Syllabus Plan

Class: M.Com IInd year (semester IV)

Subject : Advance corporate accounting

Sr.no	Topics	Teaching points	Specific objectives	Methods, approaches And techniques	Resource s & links
Unit I	Limited liability partnership and Investment accounts.	Conversion of partnership into limited company and Limited Liability Partnership(LLP); profit prior to incorporation; accounting for acquisition of business. Conversion of partnership into limited company with and without same set of books of amalgamation of firms, accounting in the books of transferor and transfree company, Maintenance of investment ledger, preparation of investment account, valuation of investment under FIFO and Average method; investment account for shares(with right shares, bonus shares and sale of right)relevant accounting standard.	Enable the students to learn the advanced accounting in the field of corporate world.	PPTs and practical problem solving with lecture method , case studies.	Sharma publicatio n advance corporate account, Advance auditing book of Kalyani publishers Onlinr material from .diffe rent sites
Unit II	Company merger and reconstucti on	Amalgamation, Absorption and Reconstruction meaning; relevant standard And meaning of different terms, Accounting in the books of transferor company and transfree company(both amalgamation in the nature of merger and of purchase); Inter company transactions(including inter-	Enable the students to learn the advanced accounting in the field of corporate world.		

		company chara		
		company share		
		holding),Internal		
		reconstruction provisions		
		and accounting , surrender		
		of shares for redistribution;		
		preparation of Balance		
		sheet after reconstruction.		
Unit	Valuation of	Valuation using different		
	goodwill	methods i,e. Average profit,		
	Valuation	super profit, capitalization		
	of shares	and annuity . shares		
		valuation using different		
		methods: Intrinsic ,		
		Earnings, dividend yield		
		earnings price, Cum-div and		
		Ex-div, Majority and		
		Minority view and fair		
		value.		
Unit	Holding	Relevant standard;		
IV	company	consolidation of balance		
	and	sheets of parent&		
	subsidiary	subsidiary: minority		
	company;	interest, Basic principles		
		and preparation of CBS; CBS		
		with loss balance of		
		subsidiary treatment for:		
		revaluation of assets of		
		subsidiary , Inter group		
		transactions, holding of		
		different securities.		
		Consideration of dividend		
		paid or proposed by		
		subsidiary in CBS, Bonus		
		shares issued or proposed		
		to be issued by subsidiary.		
		to be issued by subsidially.		

Question bank :

1 Explain the meaning of a company Amalgamation , absorption and reconstruction of a company. Compare Net assets method and Net payment method of calculating the purchase consideration of a vendor company.

Also differentiate between amalgamation, absorption and reconstruction.

2. What entries should be passed in the books of transferor and transferee companies in the case of amalgamation .

3. Distinguish between amalgamation in the nature of merges and Amalgamation in the nature of purchase.

4. What is Alteration of capital ? give accounting entries on internal reconstruction.

5. Explain the procedure of capital reduction as given in companies act 2013.

6. Define a holding company . How consolidated profit and loss account is prepared after taking into account important adjustments?

7. Explain the treatment of the following items in the accounts of a holding company

(a)Minority interest (b) Treatment of Unrealised profit (c) Contingent liabilities (d) Elimination of common transactions (e) Capital profit and revenue profit

8. What is goodwill? Explain the factors determining the value of goodwill.

9. Define goodwill . explain various methods of valuation of goodwill with suitable examples.

10. Explain the various methods of valuation of shares with suitable examples.

11. What do you mean by loss of stock insurance? Discuss the various steps to calculate claim under loss of stock insurance.

12.What do you mean by loss of profit insurance? How the value of claim is determined under this policy

13. Write a short note on memorandum trading account.

14. Write a note on 'Hire purchase Trading Account' and Stock and Debtors System' in hire purchase account.

15. Distinguish between Hire purchase and Instalment method.

16. How does Hire purchase system differs from Instalment System ? Illustrate accounting treatment of repossessed goods.

17. Give a performa of statement of affairs and the deficiency / surplus account with imaginary figures which compiles with the requirement of Indian companies act 2013.

Note: Unit IV, Unit III and Partial Proportion of Unit II will be completed before mid- term exams i,e. 75% and the remaining portion will be completed after Mid-term exam.