Veer Narmad South Gujarat University

Second Year B.Com. - (Semester - III)

Advance Accounting and Auditing - 2 (Accountancy and Taxation)

(Major/ Multi-disciplinary Course - Total Credits - 4)

Teaching Hours per Week - 4

(Syllabus effective from Academic Year 2024-25 and onwards)

Objective:

1. This course enables the students to develop awareness about Departmental Accounting and Investment Accounting.
2. The course aims to provide a comprehensive understanding of the Indian tax structure, both direct and indirect taxes, equipping them with practical skills and knowledge applicable in various financial and managerial roles.

Learning Outcomes:

After the completion of the course, the learners will be able to:

1. Prepare Final Accounts of Company maintaining Departmental Accounting
2. Define and distinguish between different types of investments and apply the FIFO and Average Cost methods in accounting for fixed interest-bearing securities
3. Comprehend the concepts of taxation, including assessment year, previous year, assesses, person, income, total income, agricultural income and determine the residential status of persons;
4. Differentiate between tax planning, tax evasion, and tax avoidance
5. Determine the scope of total income and assess the residential status of an assessee
6. Compute income under the head of capital gains as per the Indian Income Tax Act
7. Understand the concept and structure of Dual GST and its advantages over the previous tax system
8. Identify the shortcomings and challenges of the previous indirect tax structure in comparison to GST.
9. Define selected terms related to GST such as goods, services, CGST, IGST, person, works contract, place of business, aggregate turnover, business, place of supply, composite supply, and mixed supply
10. Explain the composition levy and the collection mechanism under GST

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Unit	Content	Weightage
Unit - 1	**Departmental Accounts** • Introduction • Basis of allocation of common expenditure • Preparation of departmental accounts	20%
Unit - 2	**Accounting for Investment (AS-13)** • Meaning, Importance, Alternatives of Investment, Types of Investments, Accounting for investments • Examples of only Fixed Interest bearing securities (FIFO & Average cost Method only). • Brokerage to be calculated on market value only	20%
Unit - 3	**Tax Structure of India (Direct Taxes)** (1) Basic Concepts Introduction • Definition: Assesse, Assessment year, Previous year, person, Income, Agriculture Income. • Meaning of Tax planning, tax evasion and tax avoidance • Residential status of assesse and Incidence of Tax (Individual only) (2) Heads of Income chargeable to Tax under Indian Income Tax Act (Basic concept of all the heads) (3) Computation of Income under the head "Capital Gains"	15% 5% 20%
Unit - 4	**Tax Structure of India (Indirect Taxes)** **Goods and Service Tax** • Introduction and concept Dual GST, advantages of GST • Definitions (Selected) Goods, Services, CGST, IGST, Person, Works Contract, Places of Business, Aggregate turnover, Business, Place of Supply, Composite Supply, Mixed Supply • Composition levy and Collection	20%
		100 %

Notes:

1. Practical problems shall not exceed 70% of total weightage.
2. The provisions of the Income Tax Act to be studied shall be the provisions as they are in force for the Assessment year as applicable in the beginning of the current Academic Year.

30-5-24

REFERENCES:

1. Gupta R.L., Radhaswamy M: Company Accounts ; Sultan Chand and Sons. New Delhi.
2. Maheshwari S.N.: Corporate Accounting ; Vikas Publishing House, New Delhi.
3. Monga J.R., Ahuja, Girish and Sehgal Ashok: Financial Accounting; Mayur Paper Backs. Noida.
4. Shukla M.C.Grewal T.S. and Gupta S.C.: Advanced Accounts.; S. Chand & Co. New Delhi.
5. Moore C.L. and Jaedicke R.K.: Managerial Accounting; South Western Publishing Co. Cincinnati. Ohio.
6. Jain &Narang: Advance Accounting ; Kalyan Publication.
7. Mukherjee & Hanif :Mordern Accountancy ; Tata McGraw Hill.
8. Dr. A.N. Agrawal : Accountancy ; Kitab Mahal , Agra.
9. Rathanam : Advanced Accountancy ; Kitab Mahal , Agra.
10. A.C. Tulsian : Advanced Accountancy ; Tata McGraw Hill.
11. S.P. Iyengar : Advanced Accountancy; Sultan Chand.
12. Accounting Standards: Quick Referencer for Micro Non Company Entities-ICAI
13. ICAI CA Tube - YouTube channel (Free of Charge)
14. Ahuja, G., & Gupta, R. (2020). *Simplified Approach to Income Tax.* New Delhi: Flair Publications Pvt. Ltd.
15. Singhania, V. K., & Singhania, M. (2020). *Student's Guide to Income Tax including GST-Problems & Solutions* New Delhi: Taxmann Publications Pvt. Ltd.
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17. Singhania, V. K., & Singhania, K. (2020). *Direct Taxes: Law & Practice.* New Delhi: Taxmann Publication.
18. Ahuja, G., & Gupta, R. (2020). *Direct Taxes Ready Reckoner.* New Delhi: Wolters Kluwer India Private Limited.
19. Study material of ICAI Intermediate Paper 3: Taxation (Section A: Income-tax Law)