SEMESTER III

PAPER 1-INCOME TAX PLANNING AND MANAGEMENT

Objectives

1. To expose the students to the latest provisions of Income Tax Act.
2. To identify the Tax Planning and Assessment Procedures for Individuals, Firms and Companies.

Expected Outcome

Students will get working knowledge regarding legitimate way of tax planning under different financial/managerial decisions after taking into consideration the impact of Direct Tax Laws.

Teaching Hours: 108

Number of Modules: 6

Module I

Heads of Income- Income from Salary- Income from House Property- Income from Business or Profession- Capital Gains- Income from Other Sources- Computation of Total Income.

(25 Hours)

Module II

Clubbing of Income- Aggregation of Income- Set off and Carry forward of Losses- Deduction from Gross Total Income

(10 Hours)

Module III


(8 Hours)

Module IV:

Assessment of Individuals and Firms


(25 Hours )
Module V:

Assessment of Companies

Definitions- Taxable Income and Tax Liability- How Computed- Minimum Alternative Tax- Tax on distributed profits of domestic companies- tax on income distributed to unit holders- Tax on income received from venture capital companies and venture capital fund- Problems on Computation of Taxable Income of Corporate Assessee. Tax Planning and Management Decisions- Tax Planning with reference to Financing and Investment Decisions – Make or Buy-Own or Lease-Repair or Replace- Employee Remuneration- Setting up of New Business-Location Aspect- Amalgamation or Demerger

(30 Hours)

Module VI: Double Taxation Relief

Meaning- Double Taxation Relief Applicable to Individuals, Firms and Corporate- Double Taxation Avoidance- GAAR (General Anti Avoidance Rules)

(10 Hours)

NB: 1. Some Case Studies Involving the Learning

3. Necessary Inputs from B. Com Programme

Suggested Readings

Books

1. Singhania, V.K: Direct Tax Planning and Management, Taxman, N.Delhi
2. Singhania V. K: Direct Taxes Laws and Practices, Taxman, N. Delhi
4. Mehrotra HC : Direct Tax Planning
5. Kushal Kumar Agrawal: Directct Tax Planning and Management; Atlantic Publishers
6. Bhagavath Prasad: Direct Tax Law and Practice
7. Lakhotia RN : Corporate Tax Planning

Journals and Circulars

1. Chartered Accountant Today – Taxman for Current Reading
2. Circulars Issued by CBDT
SEMESTER III
PAPER 2-SECURITY ANALYSIS AND PORTFOLIO MANAGEMENT

Course objectives

The course aims at providing the students a comprehensive understanding on the areas of security analysis and portfolio management and acquainting them with various tools and techniques for making prudent investment decisions. It focuses on the principles of security analysis and the development of skills in portfolio management.

This course takes inputs from IFM and Financial services at graduate level.

Module I


20 Hrs.

Module II


10 Hrs

Module III


Module IV


Module V


Module VI

References

2. Bodie, Kane, Marcus and Mohanty, Investments, TMH
3. Donald E Fischer and Ronald E Jordan, Security Analysis and Portfolio Management, Pearson Education
5. Gorden J Alexander, William F Sharpe and Jeffry V Baily, Fundamentals of Investments, Pearson Education
6. John C Hull, Options, Futures and other Derivatives, Pearson Education.
7. Kevin S, Security Analysis and Portfolio Management, PHI
8. Kumar S S S, Financial Derivatives, PHI
9. Presanna Chandra, Investment Analysis and Portfolio Management, TMH
12. Sidney Cottle, Roger F Murray and Frank E Block, Security Analysis, TMH
Objective: 1. To convey the basic concepts of strategic financial management.

2. To impart knowledge on strategies that support corporate finance.

Module 1

Concepts of strategic financial management - Strategic Business Units - responsibility Accounting - Strategies for wealth maximization - Investment decisions, financing decisions, dividend decisions, and working capital management - strategic management for sustainable success, 9 s model.

Module 2

Internal Cost- Profit Analysis - Strategic cost analysis, Cost- Profit- Sales analysis using product and project, present performance and result ratio, analysis of post expansion

Module 3

Financial aspects of corporate restructuring - meaning of corporate restructuring, symptoms, financial symptoms, restructuring plan, various aspects of financial restructuring, consolidation of value change, restructuring through Amalgamation and Mergers, restructuring of sick organization.

Module 4

Financial Engineering - innovative financial engineering, innovative project finance instruments, venture finance, dealer finance, structured finance, Special Purpose Vehicles.

Module 5

Ethical issues in strategic finance - finance manager as a strategist - assessment of ethical financial performance - accounting disclosure for ethical financial management - transparency in operation
References:

6. David Allen- An Introduction to strategic Financial Management- The key to long term profitability- Kogan Page
SEMESTER III

PAPER 4-Advanced Cost and Management Accounting

OBJECTIVES

(i) To comprehend and familiarize the established techniques, methods and practices in advanced Cost and Management Accounting to the students.

(ii) To introduce the evolving dynamic Cost and Management Techniques developed to support the emerging business models.

Module-I

Marginal Costing Techniques for Decision Making

Meaning of marginal cost Equation and Marginal costing. Role of Marginal costing in decision making– fixation of selling price, Accepting additional orders, Quotations, Make or buy decisions, Key Factor Analysis, Own or Lease, Sell or further process, Closing down or suspending activities. (14Hrs)

Module-II

Process Costing Application

Features of Process Costing its applications in different situations- Inter process profits, Work in Progress, Calculation of Equivalent Production and its procedure under different cases namely (a) When there is only closing work in progress, but with no process losses. (b) When there is only closing work in progress, but with process losses (c) When there is opening as well as closing Work in Progress, but with no process loss. (17Hrs)

Module-III

Standard Costing and Variance Analysis

variance, Volume Variance, Expenditure variance, Capacity variance, Calendar Variance, Efficiency Variance (d) Sales Variance-Total Sales Variance, Sales price variance, Sales Volume Variance, Sales Mix Variance, Sales Quantity Variance. Reconciliation of Budgeted Cost and Revenue with the help of Variances. (18Hrs)

Module-IV - Transfer Pricing Applications
Concept, Divisional performance, Alternative Transfer pricing methods-Market based Transfer pricing, Marginal cost Transfer pricing, Full cost Transfer pricing, Cost plus mark up Transfer pricing, Negotiable Transfer pricing, Marginal cost and Opportunity cost Transfer pricing, International Transfer pricing. (14Hrs)

Module- V
Ratio analysis, Fund flow analysis and Cash flow analysis
Liquidity Ratio, Leverage Ratio, Capital structure ratio, Profitability ratio, Turnover ratio –Fund flow analysis and Cash flow analysis. (22Hrs)

Module- VI
Evolving Cost management Practices
(a) Activity Based Costing (5 Hrs)
Need for emergence of Activity Based Costing (ABC), Concept of ABC, How to develop an ABC system, Allocation of overheads under ABC, Implementation of ABC, Support of ABC system towards corporate strategy, Practical Problems based on basic concepts.

(b) Target Costing (4 Hrs)
Origin, definition, steps towards target costing, Target costing process, features and Advantages, Practical Problems based on basic concepts.
(c) Life Cycle Costing (4 Hrs)


(d) Total Quality Management (4 Hrs)

Quality as a corporate strategy, TQM and role of Management Accountant, Classification of Quality Costs, Practical Problems based on basic concepts.

(e) Economic Value Added (6 Hrs)

Concept, Need and significance, Return on Capital base, Residual Income, Divisional Performance measurement, merits over traditional performance measures. (23 Hrs)

Reference Books


Prasad.N.K. Advanced Cost Accounting, Book syndicate Pvt.Ltd, Kolkata


Maheswari SN. Cost and Management Accounting, Sultan Chand and Sons, New Delhi.

Thulsian. PC. Practical Costing, Vikas Publishing House New Delhi
