

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034



B.Com. DEGREE EXAMINATION – COMMERCE

FOURTH SEMESTER – APRIL 2022

UCO 4602 – FINANCIAL REPORTING AND ANALYSIS

Date: 23-06-2022

Dept. No.

Max. : 100 Marks

Time: 09:00 AM - 12:00 NOON

PART - A

ANSWER ALL THE QUESTIONS

(10x2=20 Marks)

1. List out the techniques of Financial Statement Analysis.
2. What are the consequences of non-compliance of IND AS?
3. What do you mean by Cash and cash equivalents?
4. Identify the two measures of earning per share under IND AS 33 and explain them.
5. Indicate the types of capital under integrated report.
6. What do you mean by Common Size Statements?
7. Why should a company implement CSR?
8. JJ Ltd provides the following information for calculating the weighted average number of shares for calculating Basic EPS for the year 2017-18 – (i) No. of outstanding shares as at 1-4-2017 = 1,000; (ii) No. of shares bought back on 30-6-2017 = 250; (iii) No. of new shares issued on 30-9-2017 to settle a liability = 1,000; (iv) Balance as at 31-3-2018 = 2,000. Calculate the weighted average number of shares for computing Basic EPS.
9. The net profit after tax for the year was Rs.60,00,000. There was no change in working capital during the year. Depreciation for the year was Rs.10,00,000 and deferred tax expense included in tax expense was Rs.2,00,000. Tax paid during the year was equal to current tax expense. Find the Cash flow from operating activities?
10. ABC Ltd. has three segments, viz A, B and C. The total assets of the company is Rs.15 crores. The assets of segment A = Rs.1.85 crores; segment B = Rs.6.15 crores and segment C is Rs.7.00 crores. Assets of each segments include Deferred Tax Assets (DTA) of Rs.0.50 crores in A, Rs.0.40 crores in B and Rs.0.30 crores in C. The Accountant of ABC Ltd. contends that all segments are reportable segments. Based on Segments Assets Criteria, determine the veracity of the contention of the accountant.

PART – B

ANSWER ANY FOUR QUESTIONS

(4x 10 = 40 Marks)

11. Explain various elements involved in the measurement of financial statements.
12. Bring out the differences between IND AS and IFRS.
13. Identify the groups interested in accounting information of a business enterprise

14. What are significant events and transactions need to be disclosed in Interim Financial Report as per IND AS 34?
15. What is the purpose of related party disclosures as required under IND AS 24?
16. What do you understand by analysis and interpretation of financial statements? Discuss its importance.
17. Prepare a Common Size balance sheet from the following balance sheet of Aditya Ltd. and Anjali Ltd.:

Particulars	Aditya Ltd. Rs.	Anjali Ltd. Rs.
I. Equity and Liabilities		
a) Equity share capital	6,00,000	8,00,000
b) Reserves and surplus	3,00,000	2,50,000
c) Current liabilities	1,00,000	1,50,000
Total	10,00,000	12,00,000
II. Assets		
a) Fixed assets	4,00,000	7,00,000
b) Current assets	6,00,000	5,00,000
Total	10,00,000*	12,00,000

*The total of Liabilities side must be equal to the total of Assets side, therefore, it should be 10,00,000.

PART – C

ANSWER ANY TWO QUESTIONS

(2x 20 = 40 Marks)

18. Write note on the following as required under IND AS 1 (c) – (i) Disclosures in the Balance sheet; (ii) Disclosures in the Statement of profit or loss and other comprehensive income; (iii) Statement of Changes in Equity; and (iv) Notes to the Financial Statements
19. Outline the recent trends in the Indian financial reporting with reference to (i) The Companies Act, 2013 and (ii) SEBI Requirements
20. Highlight the CSR Provisions as per the Companies Act with reference to Responsibility of Board of Directors, CSR Policy and CSR Activities.
21. Based on the following information, prepare a balance sheet of Alpha Co. Ltd. as of March, 2021, with the working notes –
 Current ratio 2.5; Liquidity ratio 1.5; Net working capital Rs.6,00,000; stock turnover ratio 5; Ratio of gross profit to sales 20%; Turnover ratio to net fixed assets 2; Average debt collection period 2.4 months; Fixed assets to net worth 0.80; Long term debts to capital and reserves 7/25.

Balance sheet

Liabilities		Assets	
Share capital and reserves	xxxxx	Fixed assets	xxxxx
Long term debts	xxxxx	Stock in trade	xxxxx
Current liabilities	xxxxx	Sundry debtors	xxxxx
		Cash	xxxxx
	xxxxx		xxxxx