

**Punyasholk Ahilyadevi Holkar Solapur University, Solapur**



NAAC Accredited-2015  
'B' Grade (CGPA 2.62)

**Name of the Faculty- COMMERCE & MANAGEMENT**

**Syllabus of – CORPORATE ACCOUNTING**

**Name of the Course-B.COM –II**

**SEM III AND SEM IV**

**With effect from June-2020**

## PROGRAMME SPECIFIC OBJECTIVES-

1. To provide knowledge and understanding of the concepts, principles and practices in Corporate Accounting and Indian Accounting Standards.
2. The objective of this subject is to enable the students to have a comprehensive awareness about the provisions of the Company's Act 2013 and Corporate Accounts.
3. To help the students to acquire the conceptual knowledge of the corporate accounting and to learn the techniques of preparing the financial statements.
4. The objective is to enable the students to develop awareness about Corporate Accounting in conformity with the Provision of Companies' Act and latest amendments thereto with adoption of Accounting Standards.

## COURSE OUTCOME –

1. Students understands Corporate Accounting in conformity with the provisions of Companies Act and Understand the concept of Accounting Standards. Grasp the objectives, benefits and limitations of Accounting Standards
2. At the end of the lesson the student should: – Understand the meaning of share capital, types of shares, a company's capital structure and its disclosure in the balance sheet. – Learn the accounting procedure of issuing of shares and forfeiture and reissue of shares
3. After studying this lesson one should be able to: – understand the share capital structure in the balance sheet of a company. Understand the meaning and significance of framework of preparation and presentation of Financial Statement.
4. Understand the meaning of cash flow statement and funds flow statement – Distinguish between funds flow statement and cash flow statement – Understand the concept of funds in cash flow analysis , Describe the operating activities, investing activities and financing activities – Identify the transactions effecting inflow and outflow of cash
5. This paper can provide conceptual clarity about the techniques to prepare financial statements of companies along with accounting treatment of various situations viz. Shares, profit Prior after, and liquidation of companies.

**CORPORATE ACCOUNTING SEMESTER-III**

NAME OF THE UNIT	PARTICULARS	LECTURES
Unit –I- Accounting standards	Following Accounting standards relevant to the Financial Statements of Limited Companies With their <ul style="list-style-type: none"> <li>• <b>Objective</b></li> <li>• <b>Scope</b></li> <li>• <b>Definitions</b></li> <li>• <b>Accounting policies</b></li> <li>• <b>Disclosure</b></li> </ul> <b>AS-03</b> Cash Flow Statements <b>AS-05</b> Prior Period Items & Changes in Accounting Policies <b>AS-06</b> Depreciation Accounting <b>AS-10</b> Accounting for Fixed Assets <b>AS-14</b> Accounting for Amalgamation <b>AS-21</b> Accounting for Consolidated Financial Statements	10
Unit-II Issue, Forfeiture and Re-issue of Equity Shares	<ul style="list-style-type: none"> <li>❖ Meaning of shares</li> <li>❖ Meaning of Share Capital</li> <li>❖ Kinds of Share Capital</li> <li>❖ Types/classes of preference shares</li> <li>❖ Disclosure of share capital</li> <li>❖ Meaning and procedure of Issue, Forfeiture and Re-issue of Equity Shares, Application Money, Allotment Money, Call Money, Pro-rata allotment of shares, Practical problems on Accounting Entries of Issue, Forfeiture and Re-issue of Equity Shares</li> <li>❖ Terms of Issue of Share</li> </ul> A. Issue of shares at par B. Issue of shares at premium -Accounting treatment of the issue of shares at premium C. Issue of shares at discount <ul style="list-style-type: none"> <li>❖ Subscription ,Calls-in-Advance and Interest on Calls-in-Advance , Calls-in-Arrear and Interest on Calls-in-Arrear , Forfeiture of shares Procedure for Forfeiture of Shares Accounting Treatment of Reissue of forfeited shares</li> <li>❖ Practical Accounting Problems.-Short and Long problems</li> </ul>	15
Unit –III COMPANY FINAL ACCOUNTS as per Schedule III of the Companies Act, 2013	<ul style="list-style-type: none"> <li>❖ Preparation and presentation of financial statements i.e. COMPANY FINAL ACCOUNTS as per Schedule III of the Companies Act, 2013</li> <li>❖ Statutory Provisions regarding preparation of Company Final Accounts</li> <li>❖ General Instructions for the preparation of Balance Sheet and Profit and Loss statement , Presentation of Balance Sheet Part-I – form of balance sheet</li> <li>❖ Disclosure Requirement: Schedules Forming Part of Financial Statements/Annual Report</li> <li>❖ Part II-form of statement of profit and loss General Instructions for preparation of Statement of Profit and Loss-</li> <li>❖ Practical Accounting Problems.</li> </ul>	20

UNIT-IV PROFIT PRIOR TO INCORPORATION	<b>PROFIT PRIOR TO INCORPORATION</b> <ul style="list-style-type: none"> <li>❖ Meaning –</li> <li>❖ calculation of Various Ratios- sales ratio – time ratio – weighted ratio –</li> <li>❖ treatment of capital and revenue expenditure</li> <li>❖ Ascertainment of pre-incorporation and post-incorporation profits by preparing Profit and Loss Account .</li> <li>❖ Practical Accounting Problems.</li> </ul>	15
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**CORPORATE ACCOUNTING SEMESTER -IV**

UNIT-V Funds Flow Statement	<ul style="list-style-type: none"> <li>• Objective</li> <li>• Introduction</li> <li>• Meaning of Funds</li> <li>• Meaning of Flow of Funds</li> <li>• Funds Flow Statement</li> <li>• Calculation of changes in working capital and funds from operation</li> <li>• Uses of Funds Flow Statement</li> <li>• Limitations of Funds Flow Statement</li> <li>• Practical short and long Accounting Problems</li> </ul>	20
UNIT-VI  Cash Flow Statement As per AS-3,	<ul style="list-style-type: none"> <li>• Cash Flow Statement As per AS-3,</li> <li>• Objective</li> <li>• Meaning</li> <li>• Introduction</li> <li>• Important definitions as per Accounting Standard-3 (revised)</li> <li>• Classification of Business Activities as per AS-3, showing the inflow and Outflow of Cash</li> <li>• Uses and Importance of Cash Flow Statements</li> <li>• Limitations of Cash flow Statements</li> <li>• Procedure For Preparing A Cash Flow Statement- <b>Indirect Method</b></li> <li>• Distinction Between Fund Flow Statement And Cash Flow Statement</li> <li>• Practical short and long Accounting Problems</li> </ul>	20
UNIT-VII VALUATION OF SHARES	<ul style="list-style-type: none"> <li>❖ Meaning –</li> <li>❖ Need for Valuation –</li> <li>❖ Factors Affecting Valuation of shares –</li> <li>❖ Methods of Valuation: Intrinsic Value Method, Yield Method/ Earning Capacity Method and Fair Value of shares.</li> <li>❖ Practical Accounting Problems.</li> </ul>	10
UNIT-VIII LIQUIDATION OF COMPANIES	<ul style="list-style-type: none"> <li>❖ Meaning–Types of Liquidation –</li> <li>❖ Order of Payment –</li> <li>❖ Calculation of Liquidator’s Remuneration –</li> <li>❖ Preparation of Liquidators Final Statement of Account.</li> <li>❖ Practical Accounting Problems.</li> </ul>	10

## Equivalence

Sr. No.	Pre – Revised	Revised
01	Corporate Accounting	Corporate Accounting

### Reference Books:

1. Financial Accounting – A Management Perspective R. Narayanaswamy 4th 2017 PHI Learning Private Limited
  2. Financial Accounting for Management Ambrish Gupta Pearson 2016  
Advanced Accounts M.C. Shukla, T.S. Grewal & S.C. Gupta 2017 S. Chand & Company Ltd
  3. Company Accounts Dr. S N Maheshwari S. Chand & Company Ltd & Dr. Suneet K Maheshwari 2017
  4. Advanced Accountancy Corporate Accounting Vol-II S.P. Jain & K. L. Narang 21st 2017 Kalyani Publishers
  5. Advanced Accountancy . N. Maheshwari & . K. Maheshwari Vikas Publishing House (Pvt.) Ltd
  6. Fundamentals of Corporate Accounting J. R. Monga 2 Vol 2018 Mayoor Paperbacks
  7. Corporate Accounting Goel, Maheshwari Gupta International Publishers
  8. Cost & Management Accounting Ravi M. Kishore 6th Taxmann
  9. Advanced Management Accounting Rajesh Makkar 2 Vol
  10. Students’ Guide to Accounting Standards D S Rawat 32<sup>nd</sup> Taxmann
  11. Advanced Accountancy by M.C. Shukla, T.S. Grewal & S.C. Gupta
  12. Corporate Accounting, Dr S N Maheshwari, CA Sharad K Maheshwari & Dr Suneel K Maheshwari Vikas Publishing
- (Note: Students are advised to refer to the latest edition of the publication.)