

8. Write short notes on the following:
- National Financial Reporting Authority.
 - Consolidated Financial Statement.
 - Statement of Changes in Equity.
 - Qualitative characteristics of Financial Information.

== *** ==

2.5x4=10

REV-00
MCM/25/30

2018/12

M.COM
FIRST SEMESTER
FINANCIAL ACCOUNTING & REPORTING
MCM-103

(Use separate answer scripts for Objective & Descriptive)

Duration: 3 hrs.

Full Marks: 70

(PART-A: Objective)

Time: 20 min.

Marks: 20

Choose the correct answer from the following:

IX20=20

- Accounting is not in a finished form; it is in the process of.....
 - Evolution
 - Revolution
 - Devolution
 - Reconstruction
- According to the..... concept, revenue is considered as being raised on the date at which it is realized.
 - Cost
 - Realization
 - Money measurement
 - Going concern
- Financial statements may be:
 - General purpose statements
 - Special purpose statements
 - None of a and b
 - Any one of a and b
- Which of the following could most closely be associated with the objective of financial reporting?
 - Have a bias toward stating assets and income and stating liabilities and expenses.
 - Transparency and neutrality.
 - Financial stability through conservatism/prudence.
 - Management discretion in reporting financial information.
- "Anticipated expenses and losses should be accounted while anticipated income and profit should be ignored" is the principle of.....
 - Matching
 - Conservatism
 - Materiality
 - Timeliness
- The National Financial Reporting Authority (NFRA) to provide for matters relating to:
 - Accounting and auditing standards.
 - Accounting standards only.
 - Auditing standards only.
 - Accounting and auditing standards and Environment Protection standards.
- Mandatory disclosures does not include.....
 - Auditor's report
 - Corporate governance
 - Social report
 - Notes to accounts
- Which one of the following not the cause of differences in International Accounting Practices?
 - Taxation system
 - National culture
 - Legal system
 - IFRSs
- Which of the following costs are not included while computing initial cost of property, plant and equipment as per Ind AS-16?
 - Discount and rebates.
 - Installation costs.
 - Cost of site preparation.
 - The fair value of the consideration given to acquire the asset.

10. Accounting Standards Board was set up in India in the year.....
 a. 1972 b. 1973 c. 1985 d. 1977
11. IAS has replaced by.....
 a. Ind AS b. IFRS c. AS d. GPRS
12. Which one of the following means Economic Value Added?
 a. Earnings before Interest and Tax – Interest – Cost of Equity Capital
 b. Earnings before Interest and Tax + Interest – Cost of Equity Capital
 c. Earnings before Interest and Tax + Interest + Cost of Equity Capital
 d. Earnings before Interest and Tax – Interest + Cost of Equity Capital
13. Controlling or hedging the effects of high rises and sharp falls in corporate income is called:
 a. Equity measurement b. Expenditure smoothing
 c. Window dressing d. Income smoothing
14. Which is/are a capital maintenance concept(s)?
 a. Financial capital maintenance b. Physical capital maintenance
 c. Both a and b d. None of these
15. All filings done by the companies/LLPs under MCA21 e-Governance programme are required to be filed the documents by the authorized person using.....
 a. Aadhar Card b. Digital Signature
 c. Debit Card d. Credit Card
16. Which of the following would not be a major concern of a social audit undertaken by a firm?
 a. Employment level of women in organization.
 b. Sales volume achieved in a particular geographical area.
 c. Air Pollution produced by a firm.
 d. Donation to charity.
17.is the process of measuring, monitoring, and reporting to stakeholders the social and environmental effects of an organization's actions.
 a. Corporate Social Responsibility b. Social Accounting
 c. Corporate Accounting d. None of the above
18. Which of the following is not a reason that explains why firms are reporting on social matter?
 a. Increase efficiency
 b. Consumer's views
 c. Encouragement from Government through Company Laws
 d. Media power
19. Disadvantage associated with the Human Resource Accounting:
 a. Lack of standardized procedures.
 b. Based on the assumptions.
 c. Life span of human resource cannot be estimated.
 d. All the above.
20. Which of the following is outside the scope of Human Resource Accounting?
 a. Recruitment and Selection b. Training and Development
 c. Branding d. To assign value to human resource

== ** ==

(PART-B : Descriptive)

Time : 2 hrs. 40 min.

Marks : 50

[Answer question no.1 & any four (4) from the rest]

1. Discuss the major differences between Ind AS and IFRS. 10
2. Discuss how Accounting theory can be constructed under deductive and inductive methods. 5+5=10
3. Discuss the statutory requirements for the preparation of financial statements in India. 10
4. From the following Balance Sheets of Fahim Ltd. as at 31st March, 2016 and 2017, prepare Statement of Cash Flow as per Ind AS-7. 4+3+3=10

Balance Sheet as at 31st March

Additional Information:

Particulars	2016 (Rs.)	2017 (Rs.)
I. EQUITY AND LIABILITY		
1) Shareholders' Funds		
Share Capital:		
Equity Share Capital	4,00,000	7,50,000
8% Preference Share Capital	60,000	1,00,000
Reserve & Surplus:		
Surplus as per Statement of Profit & Loss	1,70,000	1,80,000
General Reserve	80,000	60,000
2) Non Current Liabilities: 10% Debentures	2,00,000	1,80,000
Total	9,10,000	12,70,000
II. ASSETS		
1) Non Current Assets		
Fixed Assets	5,00,000	7,00,000
2) Current Assets		
Stock	2,10,000	2,90,000
Trade Receivables: Debtors	1,40,000	1,90,000
Cash & Cash Equivalents	60,000	90,000
Total	9,10,000	12,70,000

During the year machine costing Rs.70,000 was sold for Rs.40,000.
 Dividend paid Rs.60,000 and Rs. 20,000 was paid by way of income tax.

5. Discuss the causes for differences in international accounting. 10
6. a. Write the uses of XBRL in business. 4+3+3=10
 b. State the objectives and importance of Human Resource Accounting.
7. Write a comprehensive note on Ind AS-2. Fortify your answer with example. 8+2=10