

Sessional

10 } 2 Quiz
2 Assig.

10 } Participation
Attendance

20 } mod

Accounting

Financial Accounting

Cost Accounting

Financial Statement

Costing products

↳ Income Statement

↳ Balance Sheet

↳ Cashflow Statement

Transactions:

⇒ Cash and Credits

⇒ necessary to record

Cash

↳ mtlb payment paid ya received
hoga hogai he

Credit

↳ mtlb payment abhi due he,
shyd cheque cash nhi hua
ya loan etc.

Events

⇒ record nhi hte.

Kisi company ka CEO mer gaya or
us waja se company ko loss hua
ko wo loss record nhi hoga.

we can just analyse it but
do not record it.

INCOME STATEMENT

Ek report ready hogi at the end of the month OR quarterly OR annually, jis me PROFIT and LOSS mention hoga.

Profit:

goods sold + further expenses jese aare jare ka kharcha etc, ye sb mila ke hm profit count krte hen.

→ Gross Profit

→ Net Profit

Gross Profit:

$$\text{Gross Profit} = \text{SALES/Revenue} - \text{Cost of goods sold.}$$

$\text{Selling Price} \times \text{Quantity} \leftarrow \text{selling price of a product}$ \downarrow manufacturing

market mere 20rs ka bnaya (Cost of good)

usko mere 30rs me sell krliya (Revenue)

$$= 30 - 20 = 10 \text{ (Gross Profit)}$$

Gross profit and other expenses include
the net income.

Net Profit =

⇒ other expenses also include income.

Gross Profit - Operating Expenses = Earnings before
Interest & Taxes

EBIT - Interest = EBT

EBT - Taxes = Net Profit.

OR

Earnings After Taxes.

COST

Variable Cost :

do for unit of product change krunge
cost change hjaegi.

$$\frac{1000 \text{ Rs}}{100 \text{ Products}} = 10/\text{unit}$$

$$\frac{1000 \text{ Rs}}{110 \text{ Pr.}} = 9.09 \dots (\text{Cost change})$$

Fixed Cost :

Rent of the place, it is not
related to productivity.

ABC Company
Income Statement
For the year end 2021.

Revenue	xxx
COGS	(xxx)
G.P	xxx
Operating Expenses	(xxx)
Salary Exp.	
Admin Exp.	
Rent Exp.	
EBIT	xxx
Interest	(xxx)
EBT	xxx
TAX	(xxx)
Net Profit	xxx

Accounting Equation

$$\text{Assets} = \text{Liabilities} + \text{Equity}$$

Assets:

→ jise chiz jise ap cash krskan.

Types:

Current Asset

Fixed Asset



jise hm forum
cash kra skan

jo easily cash na
ho or easily movab
le bhi na ho.



Cash, A/R, Inventory



Categories:

Tangible — Table, Chair etc.
Intangible — Softwares, Intivirus etc.

Good will of the company is also
an asset.

Liability:

→ Any loan which you have to
pay back.

Current Liability

1 saal ke andar andar
pay krne ka

Long term liability

More than one
year

Equity (Capital):

Apka kitna share he ek business me. 2 log partnership krte hen to ek ka kitna stake he.

Balance Sheet

Balance sheet balance kregi accounting equation ko.

ABC Company
Balance Sheet
For the year ended 2021.

Assets	Liability + Equity
Current Asset	Liability <ul style="list-style-type: none">↳ Short term↳ Long term↳ Total liability
Fixed Asset	Equity
Total Asset	Total : L + E.

Accounting Cycle.

① Preparation of Journal Entries:

→ Recording of transactions (not event)

Date	Particular	Debited Record	Credited Record.

② Prepare T-Account OR Ledger Accounts:

Dr.	Cash	Cr.
1000		100
500		2000
		600

Konse chek padi hui he credit ya debit ye check kenge with the help of T-Account.

③ Preparation of Trial Balance:

Trial Balance

As of year 2021

Particulars	Dr.	Cr.
Cash		
Capital		
AKR		
Revenue		

$$100,000 = 100,000 + 0$$

Balanced!

↳ value increase krhi hogi uske sath +ve or jo decrease krhi hogi uske sath -ve sign aegi.

Q: On 20th March, Mr. A purchased Inventory for Rs 3000 on cash.

Date	Particular	Dr.	Cr.
20-3-22	Inventory	3000	
	Cash		3000

yahan pe cash or inventory dono asset hen. inventory (asset) increase krha or cash decrease krha.

$$3000 - 3000 = 0 + 0$$

$$0 = 0$$

Balanced!

OR

Q: On 20th March, Mr. A purchased Inventory for Rs 3000 on account.

Date	Particulars	Dr.	Cr.
20-3-22	Inventory	3000	
	Account Payable		3000

Asset = Liability + Equity

$$3000 = 3000 + 0$$

$$3000 = 3000 \quad \text{Balanced!}$$

Q: Paid Rs 3000 for inventory purchased on 20th March.

Date	Particulars	Dr.	Cr.
20-3-22	Cash		3000
	Inventory Account Payable	3000	

$$-3000 = -3000 \quad \text{Balanced!}$$