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AS PER REVISED SYLLABUS OF BAF COURSE FOR
MUMBAI UNIVERSITY W.E.F. JUNE, 2015

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(PAPER – V)

(BAF Third Year : Fifth Semester)

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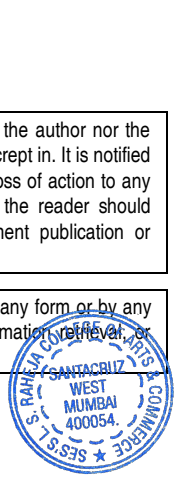
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Preface

We have great pleasure to place this book on “Financial Accounting (Paper - V)” in the hands of the students and the teacher fraternity of Third Year: Fifth Semester for T. Y. B. Com. Accounting and Finance (BAF) course of Mumbai University.

We have tried to explain the topics in a simple language so that the students understand the new concepts. The book contains an adequate number of illustrations (with graded level of difficulty) and exercises.

We are sure that the book will be well received by the student and teacher fraternity. Suggestions for improvement of the book are welcome preferably by e-mail at:

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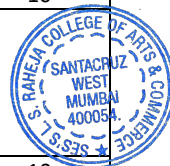


Authors

Syllabus

Sr. No.	Topics	No. of Lectures
1	AS-14 – Amalgamation, Absorption and External Reconstruction (excluding Inter-company holding)	15
	In the Nature of Merger and Purchase with corresponding Accounting Treatments of Pooling of Interests and Purchase Method Respectively. Meaning and Computation of Purchase Consideration. Inter-company Debtors, Creditors, Loan, Bills, Loading in Stock.	
2	Internal Reconstruction	15
	Need for Reconstruction and Company Law Provisions. Distinction between Internal and External Reconstructions. Methods including Alteration of Share Capital, Variation of Shareholder Rights, Sub Division, Consolidation, Surrender and Reissue / Cancellation, Reduction of Share Capital with relevant Legal Provisions and Accounting Treatment for same.	
3	Underwriting of Shares and Debentures	10
	Introduction, Underwriting, Underwriting Commission. Provision of Companies Act with respect to Payment of Underwriting Commission. Underwriters, Sub-Underwriters, Brokers and Manager to Issues. Types of Underwriting, Abatement Clause. Marked, Unmarked and Firm – Underwriting Applications. Liability of the Underwriters in respect of Underwriting Contract. Practical Problems.	
4	Liquidation of Companies	10
	Meaning of Liquidation or Winding Up. Preferential Payments. Overriding Preferential Payments. Preparation of Statement of Affairs, Deficit / Surplus Account. Liquidator's Final Statement of Account.	
5	Buyback of Shares	10
	Company Law / Legal Provisions (including related Restrictions, Power, Transfer to Capital Redemption Reserve Account and Prohibitions). Compliance of Conditions including Sources, Maximum Limits and Debt Equity Ratio. Cancellation of Shares Bought Back. (Excluding Buy Back of Minority Shareholding).	

Note: Relevant Law / Statute & Accounting Standards in force on 1st April of every Academic Year shall be applicable for examination.



Question Paper Pattern

Maximum Marks: 75

Duration: 2½ Hrs.

Questions to be Set: 05

All Questions are Compulsory Carrying 15 Marks each.

Q-1	Objective Questions (A) Sub Questions to be asked 10 and to be answered any 08 (B) Sub Questions to be asked 10 and to be answered any 07 (*Multiple choice / True or False / Match the columns, Fill in the blanks)	15 Marks
Q-2	Full Length Practical Question OR	15 Marks
Q-2	Full Length Practical Question	15 Marks
Q-3	Full Length Practical Question OR	15 Marks
Q-3	Full Length Practical Question	15 Marks
Q-4	Full Length Practical Question OR	15 Marks
Q-4	Full Length Practical Question	15 Marks
Q-5	(A) Theory questions (B) Theory questions OR	08 Marks 07 Marks
Q-5	Short Notes: To be asked 05 To be answered 03	15 Marks

Note: Full length question of 15 marks may be divided into two sub questions of 08 and 07 marks.



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2.	Internal Reconstruction of Companies	188-351
3.	Underwriting of Shares and Debentures	352-364
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5.	Buyback of Shares	386-418
•	University Question Paper	419-425

Slawa

