



# B.COM. SEMESTER – 1

<b>2</b>	<b>MAJOR 2</b>	<b>BUSINESS ACCOUNTING - 1</b>
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Name of the Course: **Business Accounting - 1**  
 Course credit: **04**  
 Teaching Hours: **60 (Hours)**  
 Total marks: **100**

### Objectives:

The course aims to help learners to acquire conceptual knowledge on business accounting, to impart skills for recording various kinds of business transactions and to maintain accounts.

### Learning Outcomes:

After completion of the course, learners will be able to:

1. Know professional persons and their transactions. Prepare final accounts of professional persons under the different methods;
2. Recording transactions and preparing accounts under Hire Purchase System and record accounting treatments under Hire Purchase Trading Account Method;
3. Prepare account current and calculate average due dates;
4. Maintain accounting journal entries for different transactions of replacement accounts and prepare accounts;
5. Prepare voyage account by different voyage related transactions;

PARTICULAR	NO. OF LECTURES
<b>UNIT NO. 1 : ACCOUNTS OF PROFESSIONAL PERSONS</b>	
<ul style="list-style-type: none"> <li>- Introduction-Meaning</li> <li>- Important accounting terms related to professional persons</li> <li>- Accounting system: Cash Basis and Mercantile [Accrual] basis</li> <li>- Accounting treatment for Professional Persons' Annual Accounts</li> <li>- <b>Practical Questions</b> relating to Professional Persons such as,               <ul style="list-style-type: none"> <li>➤ Solicitors</li> <li>➤ Chartered Accountants</li> <li>➤ Doctors and Medical Practitioners</li> <li>➤ Architectures</li> <li>➤ Engineers</li> <li>➤ Consultants</li> <li>➤ Advocates-Lawyers</li> </ul> </li> </ul>	<b>12</b>
<b>UNIT NO. 2 : HIRE PURCHASE SYSTEM</b>	
<ul style="list-style-type: none"> <li>- Introduction and Meaning</li> <li>- Concept of Hire Purchase Agreement</li> <li>- Important accounting terms related to hire purchase system;</li> <li>- Difference between Installment system and Hire Purchase system</li> <li>- Accounting treatments under Hire Purchase Equivalent to Cash Price Method</li> <li>- Only brief theoretical explanation of Installment – Interest Suspense Account Method (No Practical of this method)</li> <li>- Only brief theoretical explanation of Hire Purchase Trading Method under Debtors Method and Debtors and Stock Method (No Practical of this method).</li> <li>- <b>Practical Questions</b></li> </ul>	<b>12</b>
<b>UNIT NO. 3 : ACCOUNT CURRENT AND AVERAGE DUE DATE</b>	
<ul style="list-style-type: none"> <li>- Introduction &amp; Meaning of account current</li> </ul>	<b>12</b>





<ul style="list-style-type: none"> <li>- Preparation of Account Current: <ul style="list-style-type: none"> <li>A. Forward Method</li> <li>B. Epoque or Backward Method</li> <li>C. Daily Balance Method</li> </ul> </li> <li>- Introduction &amp; Meaning of average due date</li> <li>- Steps involved in calculating average due date</li> <li>- <b>Practical Questions</b></li> </ul>	
<b>UNIT NO. 4 : REPLACEMENT ACCOUNTS</b>	
<ul style="list-style-type: none"> <li>- Introduction &amp; Meaning of Replacement</li> <li>- Concept of Capital-Revenue transactions</li> <li>- Classification of transactions with Examples</li> <li>- Replacement expenditures</li> <li>- Allocation of Replacement expenditures: Revenue-Capital</li> <li>- Accounting Treatments: Journal ledger entry and Accounts</li> <li>- <b>Practical Questions</b></li> </ul>	<b>12</b>
<b>UNIT NO. 5 : VOYAGE ACCOUNTING</b>	
<ul style="list-style-type: none"> <li>- Introduction-Meaning- Objectives</li> <li>- Need of Voyage Accounting</li> <li>- Time period of voyage</li> <li>- Special items and Terms</li> <li>- Incomes &amp; Expenses related to voyage</li> <li>- Preparation of Voyage Account</li> <li>- <b>Practical Questions</b></li> </ul>	<b>12</b>
<b>Total Lectures/Hours</b>	
<b>60</b>	

**Only practical questions are important for Semester End University Exam.**

**Suggested Readings:**

1. Dr. M. A. Arulanandam and Dr. K. S. Raman, Advanced Accountancy (Vol.I & II), Edition 2023, Himalaya Publishing House, Mumbai
2. Robert N Anthony, David Hawkins, Kenneth A. Merchant, Accounting: Text and Cases. McGraw-Hill Education
3. Charles T. Horngren and Donna Philbrick, Introduction to Financial Accounting, Pearson Education.
4. J.R. Monga, Financial Accounting: Concepts and Applications. Mayur Paper Backs, Delhi.
5. M. C. Shukla, T. S. Grewal and S. C. Gupta. Advanced Accounts. Vol.-I. S. Chand & Co., Delhi.
6. S.N. Maheshwari, and S. K. Maheshwari. Financial Accounting. Vikas Publishing House, New Delhi.
7. Deepak Sehgal. Financial Accounting. Vikas Publishing H House, New Delhi.
8. Bhushan Kumar Goyal and HN Tiwari, Financial Accounting, International Book House
9. Goldwin, Alderman and Sanyal, Financial Accounting, Cengage Learning.
10. Tulsian, P.C. Financial Accounting, Pearson Education.
11. Compendium of Statements and Standards of Accounting, The Institute of Chartered Accountants of India, New Delhi

**Note: Learners are advised to use latest edition of books.**

