

Roll No



**PRESIDENCY UNIVERSITY
BENGALURU**

**SCHOOL OF COMMERCE
MID TERM EXAMINATION - NOV 2023**

Semester : Semester V - 2021

Course Code : COM3002

Course Name : Sem V - COM3002 - Financial Reporting Analysis

Program : BCM

Date : 3-NOV-2023

Time : 9:30AM - 11:00AM

Max Marks : 50

Weightage : 25%

Instructions:

- (i) Read all questions carefully and answer accordingly.
- (ii) Question paper consists of 3 parts.
- (iii) Scientific and non-programmable calculator are permitted.
- (iv) Do not write any information on the question paper other than Roll Number.

PART A

ANSWER ALL THE QUESTIONS

(5 X 2 = 10M)

1. Define Accounting Standards
(CO1) [Knowledge]
2. What are the financial statements as per Indian Companies Act 2013?
(CO1) [Knowledge]
3. What do you mean by GAAP?
(CO1) [Knowledge]
4. Purchase of material Rs. 1,00,000, Transportation cost of Rs. 10,000, import duty of Rs, 5,000, selling cost of Rs. 5,000, and trade discount is 10%. Determine the cost of material as per Ind AS 2
(CO2) [Knowledge]
5. Sanjay Ramaswamy Ltd Purchased a power tool for its company the price paid for the power tools is Rs 10,00,000 inclusive of GST of Rs 30,000. the addition cost incurred for freight Rs. 12,000, Installation charges Rs 6,000. Calculate the cost of the power tools as per Ind AS 16 PPE.
(CO2) [Knowledge]

PART B

ANSWER ALL THE QUESTIONS

(2 X 10 = 20M)

6. International Financial Reporting Standards (IFRS) are a set of accounting rules for the financial statements of public companies that are intended to make them consistent, transparent, and easily comparable around the world. Elucidate the IFRS standards for transparency in financial reporting.
(CO1) [Comprehension]

7. Calculate the closing inventories on 31st January as per Ind AS 2 using the FIFO method with the following information.

Date	Particulars	Units (Quantity)	Cost Per Unit (Rs)
1st January	Purchased	300	3.00
4th January	Purchased	600	4.00
6th January	Issue	500	---
10th January	Purchased	700	4.00
15th January	Issue	800	--
20th January	Purchase	300	5.00
23rd January	Issue	100	---

(CO2) [Comprehension]

PART C

ANSWER THE FOLLOWING QUESTION

(1 X 20 = 20M)

8. Ind AS 2 is essential for ensuring consistency and transparency in the valuation and presentation of inventories in financial statements. It helps investors, creditors, and other stakeholders understand a company's financial position and performance. Ind AS 38 is important because it helps investors, creditors, and other stakeholders understand the value of intangible assets held by a company and their impact on its financial performance. Intangible assets can include items like patents, trademarks, copyrights, customer relationships, and software. Explicate the objective and scope of (i) Ind AS 2 (Inventories) (ii) Ind AS 38 Impairment of Assets.

(CO1) [Application]