



SEMESTER: V	
COURSE NAME: CORPORATE ACCOUNTING	
COURSE TYPE: Major (Core)	COURSE CODE: C3BC230531T
CREDIT: 4	MARKS:100
No. of Weekly Lectures: 5	
Pedagogy: Classroom lectures & Seminars	

COURSE DESCRIPTION:

The course aims to enable the learners to understand, develop, and apply the tools and techniques of Corporate Accounting in financial reporting with respect to business entities. It seeks to develop students' competence toward recording and maintenance of books of accounts for a business.

LEARNING OBJECTIVES:

LO 1: The course aims to enhance the abilities of learners to develop the concept of corporate accounting and its significance in business.

LO 2: The course further aims to enable the learners to understand, developing and applying the framework of preparation and presentation of financial statements, concerning corporates, as applicable to non-Ind AS companies.

LO 3: It seeks to develop student competence in the field of financial reporting in the most suitable manner allowing the stakeholders to make informed decisions on financial matters.

COURSE OUTCOMES: On successful completion of the course the learner will be able to understand the finalization of accounts under consolidation and standalone aspects. The procedure of accounting in case of restructuring will be also reflected upon by them.

CO 1: Understanding the principles of accounting for issue and redemption of debentures.

CO 2: Understanding Framework for preparation and presentation of financial statements of Non-Ind AS compliant companies and implication of AS 20 and AS 22 in such preparation.

CO3: Understanding the procedure and parameters of valuation of goodwill and shares in different situations.

CO4: Understanding the accounting aspects of business restructuring as per principles laid down in AS 14

CO 5: Understanding accounting aspects of business consolidation as in the case of a holding company in reference to AS 21.



DETAILED SYLLABUS:

Unit No.	Unit Name	Topics	Number of Lectures
1	Accounting for Debentures	<ul style="list-style-type: none">• Redemption of Debentures	5
2.	Preparation and Presentation of Financial Statements of Companies as per Schedule III (Division I)	<ul style="list-style-type: none">• Introduction to Division I Schedule III encompassing its main principles and applicability – [Theory]• Objective and scope with special reference to guidance note on Division I – Non-Ind AS Schedule III to the Companies Act, 2013 issued by ICAI – [Theory]• Preparation of Statement of Profit and Loss [Part II]• Balance Sheet [Part I]• Notes to Accounts• AS-20 [(a) Calculation of earnings attributable to Equity Share Holders, (b) Calculation of Weighted Average number of outstanding Equity shares concerning a public issue, bonus issue, share split, share consolidation, buyback of shares, issue of shares in amalgamation, underwriting commission settled in shares, rights share, call money received (c) Test for dilution, Identifying potential equity shares, Calculation of Incremental EPS and Diluted Earnings per share (with special reference to ESOP, Right Share, Share Warrants, Convertible Debentures, Bonus Issue)].• AS – 22 [(a) Recognition principles of Deferred tax assets, Concept of timing difference and permanent difference (b) Calculation of Current tax and deferred tax and its disclosure in the Statement of Profit & Loss, (c) deferred tax arising due to timing difference in case of Sec.43B, Sec.36 and Sec.32 of the Income Tax Act, 1961, (d) Carry forward of losses and Unabsorbed depreciation, (e) Tax holiday and disclosure requirement under AS-22, (f) MAT and Guidance Note on accounting for MAT credit, (g) Offsetting of Deferred Tax Assets or	12



		Deferred Tax Liabilities due to offset of Current tax and Advance tax].	
3.	Valuation of Shares with special reference to valuation of Goodwill	<ul style="list-style-type: none">• Calculation of Future Maintainable Profit (under Projected profit and past profit method)• Calculation of Capital Employed• Summary of Valuation of Goodwill under [Average Profit Method, Super Profit Method and Capitalisation Method]• Different methods of Valuation of Shares (Net Asset Method Future Cash Flows Method, Discounted Cash Flow (DCF) Method, Dividend Yield Method, Earnings Multiple Method, Market Price Method, Comparable Company Analysis – [Theory]• Valuation of Shares [on Going Concern Basis – Earning Capitalisation Method and Dividend Yield Method, Intrinsic Value or Net Asset Value per Share]• Fair Value per Share• Concept of Normal Rate of Return	12
4.	Accounting for Business Restructuring	<ul style="list-style-type: none">• Internal Reconstruction including Surrender of Shares• Amalgamation of Companies as per AS-14 including intercompany transactions (Excluding intercompany investment in shares and Crossholding of shares)	12
5.	Accounting for Business Consolidation	<ul style="list-style-type: none">• Consolidated Balance Sheet [as per AS-21 issued by ICAI] including dividends paid by the subsidiary company (Excluding chain holding, multiple subsidiaries and interest in a subsidiary acquired on different dates i.e., step acquisition or piecemeal holding) Elimination of intra-group transactions. Treatment of investment by the Holding company in Preference Shares and Debentures of the Subsidiary.• Accounting for Investments in Associates AS-23	15



SUGGESTED TEXTBOOKS/READING MATERIALS

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.
6. Company Act 2013 and Company Rules as amended up to date
7. Guidance note issued by ICAI on a relevant topic.

Note: Students must refer to the latest edition of the textbooks.

Course Outcome (CO)	Unit No.	Unit Name	CO Statement	Key Action Verbs	Cognitive Level
CO1	Unit 1	Accounting for Debentures	Understanding the principles of accounting for issue and redemption of debentures.	Describe, Interpret	Understand (K2)
CO2	Unit 2	Preparation and Presentation of Financial Statements of Companies as per Schedule III (Division I)	Understanding framework for preparation and presentation of financial statements of Non-Ind AS compliant companies and implication of AS 20 and AS 22 in such preparation.	Execute, Implement	Apply (K3)
CO3	Unit 3	Valuation of Shares with special reference to valuation of Goodwill	Understanding the procedure and parameters of valuation of goodwill and shares in different situations.	Compare, Examine	Analyze (K4)
CO4	Unit 4	Accounting for Business Restructuring	Understanding the accounting aspects of business restructuring as per principles laid down in AS 14.	Organize, Examine	Analyze (K4)
CO5	Unit 5	Accounting for Business Consolidation	Understanding accounting aspects of business consolidation as in the case of a holding company in reference to AS 21.	Implement, Justify	Apply (K3), Evaluate (K5)