETS** |
| **Unit – 9** | **DEBT FINANCING: CURRENT AND NON-CURRENT LIABILITIES** |
| **Unit – 10** | **DEBT FINANCING: BONDS** |
| **Unit – 11** | **EQUITY FINANCING** |
| **Unit – 12** | **PROPRIETORSHIPS AND PARTNERSHIPS** |
| **Unit – 13** | **FINANCIAL STATEMENT ANALYSIS** |
| **Unit – 14** | **THE STATEMENT OF CASH FLOWS** |

**UNIT-1 INTRODUCTION TO FINANCIAL ACCOUTING**

* Introduction
* Introduction
* Accounting Defined
* Business Organizations
* Generally Accepted Accounting Principles (GAAP)
* Financial Statements
* Transaction Analysis And Double-Entry Accounting

**UNIT-2 THE ACCOUNTING PROCESS**

* Accounts
* Transaction Analysis Using Accounts
* The Trial Balance
* Using Formal Accounting Records
* The Accounting Cycle

**UNIT-3 FINANCIAL ACCOUNTING & THE USE OF ADJUSTING ENTRIES**

* Introduction
* The Operating Cycle
* Adjusting Entries
* The Adjusted Trial Balance
* Using The Adjusted Trial Balance to Prepare Financial Statements
* The Accounting Cycle
* The Closing Process

**UNIT-4 THE CLASSIFIED BALANCE SHEET & RELATED DISCLOSURES**

* Financial Statement Disclosure Decisions
* Classified Balance Sheet
* Notes to Financial Statements
* The Auditor’s Report
* Management’s Responsibility For Financial Statements

**UNIT -5 ACCOUNTING FOR THE SALE OF GOODS**

* The Basics of Merchandizing
* The Purchase And Payment of Merchandize Using The Perpetual Inventory Method
* Merchandize Inventory: Sales And Collection Using The Perpetual Inventory System
* Adjustments to Merchandize Inventory Using The Perpetual Inventory System
* Merchandizing Income Statement
* Closing Entries For A Merchandizer Using The Perpetual Inventory System

**UNIT -6 ASSIGNING COST TO MERCHANDIZE**

* Inventory Cost Flow Assumptions
* Financial Statement Impact of Different Inventory Cost Flows
* Lower of Cost and Net Realizable Value (LCNRV)
* Estimating The Balance In Merchandize Inventory

**UNIT -7 CASH & RECEIVABLES**

* Internal Control
* Petty Cash
* Cash Collections And Payments
* Accounts Receivable
* Notes Receivable

**UNIT -8 LONG LIVED ASSETS**

* Establishing the Cost of Property, Plant, and Equipment (PPE)
* Depreciation
* Partial Year Depreciation
* Revising Depreciation
* Impairment of Long-lived Assets
* Derecognition of Property, Plant, and Equipment
* Intangible Assets
* Goodwill
* Disclosure

**UNIT -9 DEBT FINANCING CURRENT AND NON CURRENT LIABILITIES**

* Current Versus Non-Current Liabilities
* Known Current Liabilities
* Estimated Current Liabilities
* Non-Current Liabilities

**UNIT -10 DEBT FINANCING: BONDS**

* The Nature of Bonds and The Rights of Bondholders
* The Bond Accounting Process
* Bond Amortization and Interest
* Calculation of expenses ,calculation of income , calculation of cash balance

**UNIT-11 EQUITY FINANCING**

* Introduction
* The Corporate Structure
* The Debt Versus Equity Financing Decision
* Recording Share Transactions
* Cash Dividends
* Book Value

**UNIT -12 PROPRIETORSHIPS AND PARTNERSHIP**

* Proprietorships
* Partnerships
* Allocation of Partnership Profits and Losses
* Admission and Withdrawal of Partners
* Liquidation of a Partnership

**UNIT -13 FINANCIAL STATEMENT ANALYSIS**

* Introduction to Ratio Analysis
* Liquidity Ratios: Analyzing Short-Term Cash Needs
* Profitability Ratios: Analyzing Operating Activities
* Leverage Ratios: Analyzing Financial Structure
* Market Ratios: Analysis of Financial Returns To Investors
* Overall Analysis of Big Dog’s Financial Statements
* Horizontal and Vertical Trend Analysis

**UNIT -14 THE STATEMENT OF CASH FLOWS**

* Introduction
* Financial Statement Reporting
* Preparing the Statement of Cash Flows
* Interpreting the Statement of Cash Flows