

	<ul style="list-style-type: none"> • Goodwill: nature, factors affecting and methods of valuation - average profit, super profit and capitalization. <p><i>Note: Interest on partner's loan is to be treated as a charge against profits.</i></p> <p>Goodwill to be adjusted through partners' capital/current account.</p> <p><i>Note: Raising and writing off goodwill is excluded.</i></p> <p>Accounting for Partnership firms - Reconstitution</p> <ul style="list-style-type: none"> • Change in the Profit Sharing Ratio among the existing partners - sacrificing ratio, gaining ratio, accounting for revaluation of assets and reassessment of liabilities and treatment of reserves and accumulated profits. Preparation of revaluation account and balance sheet. • Admission of a partner - effect of admission of a partner on change in the profit sharing ratio, treatment of goodwill, treatment for revaluation of assets and re-assessment of liabilities, treatment of reserves and accumulated profits.
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<p>Unit - Accounting for Companies</p>	<p>Accounting for Share Capital</p> <ul style="list-style-type: none"> • Share and share capital: nature and types. • Accounting for share capital: issue and allotment of equity and preferences shares. Public subscription of shares - over subscription and under subscription of shares; issue at par and at premium, calls in advance and arrears (excluding interest), issue of shares for consideration other than cash. • Concept of Private Placement and Employee Stock Option Plan (ESOP). • Accounting treatment of forfeiture and re-issue of shares. <p>Disclosure of share capital in the Balance Sheet of a company.</p>
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Unit - 3 Accounting for Companies Part – B:

<p>Unit : Analysis of Financial Statements</p>	<p>Financial statements of a Company:</p>
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	<p>Statement of Profit and Loss and Balance Sheet in prescribed form with major headings and sub headings (as per Schedule III to the Companies Act,2013)</p> <p>Note: <i>Exceptional items, extraordinary items and profit (loss) from discontinued operations are excluded.</i></p> <ul style="list-style-type: none"> • Financial Statement Analysis: Objectives, importance and limitations. • Accounting Ratios: Meaning, Objectives, classification and computation. • Liquidity Ratios: Current ratio and Quick ratio. • Solvency Ratios: Debt to Equity Ratio, Total Asset to Debt Ratio, Proprietary Ratio and interest coverage ratio. <p>Activity Ratios: Inventory Turnover Ratio, Trade Receivables Turnover Ratio, Trade Payables Turnover Ratio and Working Capital Turnover Ratio.</p> <p>Profitability Ratios: Gross Profit Ratio, Operating Ratio, Operating Profit Ratio, Net Profit Ratio and Return on Investment.</p> <p>Note: Net Profit Ratio is to be calculated on the basis of profit before and after tax.</p>
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<u>TERM</u>		MARKS	
Theory: 40 Marks			
Part A			
<u>UNIT</u>			
1	<u>ACCOUNTING FOR NOT-FOR PROFIT ORGANISATIONS</u>		10
<u>ACCOUNTING FOR PARTNERSHIP FIRMS:</u>			12
1	RETIREMENT AND DEATH OF A PARTNER		
2	DISSOLUTION OF PARTNERSHIP FIRMS		
<u>COMPANY ACCOUNTS:</u>		8	
1	ACCOUNTING FOR DEBENTURES		
PART B			

	<u>ANALYSIS OF FINANCIAL STATEMENTS:</u>	10
1	FINANCIAL STATEMENTS OF A COMPANY (i) COMPARATIVE AND COMMON SIZE STATEMENTS	
2	CASH FLOW STATEMENT	
	Total	40
	PROJECT (PART – 2): 10 MARKS	

TERM –II

Part - A:

Unit : Accounting for Not – For Profit Organisations

<p>Accounting for Not – For Profit Organisations</p>	<ul style="list-style-type: none"> • Not-for-profit organizations: concept. • Receipts and Payments Account: features and preparation. • Income and Expenditure Account: features, preparation of income and expenditure account and balance sheet from the given receipts and payments account with additional information. <p>Scope:</p> <p>(i) Adjustments in a question should not exceed 3 or 4 in number and restricted to subscriptions, consumption of consumables and sale of assets/ old material.</p> <p>(ii) Entrance/admission fees and general donations are to be treated as revenue receipts.</p> <p>Trading Account of incidental activities is not to be prepared.</p>
<p><u>Unit : Accounting for Partnership Firms</u></p>	
<p>Accounting for Partnership firms - Reconstitution and Dissolution.</p>	<ul style="list-style-type: none"> • Retirement and death of a partner: effect of retirement / death of a partner on change in profit sharing ratio, treatment of goodwill, treatment for revaluation of assets and reassessment of liabilities, adjustment of accumulated profits and reserves and preparation of balance sheet. • Calculation of deceased partner's share of profit till the date of death. <p>Dissolution of a partnership firm: meaning of dissolution of partnership and partnership firm,</p>

	<p>types of dissolution of a firm. Settlement of accounts - preparation of realization account, and other related accounts: capital accounts of partners and cash/bank a/c (excluding piecemeal distribution, sale to a company and insolvency of partner(s)).</p> <p>Note:</p> <p>(i) If realized value of an asset is not given, it is to be presumed that it has not realised any amount.</p> <p>(ii) If a partner has borne and/ or paid the realisation expenses, it should be stated.</p>
<p><u>Unit - Accounting for Companies</u></p>	
<p>Accounting for Debentures</p>	<ul style="list-style-type: none"> • Debentures: Issue of debentures at par, at a premium and at a discount. Issue of debentures for consideration other than cash; Issue of debentures with terms of redemption; debentures as collateral security- concept, interest on debentures. Writing off discount / loss on issue of debentures. <p>Note: Discount or loss on issue of debentures to be written off in the year debentures are allotted from Security Premium Reserve/ Capital Reserve/ Statement of Profit and Loss as Financial Cost (AS16) in that order.</p> <p><i>Note: Related sections of the Companies Act, 2013 will apply.</i></p> <p><i>Concept of Tax Deducted at Source (TDS) is excluded.</i></p>
<p><u>Part – B:</u></p> <p><u>Unit : Analysis of Financial Statements</u></p>	
<p><u>Unit : Analysis of Financial Statements</u></p>	<p>Financial statements of a Company:</p> <ul style="list-style-type: none"> • Tools for Financial Statement Analysis: Comparative statements, common size statements.
<p><u>Unit : Cash Flow Statement</u></p>	<ul style="list-style-type: none"> • Meaning, objectives and preparation (as per AS 3 (Revised) (Indirect Method only) <p>Note:</p>

	<p><i>(i) Adjustments relating to depreciation and amortization, profit or loss on sale of assets including investments, dividend (both final and interim) and tax.</i></p> <p><i>(ii) Bank overdraft and cash credit to be treated as short term borrowings.</i></p> <p><i>Current Investments to be taken as Marketable securities unless otherwise specified.</i></p> <p><i>Note: Previous years' Proposed Dividend to be given effect, as prescribed in AS-4, Events occurring after the Balance Sheet date. Current years' Proposed Dividend will be accounted for in the next year after it is declared by the shareholders.</i></p>
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Part C: Practical Work

Students would prepare only ONE project in the entire academic session, which is divided into two terms i.e. Term – I and Term – II

NOTE: Kindly See the CBSE guidelines for project work

