



**PARVATHANENI BRAHMAYYA
SIDDHARTHA COLLEGE OF ARTS & SCIENCE**
Autonomous
Siddhartha Nagar, Vijayawada-520010
Re-accredited at 'A+' by the NAAC

23MGMAL111 :FUNDAMENTALS OF COMMERCE

SEMESTER-I

75 Hours

Credits: 4

Course Type: Foundation

Learning Objectives:

The objective of this course is to help students to acquire conceptual knowledge of the Commerce, Economy and Role of Commerce in Economic Development and to acquire Knowledge on Fundamentals of Accounting.

Learning Outcomes: At the end of the course,

- The student will be able to identify the role of commerce in Economic Development and Societal Development.
- Equip with the knowledge of Accounting Principles, ledgers and preparation of Trial Balance.
- To acquaint the student with the knowledge of subsidiary books
- To acquire knowledge on methods for computation of Depreciation
- To enlighten the students about Final Accounts

Unit 1: Introduction to Commerce:

Commerce - Industry and Commerce - Industry Classification and Commerce - Trade - Trade Classification - Aids to Trade - Role of Commerce in Economic Development - Role of Commerce in Societal Development.

Unit 2: Accounting Principles:

Meaning and Objectives of Accounting, Accounting Cycle - Branches of Accounting - Financial Accounting, Cost Accounting, Management Accounting. Concepts and Conventions of Accounting - GAAP - Classification of Accounts and its rules - Book - Keeping and Accounting - Double Entry Book - Keeping - Journalising

Unit 3: Ledgers, Subsidiary Books and Trial Balance:

Posting to Ledgers - Balancing of Ledger Accounts - Types of Subsidiary Books - Cash Book - Simple Cash Book - Double Column Cash Book - Three Column Cash Book - Petty Cash Book - Preparation of Trial Balance. (Simple problems)

Unit 4: Depreciation:

Meaning of Depreciation - Causes of Depreciation - Objects of providing for Depreciation - Factors affecting Depreciation - Accounting Treatment - Methods of providing depreciation: Straight line method and Diminishing Balance Method (Simple problems)

Unit 5: Final Accounts:

Meaning of Final Accounts - Features, uses and preparation of Manufacturing and Trading Account - Features, uses and preparation of Profit & Loss Accounts and Balance Sheet - Final Accounts with adjustments (Simple problems)

Lab Exercises:

- Assignment on GAAP.
- Group Activates on Problem solving.
- Collect date and report the role of Commerce in Economic Development.
- Quiz Programs
- Co-operative learning on Accounting Principles.
- Group Discussions on problems relating to topics covered by syllabus
- Examinations (Scheduled and surprise tests)
- Any similar activities with imaginative thinking beyond the prescribed syllabus

Text Book:

1. Ranganath & Venkata Ramana, Fundamentals of Accounting – S. Chand Publishers.

Reference Books:

1. S.P. Jain & K.L. Narang, Financial Accounting, Kalyani Publishers
2. P.C. Tulsian, Financial Accounting-1, Tata McGraw Hill Publishers
3. R.K. Sharma & Shashi. K. Gupta, Business Organization & Management, Kalyani Publishers