

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2023
(Sixth Semester)

Branch – COMMERCE (PROFESSIONAL ACCOUNTING)

FINANCIAL REPORTING

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (5 x 2 = 10)

- 1 Which of the following is not a part of the financial reports of the organization?
(i) Report regarding the flow of cash (ii) Income statements
(iii) Report with the vision & mission (iv) Balance sheet
- 2 Which of the following is not a hedging relationship?
(i) Fair value hedge (ii) Cash flow hedge
(iii) Fund flow hedge (iv) All of the above
- 3 Which of the following can be a part of liabilities in the balance sheet?
(i) Debts (ii) Dividends payable
(iii) Wages that are payable (iv) All of the above
- 4 What can be some of the commonly depicted items in the financial statement of an organization?
(i) Cost of goods (ii) Debts
(iii) Taxes (iv) All of the above
- 5 Which of the following options is the most suitable for explaining the purpose of an income statement?
(i) Profitability and financial position
(ii) Movement of cash & profitability
(iii) Financial position and movement of cash
(iv) Profitability
- 6 Where does Employee stock option outstanding appear?
(i) P & L A/c (ii) Balance sheet as a part of net worth
(iii) P & L App A/c (iv) Balance sheet as a negative item as part of net work
- 7 The restructuring of a corporation should be undertaken if.
(i) the restructuring can prevent an unwanted takeover.
(ii) the restructuring is expected to increase the firm's revenue.
(iii) the restructuring is expected to create value for shareholders.
(iv) the interests of bondholders are not negatively affected.
- 8 Which of the following persons is covered under the provisions relating to share-based payment regulation made by the SEBI?
(i) Permanent employee (ii) Whole-time director
(iii) Employee of a subsidiary (iv) All of the above
- 9 Original cost at which asset or liability acquired is known as?
(i) Carrying amount (ii) Replacement cost
(iii) Historical cost (iv) Purchase price
- 10 What is the full form of COD in E -Commerce?
(i) Cash on Delivery (ii) Cash on Demand
(iii) Commerce on Delivery (iv) Cart on Delivery

Cont...

SECTION - B (35 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 7 = 35)

11. a) Explain the objectives of accounting standards.
OR
b) Explain importance of financial reporting.
12. a) An entity prepares its financial statements that contain an explicit and unreserved statement of compliance with Ind AS. However, the auditor's report on those financial statements contains a qualification because of disagreement on application of one Accounting Standard. In such a case, is it acceptable for the entity to make an explicit and unreserved statement of compliance with Ind AS.
OR
b) What are the objectives and limitations of the conceptual Framework of Financial Reporting?
13. a) Explain the scope of share-based payment.
OR
b) Write a short note on:
i) Cash settled share-based payment transaction
ii) Employees and others providing similar services.
iii) Equity instrument.
14. a) Write a short note on the following:
a) Grant date b) Intrinsic value c) Measurement date
d) Share option e) Vest
OR
b) Compare & Contrast Business combination and Acquisition of group of assets under Indian AS.
15. a) Explain the Accounting treatment of expenditure incurred on Website development?
OR
b) Explain the Benefits of Human resource accounting.

SECTION - C (30 Marks)

Answer any THREE Questions

ALL Questions Carry EQUAL Marks (3 x 10 = 30)

16. Analyze the general features & Users of financial statements.
17. Explain general features of financial statements.
18. Classify the different types of share-based payments.
19. Trace the term Corporate restructuring with examples.
20. Elaborate the guiding principles for preparation and presentation of integrated report.

Z-Z-Z

END