

Approved by the BoS in Accountancy on 22-11-2024 Item No. - 03

As Per NEP 2020

Tolani College of Commerce (Autonomous)



**Title of the Course: Financial Accounting and Auditing – Paper VI
(Financial Accounting)**

(Semester – V)

Programme: Bachelor of Commerce (B.Com.)

**Syllabus for 4 Credit Course
From the Academic Year 2025 – 2026**

**Name of the Course: Financial Accounting and Auditing – Paper VI
(Financial Accounting)**

Sr. No.	Heading	Particulars
1	Description of the course:	This course helps in understanding the process of Amalgamation of Companies, Investment Accounting, preparation of Final Account of Limited Liability Partnership and Valuation of Goodwill and Shares.
2	Vertical:	Major
3	Type:	Theory
4	Credit:	4 Credits
5	Hours Allotted:	60 Hours
6	Marks Allotted:	100 Marks Continuous Evaluation 40 Marks Semester End Examination 60 Marks
7	Course Objectives: <ol style="list-style-type: none"> 1. To develop a comprehensive understanding of the principles, procedures, and legal aspects involved in the amalgamation of companies 2. To understand the preparation of investment accounts with accuracy, using fundamental accounting principles 3. To develop an understanding of the process and techniques involved in preparing the final accounts of a Limited Liability Partnership (LLP). 4. To gain a comprehensive understanding of the various methods and approaches for valuing goodwill and shares. 	
8	Course Outcomes: <ol style="list-style-type: none"> 1. The learner will gain a deep understanding of the concept, methods, and procedures related to the amalgamation of companies. 2. The learner will be able to prepare investment accounts accurately, applying fundamental accounting concepts and techniques. 3. The learner will develop the ability to prepare the final accounts of a Limited Liability Partnership (LLP), in compliance with relevant accounting standards and practices. 4. The learner will learn how to determine the values of goodwill and shares through various approaches. 	
9	Modules	
	Module 1: AS-14 Amalgamation, Absorption and External Reconstruction (15 Hours)	
	1. Introduction: Meaning and types Amalgamation, Absorption and External Reconstruction Distinguish between Amalgamation, Absorption and External Reconstruction Accounting Standard AS - 14 2. Accounting Procedure (Vendor Company): Journal Entries in the books of Vendor Company Ledger A/c.: Realisation, Shareholder, Cash and Bank and Purchasing Co. A/c 3. Accounting Procedure (Purchasing Company): Accounting Treatment	

	Accounting According to AS-14 Amalgamation in the nature of Merger and Purchase Balance sheet of purchasing Company Absorption and External Reconstruction 4. Purchase Consideration: Meaning Methods: Net Payment and Net Asset Method Debentures and Liquidation Expenses Swap Ratio Fractional Shares 5. Illustrations: Purchase Consideration Amalgamation Balance Sheet
	Module 2: Investment Accounting (w.r.t. Accounting Standard-13) (15 Hours)
	<ul style="list-style-type: none"> • For shares (variable income bearing securities) • For debentures/Preference. shares (fixed income bearing securities) • Accounting for transactions of purchase and sale of investments with ex and cum interest prices and finding cost of investment sold and carrying cost as per weighted average method (Excl. brokerage). • Columnar format for investment account.
	Module 3: Accounting for Limited Liability Partnership (15 Hours)
	<ul style="list-style-type: none"> • Statutory Provisions • Conversion of partnership firm into LLP • Final Accounts
	Module 4: Valuation of Goodwill & Shares (15 Hours)
	Valuation of Goodwill: <ul style="list-style-type: none"> • Maintainable Profit method • Super Profit Method • Capitalization method • Annuity Method Valuation of Shares: <ul style="list-style-type: none"> • Intrinsic Value Method • Yield method • Fair Value Method
10	Reference Books: <ol style="list-style-type: none"> 1. Introduction to Accountancy by T.S. Grewal, S. Chand and Company (P) Ltd., New Delhi 2. Advance Accounts by Shukla and Grewal, S. Chand and Company (P) Ltd., New Delhi 3. Advanced Accountancy by R.L Gupta and M. Radhaswamy, S. Chand and Company (P) Ltd., New Delhi 4. Modern Accountancy by Mukherjee and Hanif, Tata Mc. Grow Hill and Co. Ltd., Mumbai 5. Financial Accounting by Lesile Chandwichk, Pentice Hall of India Adin Bakley (P) Ltd., New Delhi 6. Financial Accounting for Management by Dr. Dinesh Harsalekar, Multi-Tech. Publishing Co. Ltd., Mumbai 7. Financial Accounting by P.C. Tulsian, Pearson Publications, New Delhi 8. Accounting Principles by R.N. Anthony and J.S. Reece, Richard Irwin, Inc

	9. Financial Accounting by Monga, J.R. Ahuja, Girish Ahuja and Ashok Shehgal, Mayur Paper Back, Noida 10. Compendium of Statement and Standard of Accounting, ICAI 11. Indian Accounting Standards, Ashish Bhattacharya, Tata Mc. Grow Hill and Co. Ltd., Mumbai 12. Financial Accounting by Williams, Tata Mc. Grow Hill and Co. Ltd., Mumbai.
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Evaluation Pattern

Continuous Evaluation: 40%

Semester End Examination: 60%

The Continuous evaluation will consist of

	Total Marks
Assignment/Project Work/Presentation/Case Study	30
Online MCQ Objective Test	10

Attendance is Compulsory for MCQ Objective Test

Semester End Examination Question Paper Pattern

Maximum Marks: 60

Duration: 2 Hours

All Questions are Compulsory Carrying 15 Marks each.

Q. No.	Particular	Marks
Q-1	A. Practical Question (Module – I)	15 Marks
	OR	
	B. Practical/ Theory Question (Module – I)	08 Marks
	C. Practical/ Theory Question (Module – I)	07 Marks
Q-2	A. Practical Question (Module – II)	15 Marks
	OR	
	B. Practical/ Theory Question (Module – II)	08 Marks
	C. Practical/ Theory Question (Module – II)	07 Marks
Q-3	A. Practical Question (Module – III)	15 Marks
	OR	
	B. Practical/ Theory Question (Module – III)	08 Marks
	C. Practical/ Theory Question (Module – III)	07 Marks
Q-4	A. Practical Question (Module – IV)	15 Marks
	OR	
	B. Practical/ Theory Question (Module – IV)	08 Marks
	C. Practical/ Theory Question (Module – IV)	07 Marks

Note: Questions of 7/8 marks (Practical/theory) may also be divided as 2 questions of 10/5 marks (Practical/theory) or 1 full length question (Practical/theory) of 15 marks.

Signature of Team Members

Sr. No.	Name	Signature
1	Dr. Ishtiyah Chiplunkar	
2	Mr. Murugan Nadar	