

CORPORATE ACCOUNTING

Duration: 3 hrs.

Marks: 80

Lectures: 80

Unit 1.Accounting for Share Capital & Debentures (17 Lectures)

Issue, forfeiture and Reissue of forfeited shares: concept & Allotment process of book building method; Issue of rights and bonus shares; Buy back of shares; Redemption of preference shares; Issue and Redemption of Debentures. Accounting for employees share based payment, ESOS and ESPS

Unit 2 :

A. Preparation of Financial Statements of Corporate Entities (20 Lectures)

- I. Preparation of profit and loss statement and
- II. Balance Sheet
- III. Notes to Accounts
- IV. Cash Flow Statement

B. 1)Accounting of Property, Plant and Equipment as per Ind AS 16 (ICAI)

2) Accounting for investment as per AS13 (ICAI)

3) Concept of Investment property as per Ind AS 40 (ICAI)

Unit 3.Valuation of Goodwill and Valuation of Shares (9 Lectures)

Concepts and calculation: with reference to **Different method** as mentioned below:

VALUATION OF INTERNAL GOODWILL:

- Purchase of Average Profit, Super Profit
- Capitalisation of Average Profit Super Profit
- Present Value of Super Profit by using Annuity Factor.

VALUATION OF SHARES

- Asset Approach
- Earning yield Approach
- Dividend Yield Approach
- P/E Approach

Unit 4.Concept of Business Combination AND Restructuring (18 Lectures)

Concepts and accounting treatment of Amalgamation as per Accounting Standard: 14 (ICAI). Merger method is excluded.

Internal reconstruction: concepts and accounting treatment excluding scheme of reconstruction.

Unit 5. Accounts of Holding Companies/Parent Companies (12 Lectures)

Preparation of consolidated balance sheet with one subsidiary company;

Unit 6. Accounts of Banking Companies (4 Lectures)

- I. Difference between balance sheet of banking and non-banking companies;
- II. Prudential norms;

III. Asset structure of a commercial bank; Non-performing assets (NPA)

Note:

- 1. The relevant Indian Accounting Standards in line with the IFRS for all the above topics should be covered.**
- 2. Any revision of relevant Indian Accounting Standard would become applicable immediately.**

Suggested Readings:

1. Corporate Accounting, McGraw Hill Education by M.Hanif and A. Mukherjee.
2. Corporate *Accounting*. Vikas Publishing House, New Delhi. S.N. Maheshwari and S. K. Maheshwari
3. Ashok Sehgal, Fundamentals of *Corporate Accounting*. Taxman Publication, New Delhi.
4. Jain, S.P. and K.L. Narang. *Corporate Accounting*. Kalyani Publishers, New Delhi.
5. Compendium of Statements and Standards of Accounting. The Institute of Chartered Accountants of India, New Delhi.
7. Guidance note issued by ICAI on relevant topic
6. Company act 2013 and Company Rules as amended up to date

Note: Latest edition of text books may be used.