

Programme : Master of Commerce [M.Com]  
 Course Code : COM-521  
 Course Title : Advanced Corporate Accounting  
 Number of Credits : 04  
 Effective from AY : 2022 – 2023

**Pre-requisites for the Course:**

NIL

**Objectives of the Course:**

1. To gain knowledge in theory as well as practice in corporate accounting.
2. To enable students to prepare companies' financial statements within the framework of the Company Act, 2013.
3. To enable students to prepare financial statements of Banking and Insurance companies.
4. To help students understand the techniques of restructuring and liquidating corporate entities.

**Course Content**

<b>Unit 1</b>	<b>Preparation of Final Accounts</b>	<b>15 Hours</b>
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Preparation of Final accounts – Schedule VI Part I and Part II – Managerial remuneration – dividend declaration out of the past and the current profits – Issue of Bonus shares – Statement of Profit & Loss /and Balance Sheet. Bank Accounts – Preparation of Profit and Loss Account and Balance Sheet – Introduction to Insurance Company Accounts – Life Insurance and General Insurance – Preparation of Revenue Accounts – Statement of Profit and Loss – Balance Sheet.

<b>Unit 2</b>	<b>Amalgamation of Companies</b>	<b>15 Hours</b>
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The amalgamation of companies – Meaning – features – Purchase Consideration – meaning – methods (lump sum payment method, net assets method, intrinsic value of shares method) – accounting entries for amalgamation – practical problems – Absorption and reconstruction of companies – meaning – accounting entries for absorption – practical problems – Reconstruction of companies – external reconstruction – internal reconstruction – meaning – procedure – accounting entries.

<b>Unit 3</b>	<b>Winding up of Companies</b>	<b>15 Hours</b>
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Winding up of companies – Meaning – Modes of winding up - Accounts relating to the liquidation of companies - Meaning of liquidation - preferential payments - Role of liquidators and their duties - preparation of the statement of affairs - Final Liquidation statement of account.

<b>Unit 4</b>	<b>Holding Company Accounts</b>	<b>15 Hours</b>
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Holding Company Accounts - Consolidation of Balance Sheets – consolidated Profit and Loss Account – Inter-company holdings and Non- Controlling Interest -Consolidated Cash flow statement.

**Pedagogy:**

The methodology used in the class will combine lecture applications and case discussions. Practical problems may be solved using available open source software.

**Reference / Readings:**

1. Arulanandam and Raman: *Advanced Accountancy- Volume II*; Himalaya Publishing House, Mumbai. 7<sup>th</sup> Edition, 2019

2. Goel, D. K. and Goel, S.: *Corporate Accounting*; Arya Publications, New Delhi. 2<sup>nd</sup> Edition, 2019
3. Jain and Narang: *Advanced Accountancy: Corporate Accounting*; Kalyani Publication, Chennai. 22<sup>nd</sup> Edition, 2019
4. Maheshwari, S. N. : *Advanced Accountancy-Volume II*; Vikas Publishing House, New Delhi. 11<sup>th</sup> Edition, 2018
5. Maheshwari, S. N. and Maheshwari, S. K. : *Corporate Accounting*; Vikas Publishing House, Noida. 5<sup>th</sup> Edition, 2009
6. Reddy, T. S. and Murthy, A. : *Corporate Accounting*; Margham Publications, Chennai.
7. Sharma, C. and Gupta, N. : *Corporate Accounting: Theory and Practice*; Ane Books Pvt. Ltd., 2008.
8. Sehgal, A. and Sehgal, D.: *Advance Accounting: Corporate Accounting*; Taxmann Allied Services Pvt. Ltd., New Delhi. 6<sup>th</sup> Edition, 2008
9. Shukla, M.C., Grewal, T. S. and Gupta, S.C.: *Advanced Accounts- Volume II*; S. Chand and Company Limited, New Delhi. 19<sup>th</sup> Edition, 2016
10. Tulsian, P. C.: *Introduction to Corporate Accounting*; S. Chand and Company Limited, New Delhi. 2<sup>nd</sup> Edition, 2016.

#### Online Resources:

1. <https://egyankosh.ac.in/bitstream/123456789/73958/1/Unit-9.pdf>
2. <https://gfgc.kar.nic.in/hesaraghatta/GenericDocHandler/21-8409c4f7-1926-46f0-b45e-44357c55010c.pdf>
3. <https://www.mca.gov.in/MinistryV2/mergers+and+acquisitions.html>
4. [https://sgp1.digitaloceanspaces.com/cakart/5946/study\\_contents/Chapter\\_5\\_\\_Amalgamation\\_of\\_Companies.pdf](https://sgp1.digitaloceanspaces.com/cakart/5946/study_contents/Chapter_5__Amalgamation_of_Companies.pdf)
5. <https://www.icsi.edu/media/webmodules/Corporate%20and%20Management%20Accounting.pdf>

#### Course Outcomes:

After the completion of this course, the students will be able to:

**CO 1:** Construct the companies' financial statements following the Companies Act, 2013.

**CO 2:** Construct the financial statements of Banking and Insurance companies.

**CO 3:** Develop the procedure involved in the amalgamation of Companies.

**CO 4:** Develop the procedure for winding up the company.