

**The Kelkar Education Trust's  
V G Vaze College of Arts, Science and Commerce  
(Autonomous)**



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V G Vaze College of Arts, Science and Commerce  
(Autonomous)**

Syllabus for Academic Year 2020-21

(June 2020 Onwards)

Program: B.COM

Semester III

**Course : Accountancy and Financial Management III**

Course Code	Course Title	credit
	Accountancy and Financial Management III	3



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Teaching Scheme (Hrs/Week)				Continuous Internal Assessment (CIA) 40 marks					End Semester Examination	Total
L	T	P	C	CIA-1	CIA-2	CIA-3	CIA-4	Lab	Written	
4	-	-	3	15	15	10		-	60	100
<b>Max. Time, End Semester Exam (Theory) -2Hrs.</b>										

**SYBCOM**  
**ACCOUNTANCY AND FINANCIAL MANAGEMENT – III**  
**SEMESTER III**

**Learning Objectives**

To enable learner

1. To understand the concept of fire insurance and preparation of the statement of claim applying average clause.
2. To understand the meaning piecemeal distribution of cash and learn the order of payment of liabilities
3. To learn the meaning of the term amalgamation, objectives of amalgamation, and the accounting procedure for closing the books of the old firm and entries and balancesheet in the books of the new firm
4. To learn the accounting treatment for conversion of firm to a Company.

**Learning outcomes**

After conclusion the students should be able to :

1. Prepare memorandum trading account and find out the actual amount of claim.
2. Step- by –step distribution of available funds depending on the priority in case of dissolution of partnership firm.
3. Compute purchase consideration and prepare necessary accounts for the amalgamation of partnership firm and also for the conversion of partnership firm into Ltd. Companies.
4. Prepare vertical balance sheet as per revised schedule III of Companies act 2013.



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**SYBCOM**  
**ACCOUNTANCY AND FINANCIAL MANAGEMENT – III**  
**SEMESTER III**

Sr. No.	Modules	No. of Lectures
1	Fire Insurance Claim.	15
2	Piecemeal Distribution.	15
3	Amalgamation of Partnership Firm.	15
4	Conversion of Partnership Firm into Limited Co.	15
	<b>TOTAL</b>	<b>60</b>

**SYBCOM**  
**ACCOUNTANCY AND FINANCIAL MANAGEMENT – III**  
**SEMESTER III**

Sr No.	Modules / Units
1	<b>Fire Insurance claim ( Lectures)</b> <ul style="list-style-type: none"> <li>• Computation of Loss of stock by Fire</li> <li>• Ascertainment of Claim as per the Insurance Policy</li> <li>• Exclude: Loss of Profit and Consequential Losses</li> </ul>
2	<b>Piecemeal Distribution</b> <ul style="list-style-type: none"> <li>• Excess Capital Method only</li> <li>• Assets taken over by a partner</li> <li>• Treatment of past profits or past losses in the Balance sheet</li> <li>• Contingent liabilities/ Realisation expenses / amount kept aside for expenses and adjustment of actual</li> <li>• Treatment of secured liabilities</li> <li>• Treatment of preferential liabilities like Govt. dues/ labour dues etc.</li> <li>• Excluding Insolvency of partner and Maximum Loss Method</li> </ul>
3	<b>Amalgamation of Firm</b> <ul style="list-style-type: none"> <li>• Realisation method only</li> <li>• Calculation of purchase consideration</li> <li>• Journal/ledger accounts of old firms</li> <li>• Preparing Balance Sheet of New firm</li> <li>• Adjustment of goodwill in the new firm</li> </ul> <p>Realignment of capitals in the new firm by current accounts / cash or a combination thereof Excluding Common transactions between the amalgamating firms</p>
4	<b>Conversion/ Sale of a Partnership Firm into a Ltd. Company</b>



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- |  |   |
|--|---|
|  | <ul style="list-style-type: none"><li>• Realisation method only</li><li>• Calculation on New Purchase consideration, Journal/ Ledger Accounts of old firms. Preparing Balance Sheet of new company.</li></ul> |
|--|---|

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

**EVALUATION PATTERN**

**I. Internal [40 marks]**

- a. Class test of 15 marks for 30 min.
- b. Project/ Assignment – 15 Marks.
- c. Class participation and behavior. 10 marks

**II. Summative [60 marks]**

Semester end exam 60 marks, duration 2 hrs.



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**Question Paper Pattern**

**I. Internal**

Maximum Marks: 15

Question to be set : 2

Duration : 30 Min

Q. No.	Particulars	Marks
Q. 1.	Concept based questions (1 mark each)	05
Q.2.	M.C.Q. / True or False/ FIB	10

**I. Summative (Semester end)**

Maximum Marks: 60

Question to be set : 04

Duration : 2 Hrs

Q. No.	Particulars	Marks
Q. 1.	Compulsory Practical Questions	15
Q. 2.	Full Length Practical Question OR Full Length Practical Question	15
Q. 3.	Full Length Practical Question OR Full Length Practical Question	15
Q. 4.	(A) Theory Question (B) Theory Question OR Short Notes To be asked 05, to be answered 03	8 7 15

Full Length Question of 15 Marks may be divided into two sub questions of 7/8 and 10/ 5 Marks.



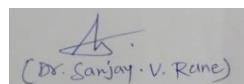
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The Final syllabus which has been approved by the following BOS Members:

CA. Anil Naik, Head of Department of Accountancy  
CA. Yogesh Sant – Member – Faculty  
Ms. Swapna Jagtap – Member – Faculty  
Ms. Shilpa Palande – Member – Faculty  
Mr. Tushar Bhuwad – Member – Faculty  
Mr. Aniruddha Kelkar – Industry/Corporate Sector  
Dr.(CA.) Smita Deshpande – Subject Expert from Other University (SNDT)  
Dr.(CA) Seema Tarak Shah – Subject Expert from Other University (SNDT)  
Dr. Sanjay Rane – Vice-Chancellor Nominee  
CA. Amol Kane – Meritorious Alumnus



CA. Anil Naik  
CHAIRMAN – BOS  
Date : 19/08/2020

  
(Dr. Sanjeev Rane)

Dr. Sanjeev Rane  
VC – NOMINEE (BOS)



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Syllabus for Academic Year 2020-21

(June 2020 Onwards)

Program: B.COM

Semester IV

**Course : Accountancy and Financial Management IV**

Course Code	Course Title	credit
	Accountancy and Financial Management IV	3



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Teaching Scheme (Hrs/Week)		Continuous Internal Assessment (CIA) 40 marks							End Semester Examination	Total
L	T	P	C	CIA-1	CIA-2	CIA-3	CIA-4	Lab	Written	
4	-	-	3	15	15	10		-	60	100
<b>Max. Time, End Semester Exam (Theory) -2Hrs.</b>										

**SYBCOM**  
**ACCOUNTANCY AND FINANCIAL MANAGEMENT – IV**  
**SEMESTER IV**

**Learning objectives**

To enable the learner

1. To acquaint them with the definition and basic terms and concepts of a Company which focus on issue of Shares.
2. To learn the accounting procedures for issue and redemption of Preference Shares.
3. To learn the accounting procedures for issue and redemption of Debentures
4. To understand the concept of pre and post incorporation of profitAnd accounting treatment thereof.

**Learning outcomes**

After conclusion the students should be able to :

5. Prepare vertical balance sheet as per revised schedule III of Companies Act 2013.
6. Pass all journal entries for issue of shares and debenture and also for redemption of debentures and preference shares with necessary provisions.
7. Calculation of pre and post profit by classifying expenses and income on the basis various ratios.



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**SYBCOM**  
**ACCOUNTANCY AND FINANCIAL MANAGEMENT – IV**  
**SEMESTER IV**

Sr. No.	Modules	No. of Lectures
1	Introduction to Company Accounts including issue of shares	15
2	Redemption of Preference Shares	15
3	Issue and Redemption of Debentures	15
4	Profit Prior to Incorporation	15
	<b>TOTAL</b>	<b>60</b>

**SYBCOM**  
**ACCOUNTANCY AND FINANCIAL MANAGEMENT – IV**  
**SEMESTER IV**

Sr No.	Modules / Units
1	<b>Introduction to Company Accounts including Issue of Shares</b> <ul style="list-style-type: none"> <li>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)</li> <li>Issue of Shares: Different modes of IPO, Private Placement, 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 forfeiture of shares, issue of shares for consideration other than cash (theory and journal entries for issue and forfeiture of shares)</li> </ul>
2	<b>Redemption of Preference Shares</b> <ul style="list-style-type: none"> <li>Provision of the Companies Act for redemption of Preference Shares ( Sec. 55 of the Companies Act, 2013), Companies ( Shares and Debentures) Rule.</li> <li>Methods of Redemption of fully paid up Preference Shares as per Companies Act, 2013: The proceed of a fresh issue of shares, the</li> </ul>



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	<p>capitalization 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 by them. Hence, the balance in security premium account not to be utilized for premium payable on redemption of preference shares.</p>
3	<b>Issue and Redemption of Debentures</b> <ul style="list-style-type: none"> <li>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.</li> <li>Issue of Debenture: Types of Debenture, Issue of debenture at par, premium and discount, issue of Debenture 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)</li> <li>Methods of redemption of debentures: By payment in lumpsum and by payment in installments (excluding from by purchase in open market), Conversion.</li> <li>Question on entries ledger and/or Balance Sheet and/or redemption of preference shares)</li> </ul>
4	<b>Ascertainment and Treatment of Profit Prior to Incorporation</b> <ul style="list-style-type: none"> <li>Principles for ascertainment</li> <li>Preparation of separate combined, columnar Profit and Loss A/c including different basis of allocation of expenses and income.</li> </ul>

Reference Text :

- 1) Introduction to Accountancy T.S. Grewal S. Chand and Co. (P) Ltd., New Delhi
- 2) Advanced Accounts Shukla and Grewal S. Chand and Co. (P) Ltd., New Delhi
- 3) Advanced accountancy R.L. Gupta and M. Radhaswamy S. Chand and Co. (P) Ltd., New Delhi
- 4) Modern Accountancy Mukerjee and Hanif Tata Mc. Grow Hill and Co. Ltd., Mumbai
- 5) Financial Accountancy LesileChandWichkPretice Hall of India AdinBakley (P) Ltd.



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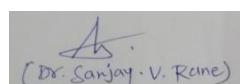
Dr.(CA) Seema Tarak Shah – Subject Expert from Other University (SNDT)

Dr. Sanjay Rane – Vice-Chancellor Nominee

CA. Amol Kane – Meritorious Alumnus



CA. Anil Naik  
CHAIRMAN – BOS  
Date : 19/08/2020

  
(DR. Sanjeev Rane)

Dr. Sanjeev Rane  
VC – NOMINEE (BOS)

