

*Course Outline*

**BASIC FINANCIAL ACCOUNTING**

*for BM I 2008-09*

Course Instructor: *ram kumar kakani*



**XLRI** Jamshedpur  
*School of Business & Human Resources*

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**Contact:**

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**Course Objectives:**

The course provides necessary exposure to the students on the basics of financial accounting. It is to inculcate a broad level of understanding of accounting principles & policies, accounting numbers and their interpretation among the PGP students. The objective of the course is also to acquaint the students with the various financial accounting standards, transactions, adjustments, and financial reporting with emphasis on sound concepts and their managerial implications.

**Pedagogical Methods:**

The course is based on classes, cases, and project work. Active participation by students is an important feature of the course. A variety of quizzes, take home assignments, tests, and case studies are the main pedagogical instruments.

**Primary Teaching Book & Reading Material:**

“Financial Accounting for Management” by Ramachandran & Kakani, 2<sup>nd</sup> Edition,  
McGraw Hill Publications (Higher Education), 2007.

### Other Suggested Readings:

1. 'Accounting Theory' by Porwal
2. 'Financial Accounting for Business Managers' by Asish K Bhattacharya
3. 'Financial Accounting for Management' by Gupta
4. 'Financial Accounting: A Managerial Perspective' by R. Narayanswamy
5. 'Introduction to Accounting' by Marriot
6. 'Introduction to Financial Accounting' by Horngren, Sydem & Elliott
7. 'Financial Accounting' by Harrison & Horngren
8. 'Fundamentals for Financial Accounting' by Sehgal & Sehgal
9. 'Modern Accountancy' by Hanif & Mukherjee
10. Accounting Analysis (all Volumes) by GDSIL, CRISIL
11. Financial Statement Analysis by George Foster
12. Guide books for students on 'Financial Accounting' published by ICAI, ICFAI, etc.
13. Schaum Series on Accounting I & II
14. Financial Accounting by Stiles & Stiles

Any other good (introductory) book on Financial Accounting

### Study Material

Students will be given a text book as part of the course material. It may be noted that the text book material should not be considered as exhaustive under any circumstances. Cases and additional notes would also be distributed in the class from time to time (these will be usually taken from one of the references provided above). Should the students feel that they need more reading material (or detailed notes) for a particular topic – they can get in touch with me.

### Other Course Policies:

Students are expected to have their own calculators during the class/examinations.

**Exams** → End-term exam will typically have cases/problems followed by questions. The end-term exam will be comprehensive meaning you will be responsible for all the material covered in the course.

**Class Participation** → I will sometimes randomly call on people to present their case/assignment solutions and at other times I will allow people to volunteer to present their worked out solutions. Class participation marks will also be based on participation in class discussion, attendance, and being on time.

### System of Evaluation

Method of Evaluation	Marks
Class Attendance/ Participation & Case Submissions	10
Mid-term Examination/ Surprise Quizzes*	20
Take Home Assignment	30
End-term Examination*	40

\* → Please note that some questions will carry negative marks (for wrong answers)

**Grading Pattern**

<b>Range of Marks</b>	0-30	31-35	35-40	41-45	46-50	51-60	61-70	71-80	81-100
<b>Grades</b>	F	D	D +	C	C +	B	B +	A	A +

Note: Adjustments in the above could be made to meet the norms of the institute.

**Topics to be covered:**

<b>Session No</b>	<b>Session-wise Plan</b>
1	Introduction to Accounting
2	Introduction to Accounting (Case Discussion)
3	Balance Sheet
4	Balance Sheet (Case Discussion)
5	Profit & Loss Account
6	Profit & Loss Account (Case Discussion)
7	Funds and Cash Flow Statement
8	Funds and Cash Flow Statement (Case Discussion)
9	Accounting Records
10	Accounting Records (Practice Problems)
11	Accounts for Joint Stock Companies
12	Accounts for Joint Stock Companies (Case Discussion)
13	Financial Statement Analysis
14	Financial Statement Analysis (Case Discussion)
15	Developments in Accounting
16	Developments in Accounting (Case Discussion)
17	Accounting Standards
18	Accounting Standards (Case Discussion)
19	Statement of Cash Flow (Comprehensive Case)
20	Accounting and Corporate Governance (Silverline Case)

Note: Additional practice sessions would be arranged on request.