

B.COM DEGREE END SEMESTER EXAMINATION - MARCH / APRIL 2019**SEMESTER – 2: COMMERCE (COMPLEMENTARY COURSE)****COURSE: 15U2CPCOM1 – INTERNATIONAL FINANCIAL REPORTING STANDARDS***(Common for Regular 2018/Supplementary – Improvement 2017/2016/2015 Admission)*

Time: Three Hours

Max. Marks: 75

SECTION – A*Answer **all** questions. Each question carries **2** marks.*

1. What are the advantages of converting to IFRS?
2. Define 'Construction Contracts'.
3. What is meant by Impairment loss?
4. Define Operating lease.
5. Name any two examples of cash flows from 'Operating activities'
6. Expand 'IASB'.
7. Define the term 'Asset'.
8. What do you mean by convergence?
9. What do you mean by 'Measurement'?
10. Define the term 'Inventories'. (2 × 10 = 20)

SECTION – B*Answer **any five** questions. Each question carries **5** marks.*

11. What is the relevance of IFRS?
12. What are the objectives of 'Ind AS 101'?
13. Explain the guidelines for measuring the cost of 'PPE' as per Ind AS 16
14. Explain the provisions related to commencement and cessation of capitalizing borrowing cost.
15. Define Intangible Asset and mention any four intangible assets.
16. Mention any five advantages of Cash Flow Statement?
17. On 01.01.2018, X Co. purchased a non-current asset for cash of Rs.80,000/-. The company received a grant of Rs.20,000/- towards the cost of the asset. X Co.'s accounting policy is to treat the grant as deferred income. The asset has a useful life of four years. What will be the accounting entries to record the asset and the grant in the year ended on 31.12.2018

(5 × 5 = 25)

SECTION – C

Answer **any three** questions. Each question carries **10** marks.

18. Briefly explain the Scope and Applicability of IFRS in India. Also explain the Qualitative Characteristics of Financial Statements.
19. What do you mean by conceptual framework of IFRS, Explain its scope, merits and demerits?
20. X Co. entered into a sale and finance lease on 01. 04. 2018. It sold a lathe with a carrying amount of Rs.5,00,000/- for Rs.6,00,000/- and leased it back over a six year period, equivalent to its remaining useful life. The finance lease provided for six annual payments in arrears of Rs.1,00,000/-. The rate of interest implicit in the lease is 8%. What are the amounts to be recognized in the financial statement at 31.03.2019 in respect of this transaction?
21. ABC Ltd. Undertook a three year contract for a total price of Rs.86, 25,000/-. The contract costs are estimated to be Rs.69,86,250/-. From the following information, you are required to identify the revenues and costs in each of the three years.

Particulars		Year I	Year 2	Year 3
Cost to date	(Rs.)	25,87,500	62,10,000	69,86,250
Cost yet to be incurred	(Rs.)	51,75,000	6,90,000	-----
Progressive billing	(Rs.)	17,25,000	63,82,500	5,17,500
Collection of billings	(Rs.)	12,93,750	51,75,000	21,56,250

22. What are the steps for adoption of IFRS in India? Also mention the minimum disclosures to be presented on the face of the Statement of Financial Position.

(10 x 3 = 30)
