

(5) Accounting and Finance for Managers

UNIT I

Accounting - Definition – Functions-Accounting Principles - Concepts and Conventions – Accounting Information and its Applications-Trial Balance – Final Accounts (Problems) – Depreciation Methods-Straight line method, Written down value method.

UNIT II

Financial Statement Analysis - Objectives - Techniques of Financial Statement Analysis: Accounting Ratios: construction of balance sheet using ratios (problems)- Dupont analysis.-Construction and Analysis of Profit and Loss Account Fund Flow Statement - Statement of Changes in Working Capital - Preparation of Fund Flow Statement - Cash Flow Statement Analysis- Distinction between Fund Flow and Cash Flow Statement.

UNIT III

Understanding and classifying costs -Cost Accounting - Meaning - Distinction between Financial Accounting and Cost Accounting —Cost Terminologies- Elements of Cost

Budget, Budgeting, and Budgeting Control - Types of Budgets - Preparation of Flexible and fixed Budgets, master budget and Cash Budget - Problems -Zero Base Budgeting.

Absorption and Marginal Costing - Definition - distinction between marginal costing and absorption costing - Break even point Analysis - Contribution, p/v Ratio, margin of safety .

UNIT IV

Objectives and functions of Financial Management - Role of Financial Management in the organisation - Risk-Return relationship- Time value of money concepts -Features of Capital market development in India - Role of SEBI in Capital Issues.

Capital Budgeting - methods of appraisal - Conflict in criteria for evaluation - Capital Rationing - Problems - Risk analysis in Capital Budgeting.

UNIT V

Working Capital Management - Definition and Objectives - Working capital Structure- Dividend Decisions.