

Program : Diploma in Commercial Practice	
Course Code : 3141	Course Title: Financial Accounting III
Semester : 3	Credits: 4.5
Course Category: Program Core	
Periods per week: 6 (L:3, T:0, P:3)	Periods per semester: 90

Course Objectives:

- To develop basic knowledge in accounting system of non- profit organization.
- To learn the treatment of single-entry system of book keeping and methods of providing depreciation.
- To understand the significance of issuance of Accounting Standards.

Course Prerequisites:

Topic	Course code	Course name	Semester
Basics of financial accounting.		Financial Accounting I	1
		Financial Accounting II	2

Course Outcomes

On completion of the course, the student will be able to:

CO n	Description	Duration (Hours)	Cognitive Level
CO1	Prepare accounts of Non-Profit Organization.	26	Applying
CO2	Apply methods of single-entry system of book keeping.	26	Applying
CO3	Make use of methods of providing depreciation.	20	Applying
CO4	Identify Accounting Standards.	16	Applying
	Series Test	2	

CO - PO Mapping

Course Outcomes	PO1	PO2	PO3	PO4	PO5	PO6	PO7
CO1			3				
CO2			3				
CO3			3				
CO4	3						

3-Strongly mapped, 2-Moderately mapped, 1-Weakly mapped

Course Outline

Module Outcomes	Description	Duration (Hours)	Cognitive Level
CO1	Prepare accounts of Non-Profit Organization.		
M1.01	Explain the concept - Receipts and Payments Account, Income and Expenditure Account.	5	Understanding
M1.02	Prepare Receipts and Payments account from given Income and Expenditure Account and given details.	7	Applying.
M1.03	Prepare Income & Expenditure account, Balance sheet from Receipt and Payments accounts from given details.	7	Applying.
M1.04	Prepare Balance sheet of Non - Profit Organizations.	7	Applying.
Contents: Accounting of Non-Profit Organizations: Non-Profit Entities - Meaning - Features - Accounting Process - Receipts and Payments Account - Meaning -Features - Procedure for Preparation - Uses & Limitations - Income and Expenditure Account - Meaning - Features - Procedure for Preparation - Uses & Limitations - Difference between Receipts and Payments Account & Income and Expenditure Account - Preparation of Balance Sheet - Practical Problems.			
CO2	Apply the methods of single-entry system of book keeping.		
M2.01	Explain single entry system, Statement of affairs and types of single-entry system.	2	Understanding
M2.02	Prepare opening Statement of Affairs and closing Statement of Affairs.	3	Applying
M2.03	Explain the method of ascertaining profile under single entry system.	4	Understanding
M2.04	Prepare final statement of affairs taking adjustments.	5	Applying.
M2.05	State the distinction between Balance Sheet and Statement of Affairs and distinction between Profit and loss account and Statement of Profit and Loss.	2	Understanding

M2.06	Explain Conversion method and Capital Comparison method.	4	Applying.
M2.07	Construct final accounts under single entry by capital comparison method and conversion method.	6	Applying.
	Series Test - I	1	
Contents: Single Entry System of Accounting: Definition - Objectives - Advantages - Limitations - Distinction between Double entry and Single entry - Types of Single entry - Determination of Profit or Loss under single entry - Statement of Affairs/ Capital comparison method - Distinction between Balance Sheet and Statement of Affairs - Distinction between Profit and loss account and Statement of Profit and Loss - Conversion method - Practical Problems.			
CO3	Make use of methods of providing depreciation.		
M3.01	Understand the meaning, need and methods of providing depreciation.	3	Understanding
M3.02	Solve problem under fixed and reducing methods with adjustments on addition and disposal.	6	Applying.
M3.03	Explain annuity method of depreciation, depreciation fund method and Revaluation method.	4	Understanding.
M3.04	Prepare Depreciation Accounts under Annuity method, Depreciation Fund method and Revaluation method.	7	Applying.
Contents: Depreciation Accounting - Meaning & Needs - Causes - Objectives - Methods - Fixed installments method - Reducing installment method - Addition and Disposal - Annuity method - Depreciation fund method - Revaluation method - Practical problems.			
CO4	Identify Accounting Standards.		
M4.01	Explain Accounting Standard Board of India, Scope and Functions of ASBI	3	Understanding
M4.02	Describe Indian Accounting Standards, Concepts and Salient Features.	3	Understanding.
M4.03	Explain the procedures for issuing accounting standards in India.	2	Remembering.
M4.04	Identify Indian Accounting Standards	6	Applying
M4.05	Summarize International Financial Reporting Standards.	2	Understanding
	Series Test - II	1	
Contents: Introduction to Accounting Standards- Accounting Standard Board of India - Meaning - Scope and Functions of ASBI - Indian Accounting Standards - Concepts - Salient Features of Accounting Standard - Benefits - Procedure for issuing accounting standard in India - List various Accounting Standards in India- IND AS -IFRS(Concept only).			

Text / Reference:

T/R	Book Title/Author
T1	A. Vinod - Financial Accounting.
R1	R. L. Gupta & V. K. Gupta. (2013). <i>Principles and Practices of Accountancy</i> . Sultan Chand & Sons.
R2	Dr. M. P. Gupta & B. M. Agarwal. <i>Accountancy</i> . S Chand -6th Edition 2020.
R3	B. S. Raman. <i>Advanced accountancy- Volume I</i> . Sapna Book House.
R4	Jain and Narang. <i>Accountancy II</i> . Kalyani Publishers.

Online Resources:

Sl.No	Website Link
1	https://www.investopedia.com/ask/answers/021815/what-are-different-ways-calculate-depreciation.asp
2	http://ncert-books.in/ts-grewal-accountancy-class-11-solutions-chapter-16-accounts-from-incomplete-records-single-entry-systems/
3	https://edurev.in/studytube/Chapter-Notes-Not-for-Profit-Organisations-Account/78a09804-0b95-43b2-9865-2763ba68af82_t