

Course Code	Course Title	C	H	I	E	T
17U2KMC3	Financial Accounting - II	4	90	25	75	100
<b>Learning Objectives:</b>						
<ul style="list-style-type: none"> <li>• To know the basic concept of Consignment and Joint venture accounting</li> <li>• To able to prepare final accounts for accounts of incomplete records</li> <li>• To gain working knowledge on Accounting for Non trading concerns</li> </ul>						
<b>Learning Outcomes:</b> Advanced working knowledge on accounting for Consignment, Joint Venture, Accounting for Incomplete records and Non trading concerns						

#### **Unit I: Consignment**

**(Hours 18)**

Meaning - Distinction between sale and consignment – Account sale – Journal entries and Ledger Accounts in the books of consignor and consignee – Valuation of unsold stock on Consignment – Normal loss and Abnormal loss – Invoicing goods higher than cost.

#### **Unit II: Joint Venture**

**(Hours 18)**

Meaning - Journal & Ledger Accounts in the books of Venturers - Existing books - Separate Set of Books - Memorandum Joint Venture method.

#### **Unit III: Self- Balancing Ledgers**

**(Hours 18)**

Meaning - Sectional Balancing (Excluding Errors affecting Self Balancing Ledgers)  
Royalty Account: Meaning - Minimum Rent- Short working - Recouping short workings- Restricted and unrestricted – Entries and Ledger Accounts in the Books of Lessor and Lessee – Sub-Lease.

#### **Unit IV: Accounting for Incomplete Records**

**(Hours 18)**

Introduction - Ascertainment of Profit – Net worth Method - Conversion Method.

#### **Unit V: Financial Statements for Not-for-Profit Organisation**

**(Hours 18)**

Meaning- Distinction between profitable and Not for Profitable Organisation – Books to be maintained - Distinction between Capital and Revenue – Basic Records – Preparation of Income and Expenditure Account and Balance sheet from Receipts and Payments and vice versa.

### **Text Book**

1. S.P. Jain & K.L. Narang, "*Advanced Accountancy*" Vol- I, Nineteenth Edition, 2015, Kalyani Publishers, Mumbai.

### **Reference Books**

1. R.L. Gupta & M. Radhaswamy, "*Advanced Accountancy*" Vol- I, 2015, Sultan Chand & Sons, New Delhi.
2. M.A. Arulanandam & K.S. Raman, "*Advanced Accountancy*" Vol- I, Sixth Edition, 2015, Himalaya Publishing House, Mumbai.
3. S. N. Maheshwari & Suneel K Maheshwari, "*Financial Accounting*", Fifth Edition, 2012, Vikas Publishing House.
4. R.S.N. Pillai, Bagavathi & S. Uma, "*Fundamentals of Advanced Accountancy*", Third Edition, 2015, S. Chand, New Delhi.
5. SP. Iyengar, "*Advanced Accountancy*" Vol-I, Fourth Edition, 2004, Sultan Chand & Sons, New Delhi.