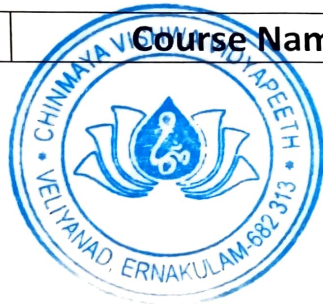


CORE COURSE 14

Course Code	Course Name	L-T-P	Credits
-------------	-------------	-------	---------



COM3214	Financial Reporting	5-1-0	6
---------	---------------------	-------	---

Module 1: Revenue Recognition (Ind AS 115)

Unit 1: Applicability of Ind AS 115 Revenue Recognition – important definitions - Understand the principles of recognising revenue of the business – measurement of revenue of the business – identification of transactions - revenue recognition for goods, services, interest, royalty and dividends – concept of deferred income and accounting thereof-disclosure.

Learning Outcome

- Students will understand the applicability of Ind AS (115).

Module 2– Application of Ind AS:

Unit 1: Ind AS (36) Impairment of Assets - Ind AS (40) Investment Property - Ind AS (105) non-current assets held for sale and fair value measurement - Ind AS (12) Income Taxes - Ind AS (10) events after reporting period - Ind AS (8) Accounting Policies, Changes in Accounting Estimates and Errors.

Learning Outcome

- Students will be able to apply Ind AS.

Module 3: Preparation of Financial Statements (Ind AS Complied Companies)

Unit 1: Preparation of Financial Statements –SOPL along with Statement of Comprehensive Income -Statement of Changes in Equity -SOPF(BS) - Notes to Accounts -Disclosures

Learning Outcome:

- Students will learn how to prepare a financial statement (Ind AS Complied Companies)

Module 4: Interpretation of financial Statement using Ratio Analysis

Unit 1: Ratio Analysis – meaning and definition – objectives/importance of accounting ratios – limitations of ratio analysis – classification of ratios –calculation of key accounting ratios – profitability ratios -liquidity ratios – efficiency ratios -position ratios-interrelationship between ratios – presentation of interpretation based on the ratios to the end users.

Learning Outcome:

- Students will be able to analyze and interpret financial statements of companies using ratios as a tool

Module 5 - Consolidated Financial Statements

Unit 1: Concept of Group accounts – meaning and definition of group concept– definitions: parent company -subsidiary company & associate company - concept of group accounts-single economic entity concept – consolidated financial statements under the single entity concept – Ind AS relevant to the preparation of consolidated financial statements – exempted parent companies from the preparation of groups financial statements- basic principle of a consolidated financial statements.

Unit 2: Fair Value Method of preparation of consolidated financial statements -mechanism of consolidation – group structure – pre and post -acquisition reserves-cost of investment – non controlling interest - goodwill/capital reserve on acquisition – group reserve -group retained earnings – some important adjustment on consolidation: Interest on loan between parent & subsidiary – provision for unrealized profit – mid-year acquisition – change in the

method of depreciation – inter-company sales & Owings -Preparation of consolidated statement of Profit & Loss - Preparation of consolidated statement of financial position.

Learning Outcome:

- Students will learn the concept of group accounts. and be prepared to do the Fair Value Method of consolidated financial statements

Readings:

1. Bhattacharya, K Ashish. Corporate Financial Reporting and analysis. PHI learning, Delhi.
2. Lal, Jawahar & Sucheta, Gauba, Financial Reporting and Analysis. Himalaya Publishing House, Mumbai.
3. Sapra, Ritu, Kaur, Kamaldeep & Chawla Kanika. Financial Reporting and Analysis. Wisdom Publications, Delhi. Additional Resources
4. George J. Benstonet. Al, World Financial Reporting, Oxford University Press.
5. Gibson, C. H., Financial reporting and analysis. Nelson Education.
6. Lawrence Revsine, Daniel W. Collins, W. Bruce Johnson, H. Fred Mittelstaedt. Financial Reporting and Analysis. McGraw Hill Education