

CMA Level 2 Syllabus

Paper 5: Financial Accounting

Accounting-Basics: This segment covers varied concepts such as Fundamentals of Accounting (Accounting-Meaning, Scope and Significance of Accounting, Accounting Principles, Concepts and Conventions, Capital and Revenue Transactions, etc.), and Accounting for Special transactions.

Preparation of Financial Statements: The topics which are covered under this section are Preparation of Final Accounts of Profit Oriented Organizations, Non-Profit Organizations and from Incomplete Records and Partnership Accounts.

Self Balancing Ledgers, Royalties, Hire Purchase & Installment System, Branch & Departmental Accounts: List of topics encompassed under section C of the CMA syllabus at Inter level are Self-Balancing Ledger, Royalty Accounts, Hire Purchase and Installment System and Branch and Departmental Accounts.

Accounting in Computerised Environment and Accounting Standards: This sub-unit includes, Computerized Accounting System – Features, Significance, Grouping of Accounts, Ledger hierarchy, Accounting Packages and their selection criteria, and Accounting Standards (AS-1, AS-2, AS-6, AS-7, AS-9, AS-10) are the topics covered under this section.

Paper 6: Laws, Ethics and Governance

Commercial Laws: The topics under this section of the CMA syllabus at the Inter level include Indian Contract Act, 1872, Sale of Goods Act, 1930, Negotiable Instruments Act, 1881, Indian Partnership Act, 1932, and Limited Liability Partnership Act, 2008.

Industrial Laws: The list of topics, under section B of Paper 6, include Factories Act, 1948, Payment of Gratuity Act, 1972, Employees Provident Fund Act, 1952, Employees State Insurance Act, 1948, Payment of Bonus Act, 1965, Minimum Wages Act, 1948 and Payment of Wages Act, 1936.

Corporate Law: This section is based on Companies Act, 2013, which includes topics such as Company types, promotion, formation and related procedures i.e, Sec 1 to Sec 122 of Companies Act, 2013, Director-Role, Responsibilities, Qualification, disqualification, appointment, retirement, resignation, etc.

Ethics: List of topics under this section comprise of the meaning, importance, nature and relevance of Ethics to business, Values and attitudes of professional accountants, Seven principles of public life-selflessness, integrity, objectivity, accountability, openness, honesty and leadership, and Ethics in Business.

Paper 7: Direct Taxation

Income Tax Act Basis: Topics covered under section A of Paper 7 under CMA syllabus for Inter Level are Introduction to Income Tax Act, 1961 (Basic Concepts and definitions, Background, concepts, definitions, Capital and revenue – receipts, expenditures, etc), and Incomes which do not form part of Total Income [Sec.10, 11 to 13A].

Heads of Income and Computation of Total Income and Tax Liability: List of topics covered under this segment are Clubbing Provisions, Set off and Carry forward of Losses, Deductions, Assessment of Income of different persons, Corporate Taxation, and TDS, TCS and Advance Tax.

Tax management, administrative procedures and ICDS- Administrative Procedures, and Income computation and disclosure standards are the different basic concepts covered under this portion of CMA syllabus at Inter Level.

Paper 8: Cost Accounting

Introduction of Cost Accounting: Topics under this section include Introduction To Cost Accounting(Definition, Scope, objectives and significance of cost accounting, Cost Objects, Cost centres and cost units, Classification of costs, Cost Ascertainment- Material Costs, Employee Costs, Direct Expenses and Overheads), Cost Accounting Standards (Basic Understanding only) (CAS 1 to CAS 24), and Cost Book Keeping.

Methods of Costing: This segment of CMA syllabus for Inter Level are Job Costing, Batch Costing, Contract Costing, Process Costing and Operating Costing or Service Costing.

Cost Accounting Techniques: Topics covered under this segment aim to test the candidate's basic understanding of Cost Accounting techniques such as Marginal Costing, Standard Costing & Variance Analysis, and Budget and Budgetary Control.

Paper 9: Operations and Strategic Management

Operations Management: This portion of CMA syllabus for the Inter Level includes Introduction to Operations Management, Operations Planning, Designing of Operational Systems and Control, Production Planning and Control, Productivity Management and Quality Management, Project Management, and Economics of Maintenance and Spares Management.

Strategic Management: Introduction to Strategic Management, Strategic Analysis and Strategic Planning, and Formulation and Implementation of Strategy are the topics covered under this head.

Paper 10: Cost and Management Accounting and Financial Management

Cost and Management Accounting: Topics covered under this part of CMA syllabus for Inter level are Introduction to Cost and Management Accounting, Decision-Making Tools, Budgeting and Budgetary Control, Standard Costing & Variance Analysis and Learning Curve.

Financial Management: Introduction to Financial Management, Tools for Financial Analysis and Planning, Working Capital Management, Cost of Capital, Capital Structure Theories, Dividend Decisions and Leverage Analysis, and Capital Budgeting – Investment Decisions.

Paper 11: Indirect Taxation

Canons of Taxations – Indirect Tax GST: This section of CMA syllabus includes Introduction to GST, Levy and Collection of Tax, Time, Value and Place of Supply, Input Tax Credit, Registration under GST Law, etc.

Customs Law: Introduction Definitions Circumstances of Levy, Types of Duties, Valuation under Customs, Import and Export Procedure, and Customs (Import of Goods at Concessional Rate of Duty) Rules, 2017.

Paper 12: Company Accounts and Audits

Accounts of Joint Stock Companies: Topics under this section of CMA syllabus are Accounting of Shares and Debentures, Presentation of Financial Statements, Cash Flow Statement (AS-3), Accounts of Banking, Electricity and Insurance Companies, and Accounting Standards (AS-11, 12, 15, 16, 17, 18 and 19).

Auditing: Auditing Concepts, and Provision relating to Audit under Companies Act.