

SYLLABUS

F.Y.B. COM

SEMESTER I

**Accountancy and Financial
Management I**

TOPICS

NO.OF LECTURES

1	Accounting standards issued by ICAI and Inventory valuation	15
2	Final Accounts	15
3	Departmental Accounts	15
4	Accounting for Hire Purchase	15
•	Total	60

1 Accounting standards issued by ICAI and Inventory valuation

- Accounting standards:
- Concepts, benefits, procedures for issue of accounting standards Various AS :
- **AS – 1: Disclosure of Accounting Policies**
- Purpose, Areas of Policies, Disclosure of Policies, Disclosure of Change in Policies, Illustrations
- **AS–2:Valuationof Inventories (Stock)**
- Meaning, Definition, Applicability, Measurement of Inventory, Disclosure in Final Account, Explanation with Illustrations.
- **AS – 9: Revenue Recognition**
- Meaning and Scope, Transactions excluded, Sale of Goods, Rendering of Services, Effects of Uncertainties, Disclosure, Illustrations.



- **Inventory Valuation**

- Meaning of inventories Cost for inventory valuation
- Inventory systems : Periodic Inventory system and Perpetual Inventory System
- Valuation: Meaning and importance
- Methods of Stock Valuation as per AS – 2 :
- FIFO and Weighted Average Method Computation of valuation of inventory as on balance sheet date: If inventory is taken on a date after the balance sheet or before the balance sheet

2 Final Accounts

- Expenditure: Capital, Revenue
- Receipts: Capital, Revenue
- Adjustment and Closing Entries
- Final accounts of Manufacturing concerns (Proprietary Firm)

3 Departmental Accounts

- Meaning
- Basis of Allocation of Expenses and Incomes/Receipts
- Inter Departmental Transfer : at Cost Price and Invoice Price Stock Reserve
- Departmental Trading and Profit & Loss Account and Balance Sheet

4 Accounting for Hire Purchase

- Meaning Calculation of interest
- Accounting for hire purchase transactions by asset purchase method based on full cash price
- Journal entries, ledger accounts and disclosure in balance sheet for hirer and vendor(excluding default, repossession and calculation of cash price)