

**SARDAR PATEL UNIVERSITY**  
**B.Com. (Hons.) IA (CBCS) Examination-2016**  
**SEMESTER-II**  
**4<sup>th</sup> May, 2016, Wednesday**  
**10:30 a.m. to 12:30 p.m.**  
**Indian Accounting Standards and International Accounting Standards**  
**(UB02ECOM14/30)**

Total Marks: 60

- Q-1[a] Describe the importance of Comparative International Accounting. [08]  
 [b] Briefly discuss the history and development of AS. [07]  
**OR**  
 Q-1 Explain the nature and growth of MNEs in the context of International Accounting Standards. [15]  
 Q-2[a] How does Provision and Reserve as Major International difference affect the International Financial Reporting? [09]  
 [b] Write a short note on The Accounting Profession. [06]  
**OR**  
 Q-2[a] Discuss the basic dimensions of culture according to Hofstede. [08]  
 [b] Explain Conservation and Accrual as major international difference in financial reporting. [07]  
 Q-3[a] Describe the following international bodies efforts in harmonization: [08]  
     1. ASEAN  
     2. IOSCO  
 [b] Define the term 'Harmonization'. Describe the impediments to Harmonization. [07]  
**OR**  
 Q-3[a] Explain the reasons for Harmonization in detail. [08]  
 [b] Discuss Muller's Extrinsic Classification of financial reporting. [07]  
 Q-4[a] Devangi Ltd. (Ahmedabad) has a branch in Sydney, Australia. At the end of 31<sup>st</sup> March, 2015, the following ledger balances have been extracted from the books of the Sydney office. [10]

Particulars	Sydney (Australia dollars thousand)	
	Debit	Credit
Plant and machinery (cost)	200	-
Depreciation on plant and machinery	-	130
Debtors/creditors	60	30
Stock(1-4-2014)	20	-
Cash/ Bank balance	10	-
Purchases/Sales	20	123
Goods sent to branch	5	-
Wages & salaries	45	-
Rent	12	-
Office expenses	18	-
Commission Receipts	-	100
Branch/H.O. Current a/c	-	7
	390	390

The following information is also available:

Goods sent by H.O. Rs.100 thousand. Branch a/c in H.O. is Rs.120 thousand.

Stock at 31-3-2015, Sydney Branch is Australian \$ 3,125.

Use the following rates of exchange:

Opening rate A \$= Rs.20.

Closing rate A \$= Rs.24.

Average rate A \$= Rs.22 which approximate the actual exchange rate.

For fixed assets A \$= Rs.18

You are required to translate the branch trial balance into rupees if it is classified as Integral Foreign Operation.

- [b] What is EPS as per AS-20? Explain the types of EPS.

[05]

OR

- Q-4[a] On 1-1-2009, Ruhi Ltd. Had 5,00,000 shares outstanding. On 1-3-2009 it issued one new share for each five shares outstanding at Rs.15. fair value of one equity share immediately before the right issue was Rs.21. net profit for the year 2008 was Rs.11,00,000 and for 2009 Rs.15,00,000. Calculate the basic EPS for 2009 and restated EPS for 2008.

[07]

- [b] Define the following terms:

1. Construction contract as per IAS-11
2. Segment reporting as per IAS-14
3. Associate as per IAS-28
4. Reporting currency as per AS-11

[08]

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