

SEMESTER-III
ADVANCED ACCOUNTING

Programme: B.Com (Honours)
Course Code: U20/COM/DSC/301
Course Type : DSC
No. of Credits: 5

Max. Hours: 90
Max Marks:100(60:40)
Hours per week: 6

Course Objectives:

1. To introduce Company accounts with regard to issue of shares, issue and redemption of Debentures.
2. To Develop an understanding on preparation and consolidation of financial statements.
3. To introduce Accounting Standards and discuss a few standards relevant to the syllabus.
4. To enable the students the procedure of accounting for the personal investments in shares, debentures, etc.,

Course Outcomes:

CO1: The student will be able to know the different types of shares and the procedure of issue and forfeiture. They will be able to present the above information in Balance Sheet of the company.

CO2: The student will be able to distinguish between the share capital and debenture capital. They will be able to know the different types of debentures and the procedure of issue and redemption including maintenance of Debenture Redemption Fund.

CO3: The student will be able to prepare financial statements of joint stock companies.

CO4: The student will be able to consolidate the financial statements and apply the accounting procedure related to it.

CO5: The student will be able to know the importance of accounting standards and learn a few standards that are related to the syllabus and develop the ability to account for the personal investments.

MODULE I: COMPANY ACCOUNTS- SHARE CAPITAL**18 Hours**

Classification of Share Capital - Types of shares - Issue of Shares- Application, allotment, calls on shares etc.- Issue of shares for (a) Cash (b) Consideration other than cash - Issue of shares at par and at premium -Forfeiture and Reissue - Over-subscription – Pro-rata allotment – Presentation of information in Balance Sheet of a company
(Theory and Problems)

MODULE II: COMPANY ACCOUNTS – DEBENTURES**18 Hours**

Types of debentures - Difference between shares and debentures - Issue of debentures (a) For cash, (b) For consideration other than cash, (c) As collateral security - Redemption of debentures - Sinking fund method of Redemption of Debentures(Theory and Problems) (Excluding problems on buy back and purchase of own debentures)

MODULE III: COMPANY FINAL ACCOUNTS**18 Hours**

Preparation & presentation of Final accounts of joint stock companies as per provisions of companies Act 2013(Schedule III) Provisions & Reserves- Appropriation out of profits; Transfer to profits to reserves; payment of dividend- Corporate Dividend tax- Transfer of unpaid dividend to Investor Education and Protection Fund(Theory), Profit and Loss account -Profit and Loss Appropriation Account -Balance Sheet- (Theory and Problems)

MODULE IV: ACCOUNTS OF HOLDING COMPANIES**18 Hours**

Concept of holding company – Cost of control - Minority interest – Goodwill – Capital and revenue profits – Intercompany transactions – Contingent liabilities – Preparation of consolidated Balance Sheet (Theory and Problems) (Excluding Inter Company Owings & Intercompany Holdings. Simple problems only)

MODULE V: INVESTMENT ACCOUNTING**18 Hours**

Meaning – Need for separate Investment Accounts – Classification of Scrips – Ex – Interest, Cum – Interest – Problems on Investment in Debentures and Shares- Treatment of Bonus Shares and Rights Shares (Theory and Problems)

Lab work: Creation of a company, preparation of trading, P&L account, adjusting and closing entries and preparation of Balance sheet using tally version ERP 9.0

Suggested Readings:

1. S.P.Jain&K.L.Narang - Advanced Accounting , Corporate Accoutning – Kalyani Publishers
2. M.C.Shukla- T.S.Grewal&S.C.Gupta - Advanced Accounts – Vol I & II - S.Chand
3. R.L.Gupta&M.Radhaswamy - Advanced Accountancy – Vol I & II - Sultan Chand & Sons
4. P.C.Tulsian – Financial Accounting – Pearson Education India
5. S.N.Maheswari - Advanced Accountancy Vol I& II – Vikas Publishing House Pvt. Ltd.
6. M. Hanif and A. Mukherjee – Financial Accounting – Mc. Graw Hill (India) private limited.

ADVANCED ACCOUNTING
MODEL QUESTION PAPER

Course Code: U20/COM/DSC/301
Credits: 5

Max Marks 60
Time : 2 Hrs

PART A

I) Answer any FIVE from the following EIGHT questions **5 x 2 = 10 Marks**

PART B

II) Answer All questions **5 x 10 = 50 Marks**

2 questions from each module with internal choice