

MCM5102ADVANCED FINANCIAL ACCOUNTING

Course Code	MCM5102	Semester	I
Course Title	ADVANCED FINANCIAL ACCOUNTING		
Credits	4	Type	Core

Learning/Course Objective

- Apply conceptual principles when selecting appropriate accounting policies.
- Classify and account for various financial instruments using International Financial Accounting Standards.
- Demonstrate the ability to assess a situation, identify issues and alternatives, and provide a recommendation using advanced accounting knowledge and ethical professional judgment.
- To make students aware about IFRS and Ind AS and its concepts.
- Describe the financial reporting objectives for government and discuss the reporting issues relevant to government.

Course Structure

UNIT I :

Accounting Fundamentals and Statements: Definition – Accounting – Types of Accounting- Financial, Management and Cost accounting – Scope of Accounting –Concept and Classes of Accounting Theory- Their Uses- International Financial Reporting Standards –Indian Accounting Standards (Ind AS) Issued by Institute of Chartered Accountants of India as to Inventories, Depreciation, Borrowing Costs, Earnings Per Share and Impairment of Assets - Need for Convergence of Ind AS with International Financial Reporting Standards (IFRS)

Unit II

Corporate Financial Accounting – Provisions of Companies Act 2013 Formats of Financial Statements Final Accounts – Revenue Account – Net Revenue Account – Capital Account – General Balance Sheet – Investment Accounts. - Disclosure practices - Valuation of Goodwill – Factors affecting value of Goodwill – Methods of Valuing Goodwill – Valuation of Shares – Methods of Valuation of Equity Shares.

UNIT III:

Amalgamation, Absorption and External Reconstruction of Companies – Purchase consideration – Accounting treatment – Books of Purchasing Company – Books of Vendor Company – Alteration of Share Capital and Internal Reconstruction –Scheme of Capital Reduction.

UNIT IV:

Holding Companies – Consolidated Financial Statements – Minority Interest – Cost of Control – Elimination of common transactions – Treatment of contingent liabilities – Treatment of unrealized Profits – Revaluation of assets and liabilities – Bonus shares – Treatment of Dividend

Programme..Master of Commerce (MCom)

UNIT V:

Emerging Accounting method– Human Resource Accounting – Inflation Accounting - Social Responsibility Accounting
– Environmental Accounting

Learning/Course Outcome

- Determine appropriate accounting method required under various share ownership scenarios.
- **Prepare consolidated financial statements.**
- Students will be able to understand the concept of corporate financial reporting
- Students are able to understand the applicability of IFRS and Ind AS
- **Critically analyses complex financial accounting issues** from the perspective of both theory and research
- Understand societal impact of financial accounting

Books for Reference

1. R.L. Gupta and Others: Advanced Accountancy, Sultan Chand Sons, New Delhi.
2. S.P. Jain and K.L. Narang: Advanced Accounting, KalyaniPublisherss, New Delhi.
3. RSW Pillai, Bagavathi S. Uma: Advanced Accounting, S. Chand &Co.,New Delhi.
4. M.C. Shukla: Advanced Accounts S. Chand and Co., New Delhi 2009.
5. Anitong Hawkins and Merchant : Accounting – Text and cases, Tata McGrawHill, New Delhi 2009
6. A. Mukherjee and M. Hanif: Modern Accountancy, Tata McGraw Hill, New Delhi 2008
7. B.K. Banerjee: Financial Accounting, PMI Learning (P) Ltd., NewDelhi 2010.

Theory and Problem: - 20:80