Reg. No. ☐☐☐☐☐☐☐☐

III Semester M.Com. Degree Examination, March - 2021
COMMERCE
Corporate Financial Reporting
(CBCS Scheme) (2018-19)
Paper : 3.2 AT

Time : 3 Hours   Maximum Marks : 70

Instructions to Candidates:

    Answer **ALL** the sections.

SECTION - A

1. Answer any **Seven** questions. Each sub question carries **Two** marks.   (7×2=14)

    a)   What do you mean by Ind AS?

    b)   What is IFAC?

    c)   Define Forward Contract?

    d)   List out the Financial Statements as specified by IFSB in its IFRS.

    e)   What is Hedge Accounting?

    f)   Give the meaning of Fair Value Accounting.

    g)   Differentiate between Economic Value Add and Market Value Add Statements.

    h)   What is Triple Bottom Line Reporting?

    i)   What is Insider Trading?

    j)   Mention any 4 major global stock markets.

SECTION - B

Answer any **four** questions. Each question carries **Five** marks.   (4×5=20)

2. Discuss the Historical cost method of Human Resource Valuation.

3. Write a note on Sustainability Reporting.

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4. Briefly explain Inflation Accounting.

5. Explain US GAAP and IFRS.

6. List out the problems and issues faced in Corporate Financial Reporting.

7. The company started in the accounting year 2017-18 with an opening stock of Rs. 10,00,000 which was purchased in the previous year when the price index stood at 200.

    The company purchased goods worth Rs. 30,00,000 during the year 2017-18 and sold for Rs. 35,00,000 the average price for the year was 205 and closing index was 210 on 31st March 2018.

    Compute cost of sales adjusted and the value of the year end under Current Purchasing Power method assuming that company uses :-

    a. FIFO Method

    b. LIFO Method

SECTION - C

Answer any **Three** of the following. Each question carries **Twelve** marks.   (3×12=36)

8. "IFRS are developed through an international due process which involves accountants, financial analysts and other regulatory bodies." Discuss.

9. Examine the procedure adopted by Indian Standard Setter for developing IND - AS Convergence with IFRS.

10. Discuss the major issues in the area of published financial statements and also explain the ways resolve these issues.

11. From the following information in respect of Excel Ltd., calculate the total value of human capital by following Lev and Schwartz Model

Distribution of Employees of Excel Ltd

Age	Unskilled		Semi-Skilled		Skilled	
	No	Average Annual Earnings (Rs.)	No	Average Annual Earnings (Rs.)	No	Average Annual Earnings (Rs.)
30-39	70	3000	50	3500	30	5000
40-49	20	4000	15	5000	15	6000
50-59	10	5000	10	6000	5	7000

Apply Discount Factor at 15%.

12. A company had following monetary items on 1st January :

	Rs.
Debtors	50,000
Bills Receivable	20,000
Cash	80,000
Total	1,50,000
Less - Bills Payable	20,000
Creditors	30,000
Net Monetary Assets	1,00,000

Additional Items :

a. Sales of Rs. 2,00,00 made evenly throughout the year.

b. Purchase of goods Rs. 1,25,000 made evenly throughout the year.

c. Operating expenses of Rs. 50,000 were incurred during the year.

d. One machine was sold for Rs. 20,000 on July 1st.

e. One machine was purchased for Rs. 50,000 on Dec 31st.

The general price index was as follows :

January 1st - 350,

Average for the year - 450

On December 31st - 500

July 1st - 460

You are required to compute the general purchasing power, gain or loss for the year stated in terms of the current year end rupee.