

Roll No



**PRESIDENCY UNIVERSITY  
BENGALURU**

**SCHOOL OF COMMERCE  
END TERM EXAMINATION - JAN 2023**

**Semester :** SEMESTER V - 2020

**Course Code :** BFS104

**Course Name :** Sem V - BFS104 - Financial Reporting and Analysis

**Program :** B.Com / B.Com. Honors

**Date :** 9-JAN-2023

**Time :** 1.00PM - 4.00PM

**Max Marks :** 100

**Weightage :** 50%

**Instructions:**

- (i) Read all questions carefully and answer accordingly.
- (ii) Question paper consists of 3 parts.
- (iii) Scientific and non-programmable calculator are permitted.

**PART A**

**ANSWER ALL THE FOLLOWING QUESTIONS**

**10 X 2 = 20M**

1. IND AS 37 gives guidelines to \_\_\_\_\_.  
(CO1) [Knowledge]
2. Mentions any two items of Other Incomes .  
(CO2) [Knowledge]
3. What is SOCE?  
(CO3) [Knowledge]
4. What are Group Accounts?  
(CO4) [Knowledge]
5. What is Accumulated Depreciation?  
(CO1) [Knowledge]
6. Define Investment Property as per Ind AS.  
(CO2) [Comprehension]
7. List out two items which are excluded from the scope of Investment Property.  
(CO2) [Comprehension]
8. How do you treat underwriting commission under IFRS Financial Statements.  
(CO3) [Comprehension]
9. List out any 2 IAS Standards.  
(CO1) [Comprehension]
10. What is Capital Reserve in Group Accounts?  
(CO4) [Comprehension]

**PART B**

**ANSWER ALL THE FOLLOWING QUESTIONS**

**4 X 10 = 40M**

11. Explain the Relevance of IFRS in India.

(CO1) [Comprehension]

12. You are given the following extracts of ledger balances taken from Shanathi Company Ltd for the year ending 31-03-2022

Prepare a Statement of Profit and Loss Account as per the revised Schedule III of Companies act of 2013

Opening Stock of Finished Good	1,90,500
Cost of Materials Consumed	2,92,000
Salaries to office Staff	68,000
Closing Stock of Finished Goods	2,03,000
Interest on Debentures paid	16,250
General Expenses	8,250
Discount earned	4,900
Cash Sales	2,66,000
Credit Sales	3,87,500
Income tax refund	11,500
Provision for taxation	30,000
Goodwill written off	18,000
Sales Returns	17,000
Provision for Bad debts	8,200
Delivery Expenses	7,200
Printing and Stationary	22,600
Factory Expenses	82,000
Bonus to Employees	32,000
Depreciation on Plant and Machinery	50,000

(CO2) [Comprehension]

13. MCQ Private Ltd has the following loans outstanding as at December 2016.

Loan 1 @ 6% (Due Since opening Date)	3,00,000
Loan 2 @ 8% (Took on 1 April 2016)	2,00,000
Loan 3 @ 9% (Took on 1 July 2016)	1,50,000

The Company spent following amounts on construction of an asset .

January 31 2016	70,000
April 1 2016	80,000
December 1 2016	10,000

Calculate :

- Capitalization rate
- Borrowing cost eligible for capitalization.

(CO2) [Comprehension]

14. Following is the trail balance of Sanvi Mineral Ltd for the year ended 31-3-2022

Particulars	Debit	Credit
Equity share Capital	-	10,00,000
Capital Reserve	-	1,00,000
Non Current Liability	-	16,00,000
P and L Account	-	80,000
Current Liability	-	12,00,000
Tangible Assets	16,00,000	-
Intangible Assets	6,00,000	-
Current Investments	2,00,000	-
Inventories	1,80,000	-
Other Non-Current Assets	4,00,000	-
Trade Receivables (Current)	2,00,000	-
Cash and Cash equivalents	8,00,000	-
<b>Total</b>	<b>39,80,000</b>	<b>39,80,000</b>

Prepare SOFP as on 31st March 2022 as per Schedule III Companies act of 2013.

(CO3) [Comprehension]

### PART C

**ANSWER ALL THE FOLLOWING QUESTIONS**

**2 X 20 = 40M**

15. A.Explain the Steps of Calculating Non controlling Interest and Unrealized Profits in detail.

B.You are given the following extracts of ledger balances taken from Shankar Ltd for the year ending 31-3-2022 Prepare SOPL

Revenue from Operations	98,000
Other Income	2000
Advertising	5250
Salaries	27,000
Depreciation	2,800
Insurance	1,000
Interest on Debentures	1,000
Preliminary Expenses written off	1,000
Bad Debts	500
Discount allowed	500
Printing and Stationary	1,000
Cost of Materials Consumed	25,000

(CO3,CO4) [Comprehension]

16. A.PQR Co Limited Constructing Power Generation Plant . This Project requires totally 12 Crores, Which are raised as follows :
- 1.Rs 4 Crores from IFCI Bank for 10 years at 11% interest rate .
  - 2.Rs.2 Crores of Loan from HDFC bank for 6 years at 10% interest rate .
  - 3.Rs.2 Crores of Loan from SBI Bank for 4 years at 12% interest rate .
  - 4.Rs.3 Crores from 10% Debentures for 5 Years at 5% Discount .
  - 5.Rs.1 Crore as OD from Union Bank at 4% interest rate.
  6. Out of Total borrowed Fund Rs,5 Crores are Kept in HUDCO Bank as short term deposits for 6 Months at 5%.
  - 7.IFCI bank loan is borrowed through consultation and consultancy charges are 2% .

Calculate Total Borrowing Cost accordance with IND AS-23 .

B.H Limited acquired 60% Shares of S Limited on 01-07-2018 .

The following information is available as on 31-03-2019 in respect of S Limited

- a.Share Capital : 1,00,000 equity Shares of Rs.10 each
- b.General Reserve as on 1-4-2018 Rs.80,000
- c.P & L A/c balance (Cr) on 1-4-2018 Rs.60,000
- d.Net Profit for the year ended 31-3-2019 Rs.1,00,000

Calculate Non Controlling Interest .

(CO3,CO2) [Application]

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