

Pre-Content/content Post-Content	Learning Outcome/Objectives	
	General	Specific
<u>Pre-Content</u> Financial statements are the statements, which present periodic reports on the process of business enterprises and the results achieved during a given period. Financial statements include trading and profit and loss account, balance sheet and other statements and explanatory notes, which form part thereof. <u>Content</u> The profit and loss account highlights the profit earned or loss sustained by the business entity in the course of business operation during a given period. A balance sheet has to be prepared to know the financial position of the business, and the nature and values of its assets and liabilities. <u>Post-content</u> Preparation of Trading and Profit and Loss Account and Balance Sheet of sole proprietorship. Information provided by financial statements is useful to management to plan and control the business operations. Financial statement are also useful to creditors, shareholders and employees of the enterprise.	Students will be able to ✓ State the nature of the financial statements; ✓ Identify the various stakeholders and their information requirements; ✓ Distinguish between the capital and revenue expenditure and receipts; ✓ Explain the concept of trading and profit and loss account and its preparation; ✓ State the nature of gross profit, net profit and operating profit; ✓ Describe the concept of balance sheet and its preparation; ✓ Prepare profit and loss account and balance sheet of a sole proprietary firm	Students will be able to ✓ Understand the meaning of financial statement. ✓ Know the meaning of gross profit, operating profit, and net profit ✓ Know the utility of financial statements to various users ✓ Know the meaning of grouping and marshalling of assets and liabilities. ✓ Know how to prepare profit and loss account and balance sheet of sole proprietorship concern.

Home Work /Assignments:

Theoretical aspects along with practical questions will be done from NCERT Book

Assignment sheet is also given.

Questions taken in the class were also discussed and solved.

Teacher's Activity	Student's Activity	Teacher's Observation And Remedial
The Teacher will recapitulate the chapter on Sole proprietorship as done by students in Business Studies. The teacher will discuss the types of information requirements of various stakeholders. The distinction between capital and revenue items and its importance and the nature of financial statements and the preparation thereof. Teacher will describe the meaning of financial statements and the purpose they serve. The teacher will state the meaning of gross profit, operating profit and net profit and develop the skill of preparing Trading Account. Teacher will explain the need for preparing Balance Sheet and understanding the technique of marshalling of assets and liabilities and benefits of marshalling.	Students will make a list of all Assets and all Liabilities, as already done by them in the chapter of Accounting Equation They will revise the rules of Debit and Credit for assets, liabilities, capital, revenue and expenses. They will learn to prepare Trading Account and calculate Gross Profit/ loss. They will learn the transfer of Gross Profit/loss and prepare Profit and Loss Account to find out Net Profit/Loss, and; They will prepare Balance Sheet with the given assets and liabilities and closing Capital after making adjustments for drawings and Net Profit /Loss They will learn to balance assets and liabilities side by either following liquidity or permanence approach. Students will be able to built up their confidence and ability to tackle problems asked in CBSE examinations.	Teacher will write her observations after completion of the topic.

Teaching Aids : Active inspire, NCERT Book, Reference Book

Methodology/Innovative Methods : Discussion, Recall, Explanation, Question-Answer method, problem solving

Interdisciplinary Links : Business Studies, Entrepreneurship, Economics and Mathematics

Coordinator

Vice-Principal

Principal