



# PRESIDENCY UNIVERSITY

BENGALURU

Roll No.														
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## Mid - Term Examinations – October 2025

Date: 10-10-2025

Time: 02.00pm to 03.30pm

<b>School:</b> SOC/SOM-UG	<b>Program:</b> B.COM	
<b>Course Code:</b> COM3060	<b>Course Name:</b> INTERNATIONAL ACCOUNTING	
<b>Semester:</b> V	<b>Max Marks:</b> 50	<b>Weightage:</b> 25%

CO - Levels	CO1	CO2	CO3	CO4	CO5
<b>Marks</b>	<b>26</b>	<b>24</b>	-	-	-

### Instructions:

- Read all questions carefully and answer accordingly.
- Do not write anything on the question paper other than roll number.

### Part A

Answer ALL the Questions. Each question carries 2 marks.

5Q x 2M=10M

<b>1</b>	Explain two factors that contribute to the increasing complexity of international transactions.	<b>2 Marks</b>	Understanding	CO1
<b>2</b>	What is the meaning of cross-border financial reporting.	<b>2 Marks</b>	Remembering	CO1
<b>3</b>	Illustrate the Difference between IFRS and US GAAP in one aspect.	<b>2 Marks</b>	Understanding	CO1
<b>4</b>	Outline one key aspect of France's financial reporting system.	<b>2 Marks</b>	Understanding	CO2
<b>5</b>	Recall the name of the accounting standards framework followed in Australia.	<b>2 Marks</b>	Remembering	CO2

### Part B

Answer ALL the Questions. Each question carries 10 marks.

4Q x 10M=40M

<b>6.</b>	A software company spends ₹12,00,000 on R&D — ₹7,00,000 on research phase and ₹5,00,000 on development phase (meeting capitalization criteria). Apply IFRS, Ind AS, and US GAAP to show and explain in detail how	<b>10 Marks</b>	Apply	CO1
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	these costs will be treated in the financial statements.			
<b>Or</b>				
<b>7.</b>	A large e-commerce company operates in more than 20 countries. It faces difficulties in preparing consolidated accounts because every country follows its own reporting and disclosure practices. Apply your understanding of international accounting to explain the importance of international accounting in managing such increasing complexity and large volumes of cross-border transactions.	10 Marks	Apply	CO1

<b>8.</b>	A company purchases machinery for ₹50,00,000 with a useful life of 5 years. Depreciation charged using straight line method After 2 years, its fair value rises to ₹55,00,000. Apply IFRS, Ind AS, and US GAAP to show with detailed explanation how PPE will be valued and reported.	10 Marks	Apply	CO1
<b>Or</b>				
<b>9.</b>	A global IT services firm is planning to get listed on multiple stock exchanges across the U.S., U.K., and India. The management wants to standardize its reporting, handle cross-border taxation, and adopt a uniform accounting framework. Apply the concept of international accounting to outline the key components of international accounting that are relevant for the company in this situation.	10 Marks	Apply	CO1

<b>10.</b>	A multinational company headquartered in Japan is considering setting up a subsidiary in France. Before finalizing its investment, the Board requests a complete briefing on the country's financial ecosystem. They want to know: <ul style="list-style-type: none"> <li>Which legal and regulatory bodies oversee financial reporting in France.</li> <li>The accounting standards that apply, with examples.</li> <li>How the corporate tax system works, including the tax rate.</li> <li>The rules for consolidation of subsidiaries under French GAAP/IFRS.</li> </ul>	10 Marks	Apply	CO2
<b>Or</b>				
<b>11.</b>	A multinational corporation headquartered in Singapore is planning to expand into the U.S. and UK, simultaneously. The Board of Directors requests a comprehensive comparative report that explains the financial reporting requirements across these major economies. The report should cover: The legal and regulatory frameworks.	10 Marks	Apply	CO2

	The accounting standards followed.			
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<b>12.</b>	<p>A multinational corporation headquartered in UK is planning to expand into the Australia and France simultaneously. The Board of Directors requests a comprehensive comparative report that explains the financial reporting requirements across these major economies. The report should cover:</p> <ul style="list-style-type: none"> <li>• The accounting standards followed.</li> <li>• The corporate tax systems and rates.</li> </ul>	10 Marks	Apply	CO2
<b>Or</b>				
<b>13.</b>	<p>You are a senior finance trainer conducting an orientation program for new finance managers in a U.S.-based multinational company. To ensure they fully understand the U.S. system, you are asked to prepare a comprehensive note covering:</p> <ul style="list-style-type: none"> <li>• The legal framework and regulatory bodies overseeing financial reporting.</li> <li>• The accounting standards applied in the U.S. with an example.</li> <li>• The tax system and its administration.</li> <li>• The consolidation practices required under GAAP with an example.</li> </ul>	10 Marks	Apply	CO2