

B. COM DEGREE END SEMESTER EXAMINATION - MARCH 2024**SEMESTER 2 - COMMERCE****COURSE : 19U2CRCOM06 : INTERNATIONAL FINANCIAL REPORTING STANDARDS***(For Regular - 2023 Admission and Improvement / Supplementary – 2022/2021/2020/2019 Admissions)*

Time : Three Hours

Max. Marks: 75

PART A**Answer any 10 (2 marks each)**

1. Explain GAAP.
2. What are the items excluded from inventories under IAS 2?
3. What is operating lease?
4. What is the treatment of write down to net realisable value?
5. What is intangible asset?
6. What are the qualitative characteristics of financial statements?
7. What are the challenges in the implementation of IFRS in India?
8. What do you mean by IASB?
9. What is standard advisory council?
10. Mention any two items which are not forming part of initial recognition under IAS16.
11. What are the items considered as inventories under IAS 2?
12. What is accrual basis of accounting?

(2 x 10 = 20)**PART B****Answer any 5 (5 marks each)**

13. Explain the criteria for recognition and measurement of elements in financial statements.
14. Explain the scope and application of IFRSs/IASs.
15. Explain the items excluded from cost of inventory.
16. What is leasing and mention its features?
17. Differentiate between a profit & Loss Account and cash flow statement.
18. Explain IFRS 1 and its steps.
19. The following transaction took place in respect of a material during March 2020.
 - 01 March Received 500 @Rs. 10
 - 10 March Received 300 @Rs.12
 - 15 March Issued 700
 - 18 March Received 400 @Rs.14
 - 25 March Issued 300
 - 30 March Received 500 @Rs.11

Prepare Stores ledger under Weighted Average Price Method.

20. Write a note on de-recognition of PPE.

(5 x 5 = 25)**PART C****Answer any 3 (10 marks each)**

21. The following relate to the purchase and sale of Lux soap of beauty palace Kochi for the month of January 2016. Calculate the value of Lux soap as on 31/1/2016 and the amount recognized on each sale under-FIFO method

2016, Jan1- opening stock- 500 pieces at the rate of Rs. 20 each

“ Jan 4- purchased 400 pieces at the rate of Rs. 21

“ Jan 6- sold 600 pieces

“ Jan 8- purchased 800 pieces at the rate of Rs. 24

“ Jan 9- sold 500 pieces

“ Jan 13- sold 300 pieces

“ Jan 24- purchased 500 pieces at the rate of Rs. 35

“ Jan 28- sold 400 pieces

22. Elucidate the merits of IFRS.
23. What do you mean by financial statement? Explain the qualitative characteristics of financial statements.
24. Write about the provisions of Borrowing costs as per IAS 23.
25. From the following particulars, calculate net cash from operating activities for the year 2021 using indirect method.

Net profit before income tax	Rs. 40,000
Income tax paid	Rs. 3,000
Depreciation written off on fixed assets	Rs. 1,000
Profit on sale of land	Rs. 600
Interest on debentures paid	Rs. 1,000
Dividend received	Rs. 500
Proceeds from flood disaster settlement	Rs. 1,000
Increase in the amount of stock	Rs. 400
Decrease in debtors	Rs. 300
Decrease in creditors	Rs. 200

(10 x 3 = 30)