

S. Y. B. Com. Accounting and Finance

Semester - IV

**Financial
Accounting IV**

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**Special Accounting
Areas**

Syllabus

**Revised Syllabus and Question
Paper Pattern of Courses of
B.Com.
(Accounting and Finance)**

Syllabus

**Program at Semester IV with
Effect from the
Academic Year 2017-2018**

Syllabus Objectives

- To introduce structure of Company Final Accounts as per Indian Company's Act, 2013 and its application.
- To understand procedure of Redemption of Preference Share Capital and Redemption of Debentures; provisions regarding redemption as Company's Act, 2013.
- To understand procedure of Pre & Post Prior to Incorporation in columnar forms.
- To know structure of Final Accounts of Foreign Branches after conversion into Indian Currency.

Module I

Preparation of Final Accounts of Companies

**Relevant provisions of Companies
Act related to preparation of Final
Account
(excluding cash flow statement)**

Module I

Preparation of Final Accounts of Companies

**Preparation of financial
statements as per Companies Act.
(excluding cash flow statement)**

Module I

Preparation of Final Accounts of Companies

**AS 1 in relation to final accounts
of companies (disclosure of
accounting policies)**

Module II

Redemption of Preference Share

- Provision of the Companies Act for redemption of Preference Shares (Sec 55 of the Companies Act, 2013), Companies (Share and Debentures) Rules.**

Module II

Redemption of Preference Share

**Methods of Redemption of fully paid
up Preference Shares as per
Companies Act, 2013:**

Module II

Redemption of Preference Share

The proceed of a fresh issue of shares, the capitalisation of undistributed profits and a combination of both, calculation of minimum fresh issue to provide the fund for redemption,

Module II

Redemption of Preference Share

Note: Companies governed by Section 133 of the Companies Act, 2013 and comply with the accounting standards prescribed for them.

Module II

Redemption of Preference Shares

**Hence, the balance in
security premium account not to
be utilised for premium payable
on redemption of preference
shares.**

Module III

Redemption of Debentures

- **Introduction : Provisions of Section 71 (1) and (4) of the Companies Act, 2013, Creation and investment of DRR including The Companies (Share Capital and Debentures) Rules, 2014,**

Module III

Redemption of Debentures

**the methods of writing-off
discount/loss on issue of
debentures; Terms of issue of
debentures**

Module III

Redemption of Debentures

Methods of redemption of debentures: By payment in lump sum and by payment in instalments (excluding from by purchase in open market), Conversion.

Module III

Redemption of Debentures

**(Question on entries. ledgers and/or
Balance Sheet and /or redemption of
preference shares)**

Module IV

Ascertainment and Treatment of Profit Prior to Incorporation

- **Principles for ascertainment**
- Preparation of separate, combined and columnar Profit and Loss A/c including different basis of allocation of expenses/ incomes

Module V

Foreign Branches

**Conversion as per AS 11 and
incorporation in HO accounts**

Syllabus Outcomes

- Apply to formats of Company Final Accounts as per Indian Company's Act, 2013 in practical manner with notes to accounts.
- Understand provisions regarding redemption of preference shares as per Company's Act, 2013 and applying practically to solve practical problems.
- Understand various types of redemption of debentures and they are able to understand provisions regarding redemption of debentures.
- Apply conversion of foreign currency into Indian currency when, to solve practical problems about foreign branches.
- Classify appropriate basis for allocation regarding Profit Prior to Incorporation and applying when, to solve practical problem.