

B. Com. – III

Group 'G'

Paper No. XIV: Corporate Accounting

1. Share and Debentures:

- a) **Shares:** Issue, Forfeiture and Re-issue of Shares – Share Capital of Company, Classification of Shares, Issue of Shares – at Par, at Premium and Discount; Call in of Arrears and Advances; Forfeitures of Shares, Re-issue of Forfeited Shares, Rights Shares; Employee Share Option Plan (ESPO); Bonus Shares, Redeemable Preference Shares. Journal Entries, Practical Problems.
- b) **Debentures:** Meaning and Types of Debentures; Issue of Debentures; Different Conditions of Issuing Debentures; Redemption of Debenture – Sinking Fund and Insurance Policy, Annual Drawings, Purchase in Open Market, Conversion, Option of the Company. Journal Entries, Practical Problems.

2. Underwriting: Meaning; Types of Underwriting; Payment of Commission to Underwriters; Brokerages and Fees of Managers to the Issue, Firm Underwriting; SEBI guidelines for Underwriting; Accounts of Underwriters. Practical Problems.

3. Profit or Loss Prior to Incorporation: Ascertainment of Profit or Loss Prior to incorporation, Calculation of Sales Ratio, Weighted Ratio, Practical Problems.

4. Final Accounts of Companies: Preparation and Presentation of Final Accounts of Companies; Treatment of Taxation in Preparation of Final Accounts of Companies; Dividend to Shareholders; Managerial Remuneration. Practical Problems.

5. Amalgamation and Reconstruction of Companies:

- a) **Amalgamation of Companies:** Amalgamation in the Nature of Merger and Amalgamation in the Nature of Purchase; Purchase Consideration; Pooling of Interest Method and Purchase Method; Entries Relating to Realization Expenses. Accounting Entries, Practical Problems.
- b) **Reconstruction of Companies:** External Reconstruction and Internal Reconstruction. Accounting Entries, Practical Problems.

6. Accounts of Holding Companies: Holding Companies – Its Rational Legal Definition, Advantages and Disadvantages; Consolidated Balance Sheet; Minority Interest, Cost of Control, Pre-acquisition and Post-acquisition Profit. Practical Problems.

7. Liquidation of Company: Order of Payment; Preferential Creditors; Contributories; Preparation of Statement of Affairs and Deficiency Account; Liquidator's Final Statement of Account. Practical Problems.

8. Accounts of Banking Companies:

- a) Accounting Requirement of Banking Companies
- b) Outline of the Accounting Procedure

- c) Slip System
- d) Final Accounts in Form A and Form B – A Detailed Study
- e) Practical Problems

9. **Accounts of Insurance Companies:**

- a) Accounting Requirement of Insurance Companies
- b) Valuations and Profit Calculation of a Life-Insurance Company
- c) Revenue Account, P&L A/c, P&L Appropriation A/c of Fire and Marine Insurance Companies
- d) The Balance Sheet (Form A) – A Detailed Study
- e) Practical Problem