

**BACHELOR OF COMMERCE - SECOND SEMESTER
FINANCIAL ACCOUNTING-II**

Code: SC 2.4

Contact Hours: 56

Credits: 4

Evaluation: Continuous Internal Assessment – **30 Marks**
Semester-End Examination – **70 Marks**

Univ Code:

Work load: **4 hours per week**

Objectives: To make the students to understand various issues of partnership firms and accounting aspects of different forms of business.

Pedagogy: Combination of lectures, assignment, simple case studies, group discussion.

Module 1: **Dissolution of firms** - dissolution due to insolvency of a partner - applicability of Garner v/s Murray rule - Insolvency of all partners - piecemeal distribution of cash -Maximum Loss Method and Excess Capital Method. **Amalgamation of firms** - meaning and objectives – journal and ledger accounts in the books of the old and new firm and preparation of amalgamated balance sheet in the books of the new firm.

Module 2: **Sale of partnership to a limited company** - Calculation of purchase consideration - preparation of journal and ledger in the books of the firm.

Module 3: **Joint Venture** – Meaning, Joint Venture v/s Consignment, Joint Venture v/s Partnership, Methods of maintaining accounts: Recording of all Joint Venture Transactions in the books of each of the Ventures and in Common Set of Books (Joint Bank System).

Module 4: **Departmental Accounts** - meaning and objectives - Apportionment of common expenses and incomes - preparation of departmental Trading and Profit and Loss Account, Balance Sheet.

Module 5: Royalty Accounts - meaning of royalty, minimum rent, short workings, recoupment of short working, Preparation of journal entries and ledger accounts in the books of lessor and lessee.

Recommended Books

1. Financial Accounting - S.N.Maheshwari.
2. Financial Accounting – Shukla & Grewal.
3. Financial Accounting – B.S Raman
4. Advanced Accounting –R.L Gupta &Radhaswamy
5. Introduction to Accountancy – T.S.Grewal.
6. Advanced Accountancy-M.B.Kadkol