

## BBA 521-18 Corporate Accounting

**Course Objective:** To provide a basic knowledge of the concepts, principles and practices in Corporate Accounting. To enable the students to have an understanding about the provisions of the Companies Act, 2013 relating to preparation of financial statements of companies.

**Course Outcomes:** After completion of the course, the students shall be able to:

CO1: Understand and apply the basic concepts of accounting for share capital

CO2: Understand accounting of preference share and debentures

CO3: Acquire practical knowledge about preparation of financial statements and their provisions

CO4: Understand the fundamentals of consolidation of accounts and apply them.

### UNIT-I

**Corporate Accounting:** Meaning and Importance of Corporate Accounting, Accounting for Share Capital: Issue of Shares at Par, Discount and Premium, Forfeiture and Re-issue of Shares, Book Building. Buyback of Equity Shares, Right Issue and Bonus Shares.

### UNIT-II

**Accounting for Redemption of Preference Share and Debenture:** Types of Preference Shares, Types of Debentures: Different terms of issue of preference shares and debenture, Redemption of Debentures. Basics of Underwriting of Shares.

### UNIT-III

**Preparation of Financial Statements of a Company:** Provisions regarding preparation of Statement of Profit and Loss and Balance Sheet, Computation and treatment of Managerial Remuneration, Computation and treatment of Profit (Loss) prior to incorporation.

### UNIT-IV

**Consolidation of Accounts as per Companies Act, 2013:** Holding Company, Subsidiary Companies. Pre Acquisition and Post Acquisition Profits, Minority Interest, Cost of Control or Capital Reserve, Unrealized Profit, Mutual Indebtedness, Preparation of Consolidated Balance Sheet. Corporate Financial Reporting: Requirements of Corporate Reporting; Recent trends in Financial Reporting.

#### Suggested Readings:

1. Arunachalam, M.A. & Raman, K.S., *Corporate Accounting*, Himalaya Publishing House.
2. Goyal, V.K., *Corporate Accounting*, PHI
3. Iyengar S.P., *Advanced Accountancy*, Sultan Chand and Sons, New Delhi.
4. Maheshwari, S.N. and Maheshwari, S.K., *Corporate Accounting*, Vikas Publication, New Delhi.
5. Mukherjee and Hanif, *Corporate Accounting*, Tata McGraw Hill, New Delhi
6. Shukla ,M.C., Grewal, T.S. and , Gupta S.C., *Corporate Accounting*, Sultan Chand and Co., New Delhi