



**Institute of Management
JK Lakshmipat University
Jaipur**

END TERM EXAMINATION (NOV- 2018)

B.Com (H)- Semester-V
MM: 40 Marks

Course: Accounting Standard and Practice
Time: 2 Hours
Subject code: AC12

Answer Any 4 Questions from Given Below.

Q1.

- a) Rs.2, 00,000 10% Debentures issue is convertible into 8000 equity shares. Assuming net income of Rs. 1, 00, 000, Weighted Average of Equity Shares (WAES) outstanding 50,000 and a tax of 40%, calculate basic EPS and diluted EPS.(4 Marks)
- b) NDA Corp had outstanding Equity shares of 5000000 on 1-1-2010. Net profit for the year is Rs. 1,00,00,000; NDA Corp had 12% 10000 convertible debentures outstanding of 100 each to be converted into 10 Equity shares. Tax Rate is 30%. Calculate (i) Basic EPS (ii) Diluted EPS.(4 Marks)
- c) Make a comparison of AS 20 with IND AS 33.(2 Marks)

Q2.

- a) Discuss the needs and objective of AS 18. Define related party disclosure along with its classification.(6 Marks)
- b) What is Revenue? Discuss the objective of AS-9.(4 Marks)

Q3. Give the rules regarding the calculation of the following as per AS17: (10 Marks)

- a) Segment Assets
- b) Segment Liabilities
- c) Segment Expenses
- d) Segment Revenues

Q4. Assume NDA limited begins construction on a new building on 1st January, 2004. In addition, NDA Limited obtained a Rs. 1 lakh loan to finance the construction of the building on 1st January, 2004 at an annual interest rate of 10%. The Company's other outstanding debt during 2004 consists of two loans of Rs. 6 Lakhs and Rs. 8 Lakhs with interest rate of 11% and 13% respectively. Expenditures that were made on the building project were as follows:

January 2004	2,00,000
April 2004	3,00,000
July 2004	4,00,000
December 2004	1,20,000

Compute the cost to be capitalized including borrowing cost. (10 Marks)

Q5.

- a) Discuss the scope, applicability and classification of investment under AS13.(4 Marks)
- b) AD softex Ltd. acquired 10,000 shares of Zenith Ltd. @ Rs. 80 and paid brokerage @ 2% and stamp duties of Rs. 5000 on 20-1-2002. AD softex Ltd. purchased another 15,000 shares of Zenith Ltd @ Rs. 86 and paid brokerage @2% and stamp duties of Rs. 12,200 on 25-2-2002. It Sold 12,000 Shares @ Rs. 96 and brokerage @2% on 20-3-2010.
 - i) Calculate the Cost of Acquisition. (1.5 Marks)
 - ii) Calculate the Cost of investment sold and profit/loss on sale of investment.(1.5 Marks)
 - iii) Further, if Zenith Ltd.Issued one bonus share for every two shares held on 5-3-2010 and AD Softex Ltd. sold 12000 shares @96 and brokerage @2% on 20-3-2010. Compute cost of Shares sold and carrying amount of investment.(3 Marks)