



**C.U. SHAH UNIVERSITY**  
**VBT's Institute of Commerce**  
**Wadhwan city**  
**W.e.f.- June 2019**

**FACULTY OF: - Commerce**  
**DEPARTMENT OF: -Master of Commerce**  
**SEMESTER: II**  
**CODE: 5CO02FRA1**  
**NAME: Financial Reporting & Analysis**

**Teaching & Evaluation Scheme**

Sr. No	Subject Code	Name of the Subject	Teaching Hours / Week				Credits	Evaluation Scheme							
			Th	Tu	Pr	Total		Theory				Practical			Total Marks
								Sessional Exam		University Exam		Internal		Un iversity	
								Marks	Hr/s	Marks	Hr/s	Pr / Viva	T W	Pr	
1	5CO02FRA1	Financial Reporting & Analysis	4	--	--	4	4	30	1 <sup>1</sup> / <sub>2</sub>	70	3	--	--	--	100

**Objective:** The objective of this course is acquainting students to strengthen the knowledge and practice of preparing and presenting different kinds of corporate financial reporting in an analytical way with the accounting concepts, tools and techniques.

**Prerequisite:** Required Basic understanding of financial reporting & analysis.

**Course Outline**

Sr.no.	Course Content	No. of Hours
1.	<b>Overview of Corporate Financial Reporting:</b> Introduction-Accounting & Economic Development-Meaning of Corporate Financial Reporting-Concept and practices of Financial Reporting- Objectives of Financial Reporting-Users in Financial Reporting- General & Specific Purposes of Financial Reporting- Qualitative Characteristics of Financial Reporting Information-Benefits	10

	of Financial Reporting-Value Reporting Paradigm & Model.	
2.	<p><b>Financial Statement Analysis and Interpretation:</b> Introduction &amp; Meaning of Financial Statements-Objectives of Financial Statement-Contents of Financial Statements-Users of Financial Statements-Natures of Financial Statements-Features and Importance of Financial Statements-Limitations of Financial Statements. <b>Meaning -Types and Tools &amp; Techniques of Analysis and Interpretation of Financial Statements:-</b> <b>1.</b> Trend Analysis <b>2.</b>Common size Statement <b>3.</b> Comparative Statement analysis <b>4.</b> Ratio Analysis (with Reverse calculations, finding out of missing items and Inter relationships among ratios and preparation of financial statements only) <b>5.</b> Inter firm comparison &amp; Intra firm comparison through Accounting Ratios (From the view point of stake holders) <b>6.</b> Analysis through Du-Pont Control Chart <b>Practical problems covering above tools &amp; techniques</b></p>	12
3	<p><b>Accounts For Price Level Changes [Inflation Accounting]:</b> Introduction-Meaning, Utility &amp; Limitations of Historical Cost Accounting-Meaning, &amp; Utility of Inflation Adjusted Account-Nature and Concept of price changes (General, Specific &amp; Relative)-Inflation Accounting &amp; Disclosure Requirements in Different Countries <b>Methods of Accounting for Change in Price:</b> - 1. Current Purchasing Power [CPP] Method: (Meaning, Objectives, Methodology &amp; Evaluation) 2. Current Cost Accounting [CCA] Method: (Meaning, Objectives, Methodology &amp; Evaluation) <b>-Practical Questions</b></p>	12
4.	<p><b>Value Added Accounting &amp; Reporting:</b> Introduction, Meaning, Concepts of value addition-Meaning, Utility &amp; Disclosure of Value Added Statement (VAS) Concept &amp; Computation of; <b>1.</b> Economic Value Added (EVA) <b>2.</b> Gross Value Added (GVA) <b>3.</b> Net Value Added (NVA) <b>4.</b> Market Value Added (MVA) <b>-Practical Questions</b></p>	11
<b>Total Hours</b>		<b>45</b>

### Learning Outcomes:

**Theoretical:** Understand the financial reporting and analysis.

**Practical:** Implementation of Various Financial reporting.

**Teaching & Learning Methodology:** The following pedagogical tools will be used to teach this course:

(A)Lectures

(B)Case Discussions

(C)Quiz/Class Participation/Assignment, etc

### **Books Recommended:**

1. David Young & Jacob Cohen: Corporate Financial Reporting & Analysis (Willy)
2. E.Mrudula&V.R.P.Kashyap (ICFAI) Financial Reporting edited Book
3. Jawaharlal: Corporate Financial Reporting ( Taxmann Publications)
4. Dr.T.P.Ghosh: Illustrated Guide to Revised Schedule VI (Taxmann pub.)
5. Relevant Literature published by the Reserve Bank of India (RBI)
6. Relevant Literature published by the IRDA
7. Relevant Literature published by Security Exchange Board of India (SEBI)
8. Corporate Financial Reporting: Study material issued by The Institute of Cost Accountants of India (ICAI)
9. R. N. Anthony, David Hawkins, K. A. Merchant, Accounting: Text & Cases. McGraw-Hill Edu
10. Charles T. Horngren& Donna Philbrick, Introduction to Financial Accounting, Pearson Edu.
11. J.R. Monga, Financial Accounting: Concepts and Applications. Mayur Paper Backs, Delhi.
12. Bhushan Kumar Goyal and H N Tiwari, Financial Accounting, International Book House
13. Goldwin, Alderman and Sanyal, Financial Accounting, Cengage Learning.
14. Singh, Surender, Scholar Management Accounting: Tech Press, New Delhi
15. Garrison H., Ray and Eric W. Noreen Managerial Accounting: McGraw Hill
16. Goel, Rajiv, Management Accounting: International Book House
17. S. N. Maheshwari; Corporate Accounting: (VikasPublishing house Pvt. Ltd. New Delhi)
18. S.P. Jain &K. L. Narang: Company Accounts: (Kalyani Publishers, New Delhi)
19. SanjeevSinghal: Accounting Standards: (Bharat Law House Pvt. Ltd; New Delhi)
20. Shukla M.C. &T.S.Grawal: Advanced Accountancy: (Sultan Chand &sons, New Delhi)
21. Gupta and Gupta; Principles and Practice of Accounting, (Sultan Chand & Sons, Delhi)
22. Ashok Sehagal Deepak Sehagal; Advanced Accounting (Taxmann Allied Services, Pvt. Ltd; New Delhi .