

## SECOND SEMESTER COURSES

Course Code	CM010201
Title of the Course	<b>ADVANCED CORPORATE ACCOUNTING</b>
Semester	Two
Type	Core
Credits	4
Hours	5 per week and Total 90

### Objective of the Course:

To equip the learner to understand the higher-level applications of accounting in corporate sector and recent developments.

Course Outcome No	Expected Course Outcome	Cognitive Level	Programme Specific Outcome Linkage
1	The learner should be able to prepare consolidated financial statements of group companies.	Apply	PSO2
2	Preparation of the financial statements of public utility companies and deal with the disposal of surplus.	Apply	PSO2
3	Develop and awareness on the procedure of bankruptcy under the recent Bankruptcy Procedure Code.	Understanding	PSO2
4	Familiarising the learner with the accounting procedures of liquidation of companies and preparation of various statements required as per the Companies Act.	Evaluate	PSO2
5	Basic understanding about the preparation of accounts of some special lines of businesses like shipping, hospitals and hotels.	Understanding and Apply	PSO2

### Unit wise arrangements of the course

Module No	Unit No	Unit-wise Contents	Remarks
<b>Module 1- Accounts of holding companies- 27 hours</b>			
1	1.1	Concept of Holding Company, Subsidiary Company-Consolidated Financial Statements - Need for Consolidation -Documents to be filed along with Consolidated financial statements.	Theory only
	1.2	Minority Interest-Cost of Control-Pre-acquisition and Post-acquisition -Elimination of Un realised Profit.	Theory and short problems

	1.3	Accounting treatment of Dividend declaration by subsidiary company -Issue of Bonus Shares -Contingent liabilities -Revaluation of Assets and liabilities.	Theory and short problems
	1.4	Preparation of Consolidated balance sheet- Cross holding.	Problems
<b>Module 2- Accounts of Public Utility Undertakings- 20 hours</b>			
2	2.1	Double account system -Features -Difference between Double Account and Single Accounts - Advantages and Dis-advantages of the Double Accounts.	Theory only
	2.2	Final Accounts of Electricity Concerns	Problems
	2.3	Reserves to be created by Electricity Companies - Computation of Reasonable Return and Clear profit and Disposal of Surplus of Electricity Companies.	Theory and short problems
	2.4	Meaning of replacement – Practical problems on replacement of assets.	Theory and Problems
<b>Module 3- Bankruptcy Code 2016- 10 hours</b>			
3	3.1	Institutional framework under the code – Adjudicating authorities – Insolvency and Bankruptcy Board of India – its scope and functions.	Theory
	3.2	Insolvency Professional Agencies and role – Insolvency Professionals – Resolution Process under the Code.	Theory
	3.3	Corporate Insolvency Resolution Process – Resolution Process for Individuals – Exit Route under the Code – Order of Priority of Debt – Voluntary Liquidation – Bankruptcy Order.	Theory
<b>Module 4- Liquidation of Companies- 18 hours</b>			
4	4.1	Liquidation – meaning – modes of liquidation – legal procedures for liquidation.	Theory
	4.2	Contributories – List A and List B Contributories.	Theory and Problems
	4.3	Statement of Affairs- Preparation.	Theory and Problems
	4.4	Order of payment of liabilities in winding up – Preferential payments in the course of winding up – Provisions regarding the priority of preferential payments over other debts.	Theory and Problems
	4.5	Liquidator's final statement of accounts – Liquidators remuneration.	Theory and Problems
<b>Module 5- Accounting for Specialised Businesses- 15 hours</b>			
5	5.1	Voyage Accounts – meaning – purpose – Basic concepts of voyage accounts – Treatment of incomplete voyage.	Theory only
	5.2	Preparation of voyage Accounts.	Problems only
	5.3	Accounting for hotels.	Theory and

			simple problems
	5.4	Accounting for Underwriters.	Theory and problems

**Suggested Assignment:**

1. Assignment on the real case history of companies gone through insolvency procedure in India.
2. Develop an accounting system for small hotels

**Recommended Text Books**

1. Corporate Accounting, A. Mukharjee and M. Hanif, TATA McGraw Hill Co
2. Advanced accountancy, Arulanandam & Raman, Himalya Publishing House
3. Fundamentals of Financial accounting, Nasseem Ahmed, Ane books Pvt, Limited
4. Advanced Financial Accounting, R.L. Gupta & Radhaswami, Sultan Chand CO;
5. Advanced Financial Accounting, S.N. Maheswari
6. Advanced Financial Accounting, Paul & Kaur
7. Advanced Financial Accounting, S.P. Jain & K.L. Narang; Kalyani Publishers

**References**

1. Study Material for CA IPCC Group I – Accounting
2. Study Material for CA IPCC Group II – Advanced Accounting
3. Students Hand Book on Advanced Accounting, G.Sekar and B. Saravana Prasath, C. Sitaraman & Co. Pvt Ltd;
4. Advanced Financial Accounting, B.D. Agarwal

**Break up of Theory and Problems for Examination**

Section A- 6 Theory 4 problems

Section B – 3 Theory 5 Problems

Section C- 1 Theory 3 Problems