

Accountancy (Code No. 055)

(2021-22)

CLASS XII - CURRICULUM (TERM-WISE)

	TERM -1 (MCQ BASED QUESTION PAPER)	
	Theory:40 Marks	Duration: 90 minutes
	MARKS	
	Part A	
	UNIT	
	<u>ACCOUNTING FOR PARTNERSHIP FIRMS:</u>	18
1	FUNDAMENTALS	
2	CHANGE IN PROFIT SHARING RATIO	
3	ADMISSION OF A PARTNER	
	<u>COMPANY ACCOUNTS:</u>	12
1	ACCOUNTING FOR SHARES	
	PART B	
	<u>ANALYSIS OF FINANCIAL STATEMENTS:</u>	10
1	FINANCIAL STATEMENTS OF A COMPANY (i) <i>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)</i> (ii) <i>Tools of Analysis - Ratio Analysis</i>	
2	ACCOUNTING RATIOS	
	OR	
	<u>COMPUTERISED ACCOUNTING</u>	10
1	OVERVIEW OF COMPUTERISED ACCOUNTING SYSTEM	
2	ACCOUNTING APPLICATION OF ELECTRONIC SPREADSHEET	
	Total	40
	Project Work (Part -1): 10 Marks	

Part - A:

Unit : Accounting for Partnership Firms

Units/Topics	Learning Outcomes
<ul style="list-style-type: none">Partnership: features, Partnership Deed.Provisions of the Indian Partnership Act 1932 in the absence of partnership deed.Fixed v/s fluctuating capital accounts. Preparation of Profit and Loss Appropriation account- division of profit among partners, guarantee of profits.Past adjustments (relating to interest on capital, interest on drawing, salary and profit sharing ratio).Goodwill: nature, factors affecting and methods of valuation - average profit, superprofit 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 reassessment of liabilities, treatment of reserves and accumulated profits.	<p>After going through this Unit, the students will be able to:</p> <ul style="list-style-type: none">state the meaning of partnership, partnership firm and partnership deed.describe the characteristic features of partnership and the contents of partnership deed.discuss the significance of provision of Partnership Act in the absence of partnership deed.differentiate between fixed and fluctuating capital, outline the process and develop the understanding and skill of preparation of Profit and Loss Appropriation Account.develop the understanding and skill of preparation of profit and loss appropriation account involving guarantee of profits.develop the understanding and skill of making past adjustments.state the meaning, nature and factors affecting goodwilldevelop the understanding and skill of valuation of goodwill using different methods.state the meaning of sacrificing ratio, gaining ratio and the change in profit sharing ratio among existing partners.develop the understanding of accounting treatment of revaluation assets and reassessment of liabilities and treatment of reserves and accumulated profits by preparing revaluation account and balance sheet.explain the effect of change in profit sharing ratio on admission of a new partner.develop the understanding and skill of treatment of goodwill, treatment of revaluation of assets and reassessment of liabilities, treatment of reserves and accumulated profits, and preparation of balance sheet of the new firm.

Unit - Accounting for Companies

Units/Topics	Learning Outcomes
Accounting for Share Capital <ul style="list-style-type: none">• Share and share capital: nature and types.• Accounting for share capital: issue and allotment of equity and preference 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.• Disclosure of share capital in the Balance Sheet of a company.	After going through this Unit, the students will be able to: <ul style="list-style-type: none">• state the meaning of share and share capital and differentiate between equity shares and preference shares and different types of share capital.• understand the meaning of private placement of shares and Employee Stock Option Plan.• explain the accounting treatment of share capital transactions regarding issue of shares.• develop the understanding of accounting treatment of forfeiture and re-issue of forfeited shares.• describe the presentation of share capital in the balance sheet of the company as per schedule III part I of the Companies Act 2013.

Part – B:

Unit : Analysis of Financial Statements

Units/Topics	Learning Outcomes
Financial statements of a Company: 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) Note: <i>Exceptional items, extraordinary items and profit (loss) from discontinued operations are excluded.</i> <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.• Activity Ratios: Inventory Turnover Ratio, Trade Receivables Turnover Ratio, Trade Payables Turnover Ratio and Working Capital Turnover Ratio.	After going through this Unit, the students will be able to: <ul style="list-style-type: none">• develop the understanding of major headings and sub-headings (as per Schedule III to the Companies Act, 2013) of balance sheet as per the prescribed norms / formats.• state the meaning, objectives and limitations of financial statement analysis.• discuss the meaning of different tools of 'financial statements analysis'.• state the meaning, objectives and significance of different types of ratios.• develop the understanding of computation of current ratio and quick ratio.• develop the skill of computation of debt equity ratio, total asset to debt ratio, proprietary ratio and interest coverage ratio.• develop the skill of computation of inventory turnover ratio, trade receivables and trade payables ratio and working capital turnover ratio.• develop the skill of computation of gross

<ul style="list-style-type: none"> • Profitability Ratios: Gross Profit Ratio, Operating Ratio, Operating Profit Ratio, Net Profit Ratio and Return on Investment. 	profit ratio, operating ratio, operating profit ratio, net profit ratio and return on investment.
--	---

Note: Net Profit Ratio is to be calculated on the basis of profit before and after tax.

OR

Part B: Computerised Accounting

Unit : Computerised Accounting

Overview of Computerised Accounting System

- Introduction: Application in Accounting.
- Features of Computerised Accounting System.
- Structure of CAS.
- Software Packages: Generic; Specific; Tailored.

Accounting Application of Electronic Spreadsheet.

- Concept of electronic spreadsheet.
- Features offered by electronic spreadsheet.
- Application in generating accounting information - bank reconciliation statement; asset accounting; loan repayment of loan schedule, ratio analysis
- Data representation- graphs, charts and diagrams.

TERM -II

	<u>TERM II</u>	MARKS
	<u>Theory: 40 Marks</u>	
	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	