

## SEMESTER-V

### B.Com (Hons.)

#### Discipline Specific Core Course- 5.1(DSC-5.1): Income Tax Law and Practice

##### CREDIT DISTRIBUTION, ELIGIBILITY AND PRE-REQUISITES OF THE COURSE

Course title & Code	Credits	Credit distribution of the course			Eligibility criteria	Pre-requisite of the course (if any)
		Lecture	Tutorial	Practical/Practice		
DSC -5.1: Income Tax Law and Practice	4	3	0	1	Pass in Class XII with Mathematics/Accountancy	NIL

#### Learning Objectives

The course aims to impart knowledge of law pertaining to levy of income tax in India.

#### Learning outcomes

After completion of the course, learners will be able to:

1. Analyse the basic concepts of income tax and determine the residential status of different persons.
2. Compute income under the heads 'salaries' and 'income from house property'.
3. Compute income under the heads 'profits and gains of business or profession' and 'capital gains'.
4. Compute income under the head 'income from other sources' and understand the provisions relating to clubbing of income and set-off losses.
5. Analyse various deductions and computation of total income and tax liability of individuals.

#### SYLLABUS OF DSC-5.1

##### Unit 1: Introduction (9 hours)

Basic concepts: Income; Agricultural income, Person, Assessee, Assessment year, Previous year, Gross Total Income, Total income, Maximum marginal rate of tax and Permanent

Account Number (PAN); Residential status: Scope of total income on the basis of residential status; Exempted incomes under section 10; Learning lessons from Kautilya's Taxation Policy.

### **Unit 2: Computation of Income from Salaries and House Property (11 hours)**

Income from Salaries; Income from House Property.

### **Unit 3: Computation of Income from Business or Profession and Capital Gains (11 hours)**

Profits and gains of business or profession; Capital gains.

### **Unit 4: Income from Other Sources, Clubbing of Income and Set-off (7 hours)**

Income from other sources; Income of other persons included in assessee's total income; Aggregation of income and set-off and carry forward of losses.

### **Unit 5: Deductions and Computation of Total Income and Tax Liability (7 hours)**

Deductions from gross total income; Rebates and reliefs; Computation of total income and tax liability of individuals (On-line filing of Returns of Income & TDS).

#### **Practical Exercises:**

#### **The learners are required to:**

1. Prepare a case study for a person resident but not ordinarily resident in India having income under the head other sources of income.
2. Prepare a presentation indicating the impact of alternative tax regime structure on the tax liability of an assessee.
3. Present a hypothetical case wherein the impact of change in the capital gains taxes are reflected as per the relevant Financial Act.
4. Learn about various tax services available on the official website of Government of India.
5. Prepare a list of tax deductions available in case of a senior citizen.
6. Explore and attempt on-line filing of Returns of Income & TDS on Income tax e-filing website under ITR-1 and ITR-2.

#### **Suggested Readings:**

- Ahuja, G., & Gupta, R. (2022). *Simplified Approach to Income Tax*. Delhi, India: Flair Publications Pvt. Ltd.
- Bandyopadhyay, S. B., & Das, C. (2019). *TAXATION II* (1<sup>st</sup> ed., Vol. II). Delhi, India: Oxford University Press.
- Mittal, N. (2019). *Concept Building Approach to Income Tax Law and Practice* (1<sup>st</sup> ed.,

Vol. 1). Delhi, India: Cengage Learning India Pvt.

- Singhania, V. K., & Singhania, M. (2021). *Students' Guide to Income Tax | University Edition*. Delhi, India: Taxmann Publications Private Limited.

**Additional Readings:**

- Current Tax Reporter. Jodhpur, India: Current Tax Reporter.
- Income Tax Reports. Chennai, India: Company Law Institute of India Pvt. Ltd.

**Note: Suggested readings will be updated by the Department of Commerce and uploaded on the Department's website.**

**Discipline Specific Core Course- 5.2 (DSC-5.2): Business Economics**

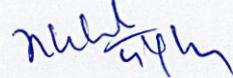
**UNIVERSITY OF DELHI**

CNC-II/093/1(28)/2023-24/ 211  
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**NOTIFICATION**

**Sub: Amendment to Ordinance V**

The syllabus of the paper titled “Business Economics”, one of the Discipline Specific Core offered by the Department of Commerce in Semester-V of B.Com (H) and B.Com Programmes under UGCF has been revised. The revised syllabus is notified herewith for the information of all concerned which is enclosed at ***Annexure-1***.

  
REGISTRAR

## Discipline Specific Core (DSC-5.2) - Business Economics

Course title & Code	Credits	Credit distribution of the course			Eligibility criteria	Pre-requisite of the course (if any)
		Lecture	Tutorial	Practical/Practice		
<b>DSC-5.2: Business Economics</b>	<b>4</b>	<b>3</b>	<b>1</b>	<b>0</b>	<b>1. For B.Com. (Hons.)- Pass in Class XII with Mathematics/ Accountancy 2. For B.Com.- Pass in Class XII</b>	<b>Nil</b>

### Learning Objectives

The course aims to enable students the learners to acquire knowledge of concepts, methods and techniques of Business Economics and their Application in Business Decision-Making.

### Learning Outcomes

After the completion of the course, the learners will be able to:

1. Examine the conceptual framework of Business Economics and their Managerial Implications.
2. Analyse how consumers try to maximize their satisfaction by spending on different goods.
3. Evaluate the relationship between inputs used in production in a business and the resulting outputs and costs.
4. Analyse the Managerial Implications of Equilibrium under different Market Structures.
5. Evaluate the contemporary issues and applications in Business Economics.

### SYLLABUS OF DSC-5.2

#### **Unit 1: Introduction to Business Economics (5 hours)**

Business Economics: Meaning, Nature, Scope and managerial implications. Application of Demand, Supply and Market Mechanism in Business Decisions. Concept and Measurement of Elasticity of Demand (Price, Income and Cross) and their managerial implications. Elasticity of Supply and their managerial implications.

Application: Impact of Natural Disaster/Pandemic/Government Policies on Market Mechanism, Paradox of Plenty.

### **Unit 2: Consumer Behaviour (11 hours)**

Cardinal Utility in Business Decisions. Ordinal Utility: Significance of Indifference Curves and Budget Line in Business Decisions and Strategies. Consumer Equilibrium and Corner Solutions, Managerial Implications of ICC and Engels Curve. PCC: Splitting of Price Effect by Hicksian Approach, Managerial Implications of Income and Substitution Effects.

Application: Effect of Interest Rates on Household Savings, Lump Sum Subsidy Vs Excise Subsidy.

### **Unit 3: Production and Cost (11 hours)**

Law of Variable Proportions and Rational Decisions. Role of Isoquants and Isocost Line in Determination of Effective Input Combinations. Role of Expansion Path and Returns to Scale in Business Decisions and Strategies. Managerial implications of Returns to Scale Vs Returns to a Factor. Different Types of Costs in business, Role of Short Run and Long Run Cost Curve (LAC and LMC) in Business Decisions and Strategies, Managerial implications of Economies and Diseconomies of Scale under Long Run Cost Curve.

Application: Significance of Ridge Lines for a Rational Producer, Production and Cost in Business Decisions.

### **Unit 4: Market Structures (11 hours)**

Revenue Curves across the Market Structures and their managerial implications. Perfect Competition: Features and Managerial Implications of Equilibrium Conditions under Short and Long Run, Significance of Short and Long Run Supply Curve in Business Decisions.

Monopoly: Features, Managerial implications of Equilibrium Conditions under Short and Long Run, Absence of Supply Curve and Managerial implications, Price discrimination in Real-World Situation: Degrees, Conditions.

Monopolistic Competition: Features, Role of Product Differentiation and Excess Capacity in Business Decisions, Managerial Implications of Equilibrium Conditions under Short and Long Run.

Oligopoly: Features, Causes; Collusive Oligopoly and Managerial Implications: Cournot's Model, Kinked Demand Curve; Non- Collusive Oligopoly and Managerial Implications: Cartels.

Application: OPEC and CIPEC.

### **Unit 5: Contemporary Issues and Applications (7 hours)**

Rent control and Minimum wages: Concept and Impact, Individual supply curve of labour: Managerial Implications of Leisure and Work Trade-off, Peak load Pricing, Prisoners' Dilemma and Game Theory: Nash Equilibrium.

#### **Exercises:**

The learners are required to:

1. Examine the nature, concept and scope of Elasticity of demand and supply in real life.
2. Analyse the impact of changing prices on the consumption of necessities by a household.
3. Analyse how consumers try to maximize their satisfaction by spending on different goods.
4. Evaluate and discuss the relationship between inputs used in production and the resulting outputs and costs.

5. Visit any manufacturing unit and study its production process and costing and submit a report.
6. Analyse and interpret the impact of change in inputs/raw material price change on the level of output of firm under Perfect Competition under Short Run.
7. Analyse and interpret (through case studies):
  - (i) Delhi Metro as a monopoly power.
  - (ii) Peak Load Pricing by Rental Car Companies.
8. Analysing the behaviour of firm under Oligopoly and Calculating the Nash Equilibrium under the following situations
  - (i) Price Change (high and low price).
  - (ii) Launching of New Product or not.

**Suggested Readings:**

- Baye, M., & Prince, J. (2021). *Managerial Economics and Business Strategy* (3<sup>rd</sup> ed.). New York, United States: McGraw Hill.
- Case, K. E., & Fair, R. C. (2017). *Principles of Economics* (12<sup>th</sup> ed.). London, United Kingdom: Pearson Education.
- Chaturvedi, D. D., & Chaturvedi, S. (2022). *Business Economics*. Delhi, India: Kitab Mahal.
- Deepashree (2021). *Business Economics*. Delhi, India: MKM Publisher.
- Gillespie, A. (2013). *Business Economics* (2<sup>nd</sup> ed.). Oxford, United Kingdom: Oxford University Press.
- Gupta, G. S. (2011). *Managerial Economics* (2<sup>nd</sup> ed.). Delhi, India: McGraw Hill.
- Maddala, G. S., & Miller, E. (2017). *Microeconomics Theory and Applications*. Delhi, India: Tata McGraw Hill.
- Mankiw, N. G., Aswin A., & Taylor, M. P. (2019). *Business Economics*. United Kingdom: Cengage Learning.
- Miller, R. L. (1982). *Intermediate Microeconomics: Theory, Issues, Applications* (2<sup>nd</sup> ed.). New York, United States: McGraw-Hill.
- Pindyck, R., & Rubinfeld, D. (2017). *Microeconomics* (8<sup>th</sup> ed.). London, United Kingdom: Pearson Education.
- Salvator, D., & Rastogi S. K. (2016). *Managerial Economics: Principles and Worldwide Applications* (8<sup>th</sup> Ed.). Delhi, India: Oxford University Press.
- Samuelson, P. A., Nordhaus, W. D., Chaudhari S., & Sen, A. (2019). *Economics (SIE)* (20<sup>th</sup> ed.). New York, United States: McGraw-Hill.

## Discipline Specific Core Course- 5.3 (DSC-5.3): Management Accounting

Course title & Code	Credits	Credit distribution of the course			Eligibility criteria	Pre-requisite of the course (if any)
		Lecture	Tutorial	Practical/Practice		
DSC 5.3 – Management Accounting	4	3	0	1	Pass in Class XII with Mathematics/Accountancy	Studied Cost Accounting (DSC- 4.2)

**Learning Objective:** The course aims to enable students to acquire knowledge of concepts, methods and techniques of management accounting for the purpose of managerial planning, control and decision making.

## **Learning Outcomes:**

After completion of the course, learners will be able to:

1. Examine the conceptual framework of Management Accounting and identify the differences between various forms of accounting.
2. Analyse budgetary control system as a tool of managerial planning and control
3. Evaluate the standard costing system as a tool of managerial control.
4. Recognise the concept of marginal costing and cost-volume-profit analysis.
5. Analyse techniques of decision making.
6. Discuss the concept of responsibility accounting and performance measurement.

## **Syllabus of DSC-5.3**

### **Unit 1: Introduction to Management Accounting (4 hours)**

Meaning, objectives, nature and scope of management accounting, Difference between different forms of accounting- Cost, Financial and Management accounting, Cost control and Cost reduction.

### **Unit 2: Budgetary Control and Standard Costing Systems (18 hours)**

(a) **Budgeting and Budgetary Control:** Concept of budget, budgeting and budgetary control; objectives, merits and limitations; Functional Budgets; Fixed and Flexible budgeting; An overview of different approaches to budgeting (Zero base budgeting, Performance budgeting and Programme budgeting)

(b) **Standard Costing and Variance Analysis:** Meaning of standard cost and standard costing; advantages, limitations and applications; Variance Analysis – material, labour, overheads and sales variances. Control ratios.

### **Unit 3: Marginal Costing (9 hours)**

Concept of marginal cost and marginal costing; Absorption versus Variable Costing: Distinctive features and income determination; Cost-volume-profit analysis; Break-even Analysis-Statements, mathematical and graphical approaches; Profit-volume ratio, angle of incidence, margin of safety, key factor, determination of cost indifference point.

### **Unit 4: Decision Making (9 hours)**

Steps in Decision making process. Concept of relevant costs. solving various short -term decision making problems using marginal costing and differential costing techniques – Profitable product mix, Acceptance or rejection of special/ export offers, Make or buy, Addition or elimination of a product line, sell or process further, operate or shut down and Pricing decisions

### **Unit 5: Performance Measurement (5 hours)**

Responsibility Accounting: Concept, Significance, Different Responsibility Centres; Divisional Performance Measurement: Financial and Non-Financial measures;

**Note: Spreadsheet may be used for doing basic calculations in Management Accounting and giving students subject related assignments for their internal assessment purposes.**

### **Practical Exercises:**

The learners are required to:

1. Discuss differences between various forms of accounting.
2. Prepare different types of budgets.
3. Apply the concept of zero base budgeting on a select firm by collecting relevant data.
4. Visit any manufacturing unit and study the relevance of marginal costing.
5. Compute variances and perform analysis.
6. Perform cost-volume-profit analysis.
7. Compute the foreign export sales price for a domestic firm engaged in manufacturing goods/services.
8. Evaluate various decision making techniques using case studies.
9. Identify the responsibility centres of a pharmaceutical industry.
10. Discuss case studies on divisional performance measurement.

### **Suggested Readings:**

- Arora, M. N. (2019). *Management Accounting*. Delhi, India: Himalaya Publishing House.
- Goel, R. K., & Goel, I. (2019). *Concept Building Approach to Management Accounting for B.Com(Hons.)*, Delhi, India: Cengage.
- Maheshwari, S. N., & Mittal, S. N. (2019). *Management Accounting*. Delhi, India: Shri Mahaveer Book Depot.
- Maheshwari, S. N., Maheshwari, S. K., & Maheshwari, S. K. (2021). *Principles of Management Accounting*. Delhi, India: Sultan Chand & Sons.
- Maheshwari, S. N. (2015). *Management Accounting and Financial Control*. Delhi, India: Sultan Chand & Sons.
- Shah, P. (2015). *Management Accounting*. Delhi, India: Oxford University Press.
- Singh, S. (2023). *Management Accounting*. Delhi, India: PHI Learning Pvt. Limited.
- Singh, S. K., & Gupta, L. (2021). *Management Accounting: Theory and Practice*. Delhi, India: A. K. Publications.
- Tulsian, P. C., & Tulsian, B. (2023). *Advanced Management Accounting*. Delhi, India: S. Chand.

### **Additional Readings:**

- Drury, C. (2020). *Management and Cost Accounting*. China: Cengage.
- Horngren, C. T., Foster, G., & Dattar, S. M. (2002). *Cost Accounting: A Managerial Emphasis*. Delhi, India: Prentice Hall of India Ltd.
- Khan, M. Y., & Jain, P. K. (2021). *Management Accounting*. Delhi, India: Tata McGraw Hill Publishing Co.
- Usry, M. E., & Lawrence, H. H. (2010). *Cost Accounting: Planning and Control*. Nashville, United States: South Western Publishing Co.

**Note: Suggested readings will be updated by the Department of Commerce and uploaded on the Department's website.**