Subject Code:1MS1010304	Subject Title: Corporate Accounting - II

1. Course Objectives:

- To familiarize the students in respect of various legal provisions for preparation and presentation as per the Indian companies act, 1956 and the prevailing accounting standards.
- Students having exposure pertaining to contemporary issues in Accounting.

2. Teaching Scheme (Hours per week)

Lecture (Hrs.)	Tutorial	Practical	Credit	Evaluation Scheme (Marks)			
				University Assessment		Internal Assessment	
				Theory	Practical	Theory	Practical
4	-	-	4	70 Marks	-	30 Marks	-

3. Syllabus:

Module No.	Contents	Total Hours	Weight
1	**Ratio Analysis:** Meaning, Methods and purpose of analysis, Advantages and limitations, Liquidity Ratios, Solvency Ratios, Profitability Ratios related to sales, Profitability Ratios related to investments, Activity Ratios. **<u>Examples:</u>** ***Liquidity Ratios:*** Current Ratio, liquid Ratio, Acid Test Ratio. ***Solvency Ratios:*** Debt-equity Ratio, Capital gearing Ratio, Interest Coverage Ratio, proprietary ratio. **Profitability Ratios related to sales:** Gross profit Ratio, Net Profit Ratio, Operating profit ratio Expense Ratio. **Profitability Ratios related to investments:** Return on total assets (ROTA), Return on investment (ROI), Return on equity (ROE), Return on equity shareholders fund, EPS, DPS and PE ratio. **Activity Ratios:** Stock turnover Ratio and Debtors Ratio, Creditors ratio.	12	25%

2	**Valuation of goodwill** Meaning, Factors affecting value of goodwill, Need of valuation of goodwill, Super profit and simple profit method **Examples:** Valuation of goodwill by Super profit and Simple profit methods.	12	25%
3	**Valuation of shares:** Meaning, Need of valuation of shares, Factors affecting, valuation of shares, Intrinsic value or asset backing method and yield valuation method, Fair value method (theory only) **Examples:** Valuation of shares by Intrinsic value and yield valuation methods.	12	25%
4	**Redemption of Redeemable Preference Shares** Theory: Meaning, Procedure, Accounting Entries, Balance Sheet after Redemption. **Examples:** Redemption of preference shares (Partly paid and Fully paid)	12	25%

4. Suggested Readings

Books:

1. Advanced Accountancy by Gupta R.L. and Radhaswamy M, Sultan Chand & Sons, New Delhi.
2. Corporate Accounting by Gupta R.L., and Radhaswamy M, Sultan Chand and Sons, New Delhi.
3. Advanced Accounting by Jain S.P. and Narang K.L.,Kalyani Publishers, New Delhi.
4. Corporate Accounting by Maheshwari S.N., and Maheshwari S.K.,Vikas Publication, New Delhi.
5. Corporate Accounting-II by Mukherjee and Hanif, Tata McGraw Hill, New Delhi.
6. Rathnam's company accounts (Theory, problems & solution) by Rathnam P.V., Hanumantha Raju D., Himalaya Publishing house, Mumbai.