



## B. J. VANIJYA MAHAVIDYALAYA

(Autonomous)

(Grant-in-Aid)

(Affiliated to Sardar Patel University)

Vallabh Vidyanagar- 388 120, Dist. Anand, Gujarat, India

Accredited with CGPA of 2.78 on four-point scale at B++ Grade by NAAC

Syllabus as per the NEP 2020 with effect from June - 2025

Bachelor of Commerce (B. Com.)

### Semester – III

Course Code	UB03MACOM01	Title of the Course	Advanced Accounting-III
Total Credits of the Course	04	Hours per week	04

<b>Course Objectives:</b>	<ol style="list-style-type: none"><li>1) To enable students to comprehend the concept of goodwill, its significance in business valuation, and the methods used to calculate its value, including the Average Profit Method and Super Profit Method.</li><li>2) To equip students with the knowledge of equity share valuation, including the factors influencing share prices and the methods used to determine the intrinsic value, yield value, and fair value of shares.</li><li>3) To provide students with an understanding of fire insurance claims, including the application of the average clause, and the calculation of claims for loss of stock and consequential loss of profit.</li><li>4) To familiarize students with the accounting practices specific to general insurance companies, including the preparation of revenue accounts and the relevant schedules.</li></ol>
---------------------------	--

Course Content		
Unit No.	Description	Weightage (%)
1	<b>Valuation of Goodwill (Theory and Examples):</b> <ul style="list-style-type: none"><li>• Meaning and Need for Valuation of Goodwill</li><li>• Factors affecting Goodwill</li><li>• Methods of Valuation of Goodwill.</li><li>• Examples based on: Average Profit Method and Super Profit Method</li></ul>	25%
2	<b>Valuation of Equity Shares (Theory and Examples):</b> <ul style="list-style-type: none"><li>• Meaning and Need for Valuation of Shares</li><li>• Factors affecting Valuation of Shares</li></ul>	25%



	<ul style="list-style-type: none"> <li>Methods of Valuation of Shares.</li> <li>Examples based on: Intrinsic Value Method, Yield Value Method and Fair Value</li> </ul>	
<b>3</b>	<b>Fire Claims (Theory and Examples):</b> <ul style="list-style-type: none"> <li>Introduction, Average Clause, Loss of Stock, Loss of Profit (Consequential Loss)</li> <li>Examples based on: Claim for Loss of Stock and Claim for Profit or Consequential Loss</li> </ul>	<b>25%</b>
<b>4</b>	<b>Accounting for General Insurance Companies (Only Examples):</b> <ul style="list-style-type: none"> <li>Preparation of Revenue Accounts of General Insurance Company - (Vertical Form only Schedule 1 to 4)</li> </ul>	<b>25%</b>

<b>Teaching-Learning Methodology</b>	The course would be taught /learnt through ICT (e.g. Power Point Presentation, Audio-Visual Presentation), Lectures, Group Discussions, Quizzes, Assignments, Case Study and Browsing E- Resources.
--------------------------------------	---

#### Internal and External Examination Evaluation

Sr. No.	Details of the Evaluation / Exam Pattern	50 Marks (%)	25 Marks (%)
<b>1</b>	<b>Class Test (at least one)</b>	<b>15 (30%)</b>	<b>10 (40%)</b>
<b>2</b>	<b>Quiz (at least one)</b>	<b>15 (30%)</b>	<b>05 (20%)</b>
<b>3</b>	<b>Active Learning</b>	<b>05 (10%)</b>	<b>----</b>
<b>4</b>	<b>Home Assignment</b>	<b>05 (10%)</b>	<b>05 (20%)</b>
<b>5</b>	<b>Class Assignment</b>	<b>05 (10%)</b>	<b>----</b>
<b>6</b>	<b>Attendance</b>	<b>05 (10%)</b>	<b>05 (20%)</b>
<b>Total Internal (%)</b>		<b>50 (100%)</b>	<b>25 (100%)</b>
<b>Final Examination (%)</b>		<b>50 (100%)</b>	<b>25 (100%)</b>

Sr. No.	Course Outcomes: Having completed this course, the learner will be able to
<b>1)</b>	Evaluate goodwill using different valuation methods and understand its importance in business transactions.
<b>2)</b>	Assess the value of equity shares using intrinsic value, yield value, and fair value methods.
<b>3)</b>	Calculate fire insurance claims, including loss of stock and consequential loss of profit, while applying the average clause.
<b>4)</b>	Prepare financial statements for general insurance companies, especially revenue accounts.

<b>Sr. No.</b>	<b>Suggested References:</b>
<b>1)</b>	Advanced Accountancy by Shukla M. C. & Grawal T. S., S Chand Publishing
<b>2)</b>	Modern Accountancy by Mukharjee and Hanif, McGraw Hill Education; 2nd edition (1 July 2017)
<b>3)</b>	Advanced Accountancy by P. C. Tulsian, Pearson Education Limited (Publisher)
<b>4)</b>	Advanced Accountancy by S. N. Maheshwari, Vikas Publishing
<b>5)</b>	Advanced Accountancy by KI Narang S.P. Jain, Kalyani Publishers / Lyall Bk Depot (Publisher)

<b>Sr. No.</b>	<b>On-Line Resources available that can be used as Reference Material</b>
<b>1)</b>	<a href="https://archive.org/details/principlesandpra032360mbp">https://archive.org/details/principlesandpra032360mbp</a>
<b>2)</b>	<a href="https://books.google.com.et/books?id=02Bke8azRtgC&amp;printsec=frontcover#v=onepage&amp;q&amp;f=false">https://books.google.com.et/books?id=02Bke8azRtgC&amp;printsec=frontcover#v=onepage&amp;q&amp;f=false</a>