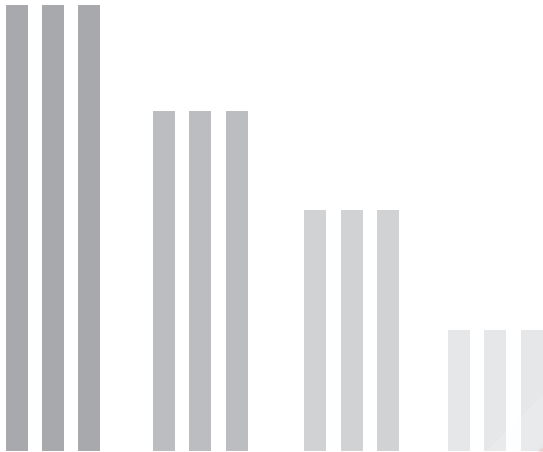




# ART INTEGRATION



Chapter Covered	Reconstitution of Partnership: Retirement/Death of a Partner
Topic covered	Retirement of a Partner
Art Integrated	Role-play
Objective	<ol style="list-style-type: none"><li>1. Understand the concept of Retirement</li><li>2. Understand the treatment of different items at the time of retirement of a partner.</li><li>3. Understand the different conditions related to retirement of a partner.</li></ol>
Material Required	Stage, Costumes, Table, Chairs, Audio and video aids
Methodology of activity	<ol style="list-style-type: none"><li>1. Students will write a script including dialogue for all group Members.</li><li>2. The students will perform different roles according to the script.</li><li>3. Divide the roles</li></ol>
Learning Outcomes	<ol style="list-style-type: none"><li>1. Students learn to develop the ability to connect different aspects with the real world.</li><li>2. Students improve their communication skills.</li><li>3. Coordination and team-work will be improved.</li><li>4. Creativity will be enhanced.</li></ol>
Follow up activity	While role-play students will be closely observed by the teacher. Later, teacher will discuss the area of improvement with the students and measures to overcome them.

### Role-play

The scene is a firm (meeting of partners). Three or four students will play the role of partners, and have conversation regarding retirement.

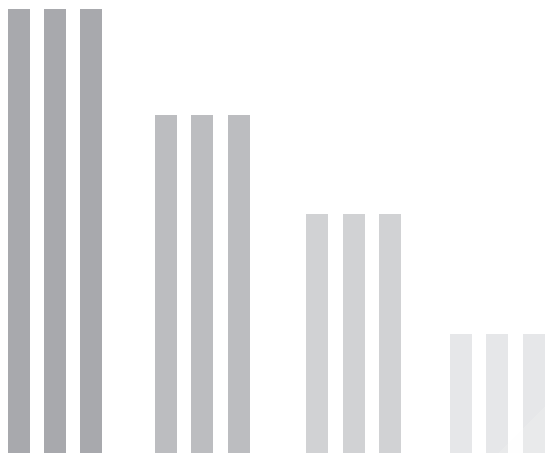
**Firm Name: Gopika Firm**

- ✓ **Student 1 (Retiring partner):** Hey Rohan listen, I want to take retirement as I am old now.
- ✓ **Student 2 (Remaining partner):** But if you will take the retirement, we have to close our business.
- ✓ **Student 1 (Retiring partner):** No dear, as my retirement will only lead to reconstitution of partnership, the firm will continue to operate. Only a new partnership deed needs to be framed. In the event of a dissolution, the firm ceases to exist.
- ✓ **Student 3 (Remaining partner):** But still we need to take consensus of all other partners.
- ✓ **Student 2 (Remaining partner):** No, as our partnership at will, I can take retirement just by giving written notice.
- ✓ **Student 2 (Remaining partner):** But as a manager, you are required to determine the sum due to the retiring partner (in case of retirement) after making necessary adjustments in respect of goodwill, revaluation of assets and liabilities and transfer of accumulated profits and losses.
- ✓ **Student 4 (Remaining Partner):** What will happen with your profit share ratio?
- ✓ **Student 1 (Retiring partner):** You and other partners will acquire my share. If all partners will acquire my share in old profit-sharing ratio, there is no need to compute the new profit-sharing ratio. But it can be acquired by partners in a proportion other than their old ratio. In this case, there is need to compute the new profit-sharing ratio among all remaining partners.
- ✓ **Student 2 (Remaining partner):** Ok. But how we can decide your due amount as assets and liabilities are shown on the book value but market value is different.
- ✓ **Student 1 (Retiring partner):** That why you need to prepare revaluation account. Not only that, there may be some unrecorded assets and liabilities which need to be brought into books.
- ✓ **Student 2 (Remaining partner):** Ok, you give a notice, and then I will complete whole process related to this. But can we pay your due amount in installments.
- ✓ **Student 1 (Retiring partner):** Yes, you can and I will not charge any interest on that also.





# ART INTEGRATION



Chapter Covered	Cash Flow Statement
<b>Topic covered</b>	<b>Cash Flow Statement - Preparation</b>
Art Integrated	<b>Power Point Presentation</b>
<b>Objective</b>	<ol style="list-style-type: none"> <li>1. Understand the concept of cash flow statement</li> <li>2. Know about the company chosen for the project.</li> <li>3. Understand the treatment of various items while preparing cash flow statement</li> </ol>
<b>Material Required</b>	<b>Computer or Laptop, Internet, Projector, Pointer</b>
<b>Methodology of activity</b>	<ol style="list-style-type: none"> <li>1. <b>Students will choose a particular company to analyze and collect introductory information and financial data of that company.</b></li> <li>2. <b>Lastly, an analysis report will be prepared on the basis of Cash flow statement.</b></li> <li>3. <b>Student will prepare a cash flow statement from the financial data found.</b></li> </ol>
<b>Learning Outcomes</b>	<ol style="list-style-type: none"> <li>1. <b>Students analyze the current position of the company on the basis of the cash flow statement.</b></li> <li>2. <b>Students improve their communication skills.</b></li> <li>3. <b>Students improve their knowledge about various items given in the balance sheet of a company.</b></li> <li>4. <b>Creativity will be enhanced.</b></li> <li>5. <b>Students will be able to prepare analysis report.</b></li> </ol>
<b>Follow up activity</b>	<b>While power point presentation students will be closely observed by the teacher. Later, teacher and other students will ask questions related to concepts discussed in presentation and treatment of various items and teacher will correct if anything found wrong.</b>

## Slideshow/PPTs

**Slide 1:** Project name and Students' names (who will give presentation)

**Slide 2:** About company (e.g., Nestle/ITC/Infosys)

**Slide 3:** Company's Famous brands

**Slide 4:** Company's Balance Sheet

**Slide 5, 6 and 7:** Cash Flow Statement: Introduction, Components, and Benefits

**Slide 8 & 9:** Cash Flow Statement of Company

**Slide 10:** Analysis Report

**Slide 11:** Thank You!

**Slide 8:** Cash Flow Statement

Cash Flow Statement of _____ Pvt. Ltd.			
		31 December 2019 (₹ in million)	31 December 2018 (₹ in million)
A	Cash flows from operating activities profit before Tax	26,749.9	24,289.5
	Adjustments for		
	Depreciation and Amortisation	3,163.6	3,335.7
	Impairment loss on property, plant and equipment		110.8
	Deficit/(Surplus) on property, plant and equipment sold scrapped written of (net)	(15.6)	(10.3)
	Other income	(2,468.8)	(2,589.2)
	Interest on bank overdraft and others	16.9	40.5
	Allowance for impairment on financial assets	18.3	
	Unrealised exchange differences	(31.1)	11.6
		<b>27,433.2</b>	<b>26,209.6</b>
	Operating profit before working capital changes Adjustment for working capital changes :		
	Decrease/(increase) in trade receivables	(0.4)	(359.0)
	Decrease/(increase) in inventories	(3,175.2)	(630.8)
	Decrease/(increase) in loans, other financial assets & other assets	(66.9)	59.1
	Increase/(decrease) in trade payable	2,533.30	2,572.7
	Increase/(decrease) in other financial liabilities & other assets	676	518.7
	Increase/(decrease) in provision for contingencies	248.8	1,036.8
	Increase/(decrease) in provision for employee benefits	1,416.4	930.5
	Cash generated from operations	29,065.20	29,337.60
	Income taxes paid (net of refunds)	(6,728.5)	(8,813.1)
	Net cash generated from operating activities	<b>22,336.70</b>	<b>20,524.50</b>
B	CASH FLOWS FROM INVESTING ACTIVITIES		
	Purchase of property, plant and equipment	(1,545.2)	(1,659.8)
	Sale of property, plant and equipment	23.2	32
	Purchase of tax free long term bonds and T-bills	(158.6)	(1,603.9)
	Decrease/(increase) in loans to employees	1.2	150.4
	Income from mutual funds	129.2	185.4
	Loans given to related parties	(150.0)	-
	Loans repaid by related parties	150	-
	Interest received on bank deposits, investment, tax free bonds, employee loans etc.	2,380.10	2,371.80
	Net cash generated from/Issued in ) investing activities	829.9	(524.1)

**Slide 10:** Analysis Report**Analysis Report**

The Cash flow operation (CFO) increased from ₹ 2052.45 cr. in FY19 to ₹ 2233.67 cr.  
The Free Cash flow (FCF) increased from ₹1886.5 cr. In FY19 to ₹2079 cr.

