

St. Joseph's College of Commerce (Autonomous)
#163, Brigade Road, Bangalore – 560 025

LESSON PLAN (MODULE WISE)

COURSE: B.COM., REGULAR
SEMESTER: II
SUBJECT: CORPORATE ACCOUNTING

Lecture hours: 60

Objective: To acquire adequate knowledge for the preparation and presentation of financial statements of Joint Stock Companies. To provide comprehensive understanding of all aspects relating to corporate mergers and acquisitions.

| Sl. No. | UNIT & OBJECTIVES | No. of Lecture Hours | Methodology / Instructional techniques | Evaluation / learning confirmation |
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| Module I | <u>Companies Final Accounts</u> <u>Objective:</u> To understand the preparation of company financial statements | 12 | | |
| 1. | Company – Definition, meaning of share capital and its classification as per schedule III, Types of Shares. | 1 | Lecture | Question and Answer |
| 2. | Financial Statements and its formats | 1 | Lecture | Question and Answer |
| 3. | Preparation of Statement of profit & loss, items and adjustments | 1 | Lecture, Problems and Solutions | Question and Answer |
| 4. | Problems in Statement of profit & loss | 1 | Lecture, Problems and Solutions | Question and Answer |
| 5. | Problems in Statement of profit & loss | 1 | Lecture, Problems and Solutions | Question and Answer |
| 6. | Preparation of Balance sheet , format & adjustment items | 1 | Lecture | Problems and solutions |
| 7. | Preparation of Balance sheet – identification of items under heading | 1 | Lecture, Problems and Solutions | Problems and solutions |
| 8. | Preparation of Profit & loss appropriation adjustment statement | 1 | Lecture, Problems and Solutions | Problems and solutions |
| 9. | Preparation of Balance sheet | 1 | Lecture, Problems and Solutions | Problems and solutions |

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| 10. | Preparation of profit & loss statement and balance sheet | 1 | Lecture, Problems and Solutions | Question and Answer |
| 11. | Preparation of profit & loss statement and balance sheet | 1 | Lecture, Problems and Solutions | Question and Answer |
| 12. | Revision Test | 1 | Revision | Test/ Assignment/ MCQ |
| Module 2 | <u>Redemption of Preference Shares:</u> <u>Objective:</u> To understand the meaning and legal provisions relating to Redemption of Preference Shares as per the Companies Act and the accounting treatment. | 8 | | |
| 1. | Meaning of Redemption of Preference Shares, Legal provisions as per Companies Act. | 1 | Lecture | Question and Answer |
| 2. | Accounting treatment regarding premium and discount on redemption of Preference Shares. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 3. | Creation of Capital Redemption Reserve Account and the purpose for which it could be used. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 4. | Arranging for cash balance for the purpose of redemption of preference shares. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 5. | Calculation of minimum number of shares to be issued for redemption of preference shares | 1 | Lecture, Problems and Solutions | Question and Answer |
| 6. | Calculation of minimum number of shares to be issued for redemption of preference shares | 1 | Lecture, Problems and Solutions | Question and Answer |
| 7. | Issue of bonus shares by using CRR A/c | 1 | Lecture, Problems and Solutions | Question and Answer |
| 8. | Revision Test | 1 | Revision | Test/ Assignment/ MCQ |
| Module 3 | <u>Internal Reconstruction or Capital Reduction</u> <u>Objective :</u> to understand the reorganization of capital structure and financial position of the company | 10 | | |
| 1. | Internal reconstruction – Meaning, Objective, Procedure, Form of Reduction | 1 | Lecture | Question and Answer |
| 2. | Reorganisation through surrender of shares, Subdivision | 1 | Lecture | Question and |

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| | and Consolidation of shares, materialization of contingent liability. Format journal entries. | | | Answer |
| 3. | Problems based on Capital reduction and reorganizing assets and liabilities | 1 | Lecture, Problems and Solutions | Question and Answer |
| 4. | Problems based on Capital reduction and reorganizing assets and liabilities | 1 | Lecture, Problems and Solutions | Question and Answer |
| 5. | Problems based on Capital reduction and reorganizing assets and liabilities | 1 | Lecture, Problems and Solutions | Question and Answer |
| 6. | Problems based on Capital reduction and reorganizing assets and liabilities | 1 | Lecture, Problems and Solutions | Question and Answer |
| 7. | Problems based on Capital reduction and reorganizing assets and liabilities | 1 | Lecture, Problems and Solutions | Question and Answer |
| 8. | Problems based on Capital reduction and reorganizing assets and liabilities | 1 | Lecture, Problems and Solutions | Question and Answer |
| 9. | Problems based on Capital reduction and reorganizing assets and liabilities | 1 | Lecture, Problems and Solutions | Question and Answer |
| 10. | Revision | 1 | Revision | Test/ Assignment/ MCQ |
| Module 4 | <u>Amalgamation:</u> <u>Objective:</u> To understand the meaning of Amalgamation, Meaning and accounting treatment of Amalgamation in the nature of purchase and amalgamation in the nature of merger as per Accounting Standard. | 10 | | |
| 1. | Meaning of Amalgamation, Meaning of Amalgamation in the nature of purchase and Amalgamation in the nature of merger. | 1 | Lecture | Question and Answer |
| 2. | Calculation of Purchase Consideration by using various methods. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 3. | Journal Entries in the books of the Vendor Co. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 4. | Journal Entries in the books of the Purchasing Co. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 5. | Calculation of Goodwill or Capital Reserve | 1 | Lecture, Problems and | Question and |

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| 6. | Problems relating to inter-company debts and inter-company owing. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 7. | Problems relating to unrealized profits. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 8. | Problems relating to inter-company holdings. | 1 | Revision | Test/ Assignment/ MCQ |
| 10. | Problems relating to discharge of debenture holders including debenture holders getting same amount of interest in spite of change in rate of interest. Problems relating to issue of further shares by the new company to raise additional capital. | 1 | Lecture, Problems and Solutions | Question and Answer |
| Module 5 | <u>Absorption and External Reconstruction:</u> <u>Objective :</u> To understand the terms Absorption and External reconstruction, difference , accounting treatments | 10 | | |
| 1. | Absorption and External reconstruction , Meaning, Difference, Format journal entries | 1 | Lecture, Problems and Solutions | Question and Answer |
| 2. | Treatment of Intercompany debts | 1 | Lecture, Problems and Solutions | Question and Answer |
| 3. | Treatment of Intercompany Owings | 1 | Lecture, Problems and Solutions | Question and Answer |
| 4. | Treatment of Unrealised profit | 1 | Lecture, Problems and Solutions | Question and Answer |
| 5. | Discharge of Debentures | 1 | Lecture, Problems and Solutions | Question and Answer |
| 6. | Problems on Absorption | 1 | Lecture, Problems and Solutions | Question and Answer |
| 7. | Problems on External Reconstruction. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 8. | Problems on Absorption. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 9. | Revision | 1 | Revision | Test/ Assignment/ |

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| | | | | MCQ |
| 10. | Revision | 1 | Revision | Test/ Assignment/ MCQ |
| Module 6 | <u>Basics of Consolidated Financial Statements:</u> <u>Objective:</u> Understanding the meaning Holding Company and Subsidiary Company and Preparation of Consolidated Financial Statements in the light of Accounting Standard. | 10 | | |
| 1. | Meaning of Holding Company and Subsidiary Company. Definition of wholly owned and partly owned subsidiary companies. | 1 | Lecture | Question and Answer |
| 2. | Meaning and calculation of Pre-acquisition and Post acquisition Profits or losses. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 3. | Meaning of Cost of Control and problems on calculation of Cost of Control. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 4. | Meaning of Minority Interest and calculation of Minority Interest. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 5. | Problems on preparation of Consolidated Financial Statement. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 6. | Problems on preparation of Consolidated Financial Statement. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 7. | Problems on preparation of Consolidated Financial Statement including unrealized profit or loss on inter-company transactions. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 8. | Problems on preparation of Consolidated Financial Statement including unrealized profit or loss on inter-company transactions. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 9. | Problems on preparation of Consolidated Financial Statement including treatment of bonus shares and dividend. | 1 | Lecture, Problems and Solutions | Question and Answer |
| 10. | Revision | 1 | Revision | Test/ Assignment/ MCQ |

Books for Reference:

1. Grewal and Gupta: Advanced Accounting – S. Chand and Co., New Delhi.
2. S.P. Jain and K.L. Narang: Advanced Accountancy, Kalyani Publishers.
3. Jain and Narang : Financial Accounting, Kalyani, Delhi.
4. P.C. Tulasian: Introduction to Accounting, Pearson Edition.
5. Radhaswamy & R.L. Gupta: Advanced Accounting, S. Chand and Co., New Delhi.

DATES & NATURE OF CIA:

1. First CIA for 5 marks – Assignment on Company Final accounts by end of 1st week of December
2. Mid Term Exams 20 marks – Jan end, 2017.
3. Second CIA for 5 marks – between Feb 15-20th, 2017 – Written Test/Online test

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Approved By:
