

(Applicable to the batch of students admitted in the academic year 2016-17 and onwards)

M.Com. (CBCS)

FACULTY OF COMMERCE, OU

**SEMESTER I: SPECIALISATION: FINANCE/ACCOUNTING/TAXATION/INTERNATIONAL
BUSINESS/INSURANCE/BANKING/COMPUTER APPLICATIONS**

ACCOUNTING STANDARDS

PAPER CODE: COM 5 F/A/T//IB/I/B/CA

Total Marks: 80+15+05=100

THPW: 5

ESED: 3 HRS

OBJECTIVE: *to familiarize and acquaint the student with accounting standards and various financial reporting practices.*

UNIT-I: INTRODUCTION:

Accounting: Concept – Evolution – Accounting as Information System – Users of Accounting Information – Accounting Environment.

Accounting Theory: Concept – Role – Classification – Approaches – Accounting Principles.

UNIT-II: ACCOUNTING STANDARDS IN INDIA - I:

Accounting Standards Framework: Concept – Importance - Types – Difficulties – Enforcement – Accounting Standards Board in India.

Accounting Standards Overview (AS-1 to AS-10): AS-1: Disclosure of accounting policies – AS-2: Valuation of inventories – AS-3: Cash flow statement – AS-4: Contingencies and events occurring after balance sheet date – AS-5: Net profit or loss for the period, prior period items and changes in accounting policies – AS-6: Depreciation Accounting – AS-7: Construction Contracts – AS-9: Revenue Recognition – AS 10: Accounting for Fixed assets.

UNIT-III: ACCOUNTING STANDARDS IN INDIA - II:

Accounting Standards Overview (AS11 to AS-20): AS-11: The effects of changes in foreign exchange rates- AS-12: Accounting for government grants – AS-13: Accounting for investments – AS-14: Accounting for amalgamations – AS-15: Employee benefits – AS-16: Borrowing costs – AS-17: Segment reporting – AS-18: Related party disclosures – AS-19: Leases – AS-20: Earning per share.

Accounting Standards Overview (AS-21 to AS-32): AS-21: Consolidated financial statements – AS-22: Accounting for taxes on income – AS-23: Accounting for investments in associates in consolidated financial statements – AS-24: Discontinuing operations – AS-25: Interim Financial Reporting – AS-26: Intangible assets – AS-27: Financial reporting of interests in joint ventures – AS-28: Impairment of assets – AS-29: Provisions, Contingent liabilities and contingent assets; AS-30: Financial Instruments: Recognition and Measurement; AS-31: Financial Instruments: Presentation – AS-32: Financial Instruments: Disclosures.

UNIT-IV: INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS):

Uniform Global Financial Reporting: Need – Differences between IAS, Indian GAAP and US GAAP – Translation of Indian GAAP Statements in to US GAAP and IFRS – International Accounting Standards Board. **IFRS:** Meaning – An overview of IFRS – Convergence with IFRS – Benefits of Convergence – Challenges of Convergence – Role of ASB in post convergence Scenario.

UNIT-V: FINANCIAL REPORTING:

Developments on Financial Reporting Objectives: True blood Report (USA), Corporate Report (UK), Stamp Report (Canada).

Financial Reporting: General Purpose – Qualities – Significance of Corporate Annual Reports – Recent Trends in Corporate Reporting in India.

SUGGESTED READINGS:

1. Jawaharlal “Accounting Theory and Practice” Himalaya Publishing Company;
 2. Rawat D.S. “Accounting Standards” Taxmann Allied Services Private Limited;
 3. Kamal Garg “IFRS Concepts and Applications” Bharat Law House Pvt. Limited;
 4. Ghosh T.P. “IFRSs For Finance Executives”, Taxmann Allied Services Private Limited;
 5. Porwal L.S. “Accounting Theory” TataMcGraw-hill Publishing Company;
 6. Jain S.P. & Narang K.L: Accounting Theory & Management Accounting, Kalyani.
- JOURNALS:** 1. Chartered Accountant, ICAI; 2. Management Accountant, ICAI;
NEWS PAPERS: 1. Business Line, 3. Economic Times.