

**SECOND YEAR B. B. A.
Paper - 6 COMPANY ACCOUNTS
(Effective from June 1999)**

- 1. Issue, Forfeiture & Reissue of shares : 15%**
Types of share and share capital-share issues at par, at Premium at a discount-over subscription-call in arrears-call in arrears cell pro-rata allotment- Forfeiture of shares-reissue of share- Accounting entries & various ledger account & Effect in Balance sheet (excluding Pro-rata calculation in forfeiture & reissue of share).
- 2. Issue & Redemption of Debenture : 10%**
Type of debenture Accounting entries of issue of debenture and repayment of debenture-writing off loss on issue of debenture & Redemption of debenture (i) Purchase of own debenture for redemption purpose (2) Sinking Fund method only.
- 3. Redemption of Preference shares and issue of Bonds Shares : 15%**
Redemption of Pref. shares :- Procedures-Accounting entries and Balance sheet after redemption of Pref. shares-issue of bond shares- case bonus-Bonus share-Guidelines on issue of bonus shares-sources of bonus shares-Accounting entries for bonus shares and also cambinee example of redemption of Pref. share & issue of bonus share (excluding calculation of quantum of bonus).
- 4. Company Final accounts : 20%**
Example on vertical presentation of accounting statement (excluding calculation of Management remuneration).
- 5. Interpretation of Financial statement : 15%**
Financial statement -limitation of Financial statement criticism of published Financial Statement Example-based on following group of ratio-Liquidity Ratio-Profitability Ratio-Turnover Ratio-Leverage of valuation Ratio-Importance & Limitation of Ratio analysis- Common size of statement-Trend analysis and du-point chart (Theory only).
- 6. Valuation of goodwill & Shares : 15%**
Goodwill - Definition-Factors affecting value of goodwill Precautions in valuing goodwill-Need for valuation methods of valuing goodwill- Example of goodwill on Average Profit method & super profit method, only.
- 7. Preparation & Analysis of Fund Flow statement : 10%**
Meaning-uses-importance of Fund Flow statement working capital-example based on Fund flow statement only on two years balance sheet.