



Code	Subject Title	Cr. Hrs	Semester
COMM-201	Advanced Financial Accounting-I	4	III
Year	Discipline		
2	Commerce		

1. Capital stock and Bonds

Introduction, Capital stock (share and share capital), kinds of stock, common stock, preferred stock, treasury stock, issuance of common and preferred stock, over subscription, under subscription, refund, underwriting, bonus shares, calculation of Quantum of bonus, recording issuance of bonus shares, right shares, calculation of value of right, recording issuance of right shares, Bonds (term finance certificates, debentures), issuance of bonds, interest on bonds, redemption of bonds

2. Company’s financial statements,

Nature and scope of financial statements, Preparation of statement of comprehensive income (Income statement/ profit and loss account), preparation of statement of financial position (balance sheet), statement of changes in owner’s equity (retained earnings statement, profit and loss appropriation account), notes to the financial statements

3. Amalgamation, Absorption and Reconstruction of companies

Introduction, purchase consideration, accounting for amalgamation, absorption, and reconstruction, in-company owing, dissenting share holders

4. Liquidation of company

Introduction, appointment of liquidators, preferential payments, preparation of statement of affairs, liquidator’s final statement of account

5. Valuation of goodwill and shares

Introduction, need, components of goodwill, methods for evaluating goodwill (super profit method, annuity method, capitalization method, valuation of shares, need, methods for valuation of shares (net assets method, yield method, earning capacity method)

Recommended Books

Meigs & Johnson *Advanced Accounting*. McGraw Hill

Shukla & Grewal, *Advanced Accounting*

R.R. Gupta, *Advanced Accounting*

Hrishikesh Chakraborty, *Advanced Accountancy*

M. A. Ghani, *Advanced Accounting*

Hanif & Mukharjee *Corporate Accounting*