

SEAT No. _____

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SARDAR PATEL UNIVERSITY**B.Com. (Hon.)(3 Years)(THIRD SEMESTER)(2020-2021) EXAMINATION****Saturday, 9th ~~July~~ ^{June} 2021****02.00 P.M. TO 04.00 P.M.****Indian and International Accounting Standards(UB03DCOH52)****Total Marks 70****NOTES- 1. Write Answers to the point.****2. Attempt any FOUR QUESTIONS.**

- 1(a) Give the meaning of Accounting Standards and explain the usefulness of Accounting Standards. 9
- (b) Present history and development of Accounting Standards. 8.5
- 2(a) What is ICAI? Write note on "Vision and Mission of ICAI." 9
- (b) What is Accounting Standard Board? Describe the Procedure for issuing Accounting Standards in India. 8.5
- 3(a) Discuss various Obstacles of Harmonization in International Financial Reporting. 9
- (b) Explain various factors that are affecting development of Accounting Practices. 8.5
- 4 Write Note on:
- (a) Reasons for Harmonization in International Financial Reporting. 9
- (b) International efforts in Harmonization. 8.5
- 5(a) Hindustan Construction Co. got contract for construction of Highway. The Contract to be completed in Three Years. The detail of Contract is as follows: 9

1. The Initial Revenue Rs. 180 Crores
2. The Initial Contract Cost Rs.160 Crores

The other information is given as below:

Particular	1st Year	2nd Year	3rd Year
Estimated Contrat Cost	161 crores	-	-
Increase in Contract Revenue	-	4 Crore	-
Estimated additional Increase cost		3 Crore	-
Contract Cost incurred up to the date of Reporting.	32.20 Crores	116.80 Crores	164 Crore

At the end of second year cost incurred Rs. 2 Crores for Materials stored at the sites to be used in third year to complete the Project. Calculate the amount of Revenue, Expenses and Profit for three years. (As per AS-7)

(1)

(P.T.O.)

(b) Write Objectives and Provisions of "Accounting Standard - 6" of Depreciation Accounting. 8.5

6(a) Sun Pharma manufactures medicines, which has the following manufacturing cost per unit. 8.5

Raw Materials	Rs. 30
Direct Labour	Rs. 12
Direct Expenses	Rs. 18
Normal Capacity	60000 units per month
Actual Production	48000 units per month
Fixed Production Overheads	Rs. 2,40,000 per annum

The Sun Pharma Company has 24,000 units of unsold stock left at the end of year.

Find value of Closing Stock.

(b) Explain the features of Cash Flow Statement and present the important provisions of Cash Flow Statement.(AS-03) 9

7(a) As per As-11, calculate gain/loss for the financial year 2018-19 and 2019-20. 8.5

Exchange Rate	
Goods Purchased on 21-1-2019 of US \$ 15000	Rs. 73.50
Exchange Rate as on 31-03-2019	Rs. 74.00
Date of Actual Payment 31-05-2019	Rs. 74.50

(b) Explain the provisions and accounting treatment of AS-20 in relation to Earnings Per share 9

8(a) Explain the term Associate Enterprise, Parent Enterprises and Group Enterprises (AS-23). 8.5

(b) As per AS-19, explain with illustration Accounting Treatment for Financial Lease and Operating Lease in the books of Lessee and lesser. 9
