

ACCOUNTING FOR MANAGEMENT

I Semester: MBA								
Course Code	Category	Hours / Week			Credits	Maximum Marks		
CMBB02	Skill	L	T	P	C	CIA	SEE	Total
		4	-	-	4	30	70	100
Contact Classes: 55	Tutorial Classes: 00	Practical Classes: Nil			Total Classes: 55			
<p>OBJECTIVES: The course should enable the students to:</p> <ol style="list-style-type: none"> I. Develop an insight of principles of accounting and utilization of financial information for decision making and forward planning for future. II. Understand financial statements for knowing earning capacity and financial position of the business concern with confidence. III. Demonstrate the financial growth of different companies and make analysis of financial accounts. IV. Describe the significance of financial statements as means of business communication. V. Design and Use the analytical techniques and arriving at conclusions from financial information for the purpose of decision making. <p>COURSE OUTCOMES(COs):</p> <ol style="list-style-type: none"> 1. Understand and elucidate the objectives, importance of financial accounting and different types of accounting concepts and conventions. 2. Discuss different types and principles of personal, impersonal accounts, importance and preparation of journal and ledger. 3. Describe the significance and preparation of trial balance and final accounts. 4. Recognize the causes of depreciation and methods of charging depreciation on fixed assets. 5. Explain the objectives, significance and different methods of inventory valuation and goodwill valuation. 6. Illustrate the features, merits, demerits and classification of shares and debentures. 7. Analyze and explain the issue of shares at par, discount, premium, forfeiture of shares and issue of debentures. 8. Evaluate the factors which are influencing on working capital management. 9. Identify the significance, limitations and preparation of statement of sources and application of funds and cash flow statement (AS3). 10. Demonstrate the importance, limitations and types of financial statements as means 11. Enumerate and elucidate the importance and role of different types of financial statements for the purpose of strategic decisions. 12. Examine and interpret the importance, limitations and various types' of financial ratios in view of decision making. 								
UNIT-I	INTRODUCTION TO FINANCIAL ACCOUNTING						Classes: 05	
Importance, objectives and principles, accounting concepts and conventions, and the generally accepted accounting principles (GAAP), their implications on accounting system; double entry system, recording business transactions, classification of accounts, accounting cycle.								
UNIT-II	THE PROCESS OF ACCOUNTING						Classes: 15	
Books of original record: journal and subsidiary books, ledger, trial balance, classification of capital and revenue expenses, final accounts with adjustments; valuation of fixed assets, tangible vs. intangible assets and methods of depreciation: depreciation concept, depreciation of fixed assets, methods of depreciation, their impact on measurement of business accounting.								

UNIT-III	INVENTORY VALUATION	Classes: 12
<p>Methods of inventory valuation and valuation of goodwill, methods of valuation of goodwill. Issue of shares and debentures: entries for issue of shares.</p> <p>Forfeiture issue of shares at discount and premium; alteration of share capital and reduction of share capital, issue and redemption of debentures.</p>		
UNIT-IV	FINANCIAL ANALYSIS	Classes: 11
<p>Statement of changes in working capital, funds from operations, paid cost and unpaid costs; distinction between cash profits and book profits; preparation and analysis of cash flow statement and funds flow statement.</p>		
UNIT-V	FINANCIAL STATEMENTS AND RATIO ANALYSIS	Classes: 12
<p>Analysis and interpretation of financial statements from investor and company point of view, horizontal analysis and vertical analysis of company financial statements; liquidity, leverage, solvency and profitability ratios, du Pont chart, accounting standards issued by the institute of chartered accounts of India (ICAI).</p>		
TEXT BOOKS		
<ol style="list-style-type: none"> 1. S.P.Jain and K.L.Narang, "Financial Accounting" Kalyani Publishers, 10th Revised Edition, Reprinted, 2010. 2. S.P.Jain and K.L.Narang, "Cost & Management Accounting", Kalyani Publishers, 10th Revised Edition, Reprinted, 2010 3. Shashi.K.Gupta and R.K.Sharma, "Advanced Management Accounting" Kalayani publishers, 2nd Revised Edition, 2003 4. Narayana Swamy, "Financial Accounting and Analysis" PHI Publications, Reprint 3rd Edition, 2009 		
REFERENCE BOOKS		
<ol style="list-style-type: none"> 1. V.Rajasekharam "Financial Accounting and Analysis" Pearson Education Publications, New Delhi, 1st Revised Edition, Reprinted, 2012 2. Ranjan Kumar Bal: "Financial Accounting and Analysis", S.Chand Publications, New Delhi, 1st Revised Edition, 2012. 3. S.N.Maheswari, S.K.Maheswari, "Financial Accounting", Vikas publications, 4th Edition, 2009 		
Web References		
<ol style="list-style-type: none"> 1. https://www.open.edu/openlearn/money-business/financial-accounting-and-reporting/content-section references 2. https://lsc.libguides.com/c.php?g=436550&p=2976238 3. https://www.researchgate.net/publication/IT_in_Accounting_and_Auditing_Recommended_Textbooks 		
E-Text Books		
<ol style="list-style-type: none"> 1. http://www.freebookcentre.net/Business/Accounting-Books.html 2. https://bookboon.com/en/accounting-ebooks 3. https://www.amazon.in/Dictionary-Accounting-Oxford-Quick-Reference/dp/0199563055 		