

**MCom Part I**  
**Advanced Accounting and Taxation Special Paper III**  
**Specialized Areas in Accounting**

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| <b>Semester: II</b> | <b>Subject Code: MCM21805</b> | <b>Lectures: 60</b> |
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| <b>Objectives:</b>  |
| <ul style="list-style-type: none"> <li>• To equip students with the accounting treatment of revenue and costs associated with Construction Contracts.</li> <li>• To understand the importance of Equity Research.</li> <li>• To develop the understanding of Financial Modeling in Microsoft Excel.</li> <li>• To impart knowledge and develop understanding of Service sector accounting.</li> </ul> |

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| <b>Unit 1: ACCOUNTING FOR CONSTRUCTION CONTRACTS</b>  | <b>10</b> |
| <ul style="list-style-type: none"> <li>• Introduction</li> <li>• Accounting Treatment: <ul style="list-style-type: none"> <li>○ Percentage of Completion Method</li> <li>○ Completed Contract Method</li> </ul> </li> <li>• Provision for foreseeable Losses</li> <li>• Principles to be followed while taking credit for profit on incomplete contracts</li> <li>• Valuation &amp; disclosure of Work-in-progress</li> <li>• Escalation clause</li> <li>• Preparation of contract accounts</li> <li>• Ind-AS11.</li> </ul> |           |

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| <b>Unit 2: CORPORATE RESTRUCTURING</b>  | <b>16</b> |
| <ul style="list-style-type: none"> <li>• Amalgamation and Absorption: <ul style="list-style-type: none"> <li>○ Meaning and Types of Amalgamation.</li> <li>○ Purchase Consideration and Methods of determining Purchase Consideration.</li> <li>○ Accounting entries in the books of the Transferor Company.</li> <li>○ Accounting entries in the books of the Transferee Company.</li> <li>○ Acquisition of Business.</li> </ul>                     (Advanced problems only)                 </li> <li>• Internal Reconstruction <ul style="list-style-type: none"> <li>○ Meaning, Significance and Methods of Internal Reconstruction.</li> <li>○ Alteration of Share Capital</li> <li>○ Reduction of Share Capital</li> <li>○ Surrender of Shares</li> <li>○ Accounting Entries.</li> </ul> </li> </ul> |           |

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| <b>Unit 3: EQUITY RESEARCH:</b>  | <b>10</b> |
| <ul style="list-style-type: none"> <li>• Equity Research <ul style="list-style-type: none"> <li>○ Concept , Meaning Definition and Scope of Equity Research</li> <li>○ Fundamental Analysis -Economy Analysis, Industry Analysis, Company Analysis and Technical Analysis.</li> <li>○ Developing a Financial Model-Input all the financial data from the annual report of the company.</li> <li>○ Concepts of Standardization and Regrouping of data as per the need of the analyst and development of a model.</li> </ul> </li> <li>• Financial Modeling Design <ul style="list-style-type: none"> <li>○ Introduction</li> <li>○ Create a Common Size statement and analysis of past performance in Excel.</li> <li>○ Trend Analysis and Ratio Analysis.</li> <li>○ Creating Input and forecast assumption sheet and report sheet and sensitivity analysis of IT Industry.</li> </ul> </li> </ul> |           |

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| <ul style="list-style-type: none"> <li>• Company Valuation <ul style="list-style-type: none"> <li>○ Equity stock valuation model</li> <li>○ Discounted Cash Flow Method</li> <li>○ Relative valuation &amp; Dividend Discount Model.</li> </ul> </li> </ul> |  |
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| <b>Unit 4 : SERVICES SECTOR ACCOUNTING:</b>   | <b>12</b> |
| <ul style="list-style-type: none"> <li>• Hotel accounting: Introduction, Visitors' ledger, Guest Bills</li> <li>• Hospital accounting: Introduction, Capital and Revenue expenditure OPD &amp; IPD Register.</li> <li>• Transport Undertaking: Introduction, Preparation of Final Accounts, Accounting of Roadways, Preparation of Final accounts -Log Book.</li> </ul> |           |

**Internal Assignments and Library Assignments**

**12 Hours**

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| <b>Recommended Reference Books:</b>   |
| <ul style="list-style-type: none"> <li>• Shukla and Grewal : Advanced Accounts Vol I(Nineteenth Edition),S.Chand and Company Pvt.Ltd, New Delhi.</li> <li>• Shukla and Grewal : Advanced Accounts Vol II(Nineteenth Edition),S.Chand and Company Pvt.Ltd, New Delhi.</li> <li>• Maheshwari S.N. "Advance Accountancy Vol I" – (Tenth Edition) Delhi Vikas Publishing House Pvt.Ltd. , New Delhi, 2011</li> <li>• Maheshwari S.N. "Advance Accountancy Vol II" – (Tenth Edition) Delhi Vikas Publishing House Pvt.Ltd. , New Delhi, 2011</li> <li>• Ashok Sehgal and Deepak Sehgal, "Advanced Accounting" Taxman Allied Services (P) Ltd, New Delhi, 2002</li> <li>• Institute of Chartered Accountants of India : Accounting Standards.</li> <li>• Jain and Narang : Advanced Accounts.</li> <li>• Sr. K. Paul : Accountancy, Volume-I and II</li> <li>• Business analysis with Microsoft excel – Conrad Calbarg</li> </ul> |

- Understanding and analyzing balance sheets using excel worksheet – Rube. J
- Mastering Financial Modeling in Microsoft Excel – Alastair L. Day
- Business Data Analysis using excel – David Whigham