

Corporate Accounting

Program in which it is offered: B.Com

Course Category: Core

Schedule of Offering: Semester ...

Course Credit Structure: 4

Course Code: CK158

- **Lecture: 4 Hours**

Contact Hours per week: 4 hrs

Instructor:

1. Introduction

Courses on accounting are inevitable for the B.Com Programme. This course will provide a thorough understanding of financial accounting aspects related to the Company. The course is designed in a manner to provide an inclusive knowledge starting with the preparation of financial statement of the Company till the accounting procedures followed at the time of liquidation of a Company.

2. Course Objectives

- To provide working knowledge of the preparation of financial statement of a Company, accounting treatment of Business Restructuring.
- To make students acquire conceptual knowledge and accounting procedure of liquidation of a company.

3. Pre-requisites

Students must have completed the courses on Financial Accounting.

4. Readings

Recommended Texts:

1. S.N. Maheswari and S.K. Maheswari, Elements of Corporate Law, Himalaya Publications
2. Maheswari, S.N & Maheswari, S.K., Corporate Accounting, Vikas Publishing House, New Delhi
3. Shukla, M.C., Grewal, T.S., & Gupta S. C., Advanced Accounts (Volume II), S Chand and Company Pvt. Ltd, New Delhi
4. Amitabha Mukherjee, Mohammed Hanif, Corporate Accounting, McGraw Hill Education
5. V.K. Goyal and Ruchi Goyal, Corporate Accounting. PHI Learning.
6. Rajasekaran. V & Lalitha R, Corporate Accounting, Pearson

5. Module-wise topics

Module 1: Final Accounts of Companies (14 hours)

Topics:

- Preparation of profit and loss account and balance sheet of corporate entities
- Calculation of Managerial Remuneration
- Profit (Loss) Prior to Incorporation

Learning Outcome:

- Students will learn to prepare the final accounts of a company in the revised format.

Module 2: Valuation of Goodwill and Shares (12 hours)

Topics:

- Valuation of Goodwill – Concept & Computation
- Valuation of Shares – Concept & Computation

Learning Outcome:

- Students will learn different methods for valuing goodwill and shares of companies.

Module 3: Amalgamation and External Reconstruction (16 hours)

Topics:

- Amalgamation in the nature of Merger, Purchase , External Reconstruction
- AS 14 and Ind AS 103
- Calculation of Purchase consideration
- Journal Entries in the books of Transferor and Transferee Companies
- Revised Balance Sheet (excluding holding inter-company holdings)

Learning Outcome:

- Students will be able to do the accounting procedure in the books of Transferor Company and Transferee Company during amalgamation.

Module 4: Internal Reconstruction (8 hours)

Topics:

- Alteration of Share Capital
- Capital Reduction –Accounting procedure
- Surrender of Shares- Accounting Treatment
- Revised Balance Sheet

Learning Outcome:

- Understand the accounting procedure of Internal Reconstruction.

Module 5: Liquidation of Companies (10 hours)**Topics:**

- Modes of Winding up
- Contributories-Preferential Creditors- Fraudulent Preference
- Appointment of Company Liquidator
- Preparation of Liquidator's Final Statement of Account (Statement of Affairs excluded)

Learning Outcome:

- Students will understand the procedure involved in the Liquidation of a company
- They will be able to prepare the Liquidator's Final Statement of Account.

6. Pedagogy

The teaching methodology of this course will mainly be lecture oriented and problem solving through demonstrations. Initially the theoretical background of each module will be taught through lecturing and discussions. Furthermore, to instill practical knowledge, students will be made to work-out problems as a team member and later individually. Students will be exposed to real company accounts.

7. Evaluation Pattern

• Mid Term Examination	:	25%
• Practical Problem Diary	:	20 %
• Students' Presentation/Individual Assignment	:	15 %
• End-Term Examination	:	40 %
Total	:	100 %