

**Institute of Distance and Open Learning**  
**Revised Syllabus**  
**S.Y. B.Com.**  
**With Effect from the Academic Year 2019-2020**  
**Elective Courses (EC)**  
**Discipline Specific Elective (DSE) Courses**  
**Accountancy and Financial Management II**

**SECTION I**

**Modules at a Glance**

Sr. No.	Modules
1	Partnership Final Accounts based on Adjustment of Admission or Retirement/Death of a Partner during the year
2	Piecemeal Distribution of Cash
3	Amalgamation of Firms
4	Conversion / Sale of a Partnership Firm into a Ltd. Company

Sr. No.	Modules
<b>1</b>	<p><b>Partnership Final Accounts based on Adjustment of Admission or Retirement/Death of a Partner during the year</b></p> <p>i) Simple final accounts questions to demonstrate the effect on final Accounts when a partner is admitted during the year or when partner Retires / dies during the year.</p> <p>ii) Allocation of gross profit prior to and after admission / retirement / death when stock on the date of admission / retirement is not given and apportionment of other expenses based on time / Sales/other given basis.</p> <p>iii) Ascertainment of gross profit prior to and after admission/retirement/death when stock on the date of admission/retirement is given and apportionment of other expenses based on time / Sales / other given basis Excluding Questions where admission / retirement / death takes place in the same year.</p>
<b>2</b>	<p><b>Piecemeal Distribution of Cash</b></p> <p>i) Excess Capital Method only</p> <p>ii) Asset taken over by a partner</p> <p>iii) Treatment of past profits or past losses in the Balance sheet</p> <p>iv) Contingent liabilities / Realization expenses / amount kept aside for expenses and adjustment of actual</p> <p>v) Treatment of secured liabilities</p> <p>vi) Treatment of preferential liabilities like Govt. dues / labour dues etc. Excluding : Insolvency</p>

	of partner and Maximum Loss Method
<b>3</b>	<b>Amalgamation of Firms</b> i) Realization method only ii) Calculation of purchase consideration iii) Journal / ledger accounts of old firms iv) Preparing Balance sheet of new firm v) Adjustment of goodwill in the new firm vi) Realignment of capitals in the new firm by current accounts / cash or a combination thereof Excluding Common transactions between the amalgamating firms
<b>4</b>	<b>Conversion / Sale of a Partnership Firm into a Ltd. Company</b> i) Realisation method only ii) Calculation of New Purchase consideration, Journal / Ledger Accounts of old firms. iii) Preparing Balance sheet of new company

## SECTION II

### Modules at a Glance

Sr. No.	Modules
5	Introduction to Company Accounts
6	Redemption of Preference Shares
7	Redemption of Debentures
8	Ascertainment and Treatment of Profit Prior to Incorporation

Sr. No.	Modules
<b>5</b>	<b>Introduction to Company Accounts</b> i) Introduction of basic terms: Types of companies, nature and formation of companies, Shares, Debentures, Share Capital, Reserves and surplus, types of assets and liabilities, dividend, format of Balance Sheet (Only theory) ii) Issue of shares: Different modes IPO, Private Placements, Preferential, Rights, ESO, SWEAT and ESCROW account, Issue of shares at par, premium and discount, Under subscription and Over subscription of shares, forfeiture and reissue of forfeited shares, issue of shares for consideration other than cash. (Only theory) iii) Issue of Debentures: types of Debentures, Issue of debentures at par, premium and discount, Issue of Debentures with consideration of Redemption ,Issue of debentures for cash receivable in installments or at a time Issue of debentures for consideration other than cash. (Only theory)
<b>6</b>	<b>Redemption of Preference Shares</b> i) Provision of the Companies Act for redemption of Preference Shares (Sec 55 of the Companies Act, 2013), Companies (Share and Debentures) Rules. ii) Methods of Redemption of fully paid up Preference Shares as per Companies

	<p>Act, 2013: 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, (Question on entries and/or Balance Sheet)</p> <p>Note: Companies governed by Section 133 of the Companies Act, 2013 and comply with the accounting standards prescribed for them. Hence, the balances in security premium account not to be utilised for premium payable on redemption of preference shares.</p>
<b>7</b>	<p><b>Redemption of Debentures</b></p> <p>i) 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, the methods of writing-off discount/loss on issue of debentures; Terms of issue of debentures</p> <p>ii) Methods of redemption of debentures: By payment in lump sum and by payment in installments (excluding from by purchase in open market), Conversion.</p> <p>(Question on entries. ledgers and/or Balance Sheet and /or redemption of Debentures)</p>
<b>8</b>	<p><b>Ascertainment and Treatment of Profit Prior to Incorporation</b></p> <p>i) Principles for ascertainment</p> <p>(Preparation of separate combined, columnar Profit and Loss A/c including different basis of allocation of expenses and income)</p>

**Reference Text :**

1. Ashish K. Bhattacharyya – “Financial Accounting for Business Managers”, Prentice Hall of India Pvt. Ltd.
2. Shashi K. Gupta – “Contemporary Issues in Accounting”, Kalyani Publishers.
3. R. Narayanaswamy – “Financial Accounting”, Prentice Hall of India, New Delhi
4. Ashok Sehgal – “Fundamentals of Financial Accounting”, Taxmann’s Publishers
5. Introduction to Accountancy T.S. Grewal S. Chand and Co. (P) Ltd., New Delhi
6. Advanced Accounts Shukla and Grewal S. Chand and Co. (P) Ltd., New Delhi
7. Advanced accountancy R.L. Gupta and M. Radhaswamy S. Chand and Co. (P) Ltd., New Delhi
8. Modern Accountancy Mukerjee and Hanif Tata Mc. Grow Hill and Co. Ltd., Mumbai
9. Financial Accountancy LesileChandWichkPretice Hall of India AdinBakley (P) Ltd.

## Question Paper Pattern

Question No	Particular	Marks
Q-1	Objective Questions A) Sub Questions to be asked 12 and to be answered any 10 B) Sub Questions to be asked 12 and to be answered any 10 (*Multiple choice / True or False / Match the columns/Fill in the blanks)	20 Marks
Q-2	Full Length Question <b>OR</b>	15 Marks
Q-2	Full Length Question	15 Marks
Q-3	Full Length Question <b>OR</b>	15 Marks
Q-3	Full Length Question	15 Marks
Q-4	Full Length Question <b>OR</b>	15 Marks
Q-4	Full Length Question	15 Marks
Q-5	Full Length Question <b>OR</b>	15 Marks
Q-5	Full Length Question	15 Marks
Q-6	A) Theory questions B) Theory questions <b>OR</b>	10 Marks 10 Marks
Q-6	Explain the terms To be asked Twelve To be answered Ten	20 Marks