



Institute of Management
JK LakshmiPat University
Jaipur



MID TERM- II EXAMINATION (Oct 2018)

B.Com(H)- Sem-V

Course: Accounting Standard and Practice

MM: 20 Marks

Time: 1.5 Hours

Subject code: AC12

Instructions: Attempt any three questions from Section A. Section B is compulsory.

Section A

Answer any two from (Q1-Q3) of 3 Marks each.

Q1. Make a comparison of AS-3 with Ind AS-7.

Q2. What are the events occurring after the balance sheet date? Make a classification with norms for disclosures for such items.

Q3. What are Prior period items? Discuss the disclosure norms with examples of prior period items.

Q4.(Compulsory)

- a. A company undertook pay contract for building a crane for Rs. 10 Lakhs. As on 31-3-2010 it incurred a cost of Rs. 1.5 lakhs and expect that there will be Rs. 9 lakhs more for completing the crane. It has received so far Rs. 1 lakh as progress payment. Give your advice in presentation of accounts keeping in view of the requirements of AS-7. (2 Marks)
- b. Whether the following items are (a) prior period items (b) Change in accounting estimate (c) extraordinary items or (d) none of the above. (0.5 Marks Each)
- Expenses of Rs. 50,000 of the previous year, which were omitted from books of account of the previous year due to an oversight.
 - The amount of provision for doubtful debts as at the end of the previous year was Rs. 5,00,000, of these debts of Rs. 3,00,000 were realized during the year.
 - Sale of a significant part of the plot of land on which the footing is situated.
 - Write off a huge debt of a major customer due for more than a year.

Section B

The Comparative Balance Sheet for X Ltd are given below:

Assets:	31 st Dec 2017	31 st Dec 2016
Cash	82000	22000
Debtors	104000	24000
Stock	112000	60000
Prepaid expenses	22000	14000
Plant and Machinery	380000	360000
Good will	36000	40000

Total	736000	520000
Liabilities:		
Creditors	30000	14000
Provision for Depreciation	100000	60000
Debentures	102000	102000
Premium on Debenture Issue	12000	18000
Share Capital	190000	90000
Share Premium	30000	----
Reserve and Surplus	272000	236000
Total	736000	520000

The following additional information is available from the accounting records for 2017:

1. Net profit for the year Rs. 66,000.
2. Debenture premium of Rs. 6000 was amortized during the year.

You are required to prepare a cash flow statement. (10 Marks)