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Your Roll No.

M.COM. : SEMESTER – IV (NC) F

Paper No. – MN-452

Accounting Theory and Financial Reporting

Time : 3 Hours

Maximum Marks : 100

*(Write your Roll No. on the top immediately
on receipt of this question paper.)*

Attempt all questions.

All questions carry equal marks.

1. (a) The system of financial accounting and reporting is not static but responds to the environment in which it operates. Evaluate this statement. (10)
- (b) Define accounting theory. What is its role in financial accounting and reporting? (10)

OR

- (c) Discuss deductive and inductive approach in formulating and improving accounting theory. (20)
2. “Income can not be properly determined unless capital is maintained”. Explain the different concepts of capital maintenance. Which one is better during periods of inflation?

P.T.O.

OR

How are standards set in India ? What are the rules about compliance with accounting standard ? (20)

3. Discuss the qualitative characteristics that make information useful. Is it possible to fix relative importance of these characteristics ? Give arguments.

OR

Explain the factors responsible for global convergence of accounting standards. Discuss the steps taken at international level for convergence. (20)

4. What is Current Purchasing Power Accounting (CPPA) ? What is the procedure of preparing profit and loss account and balance sheet under CPPA ?

OR

What are the benefits of segment reporting ? Give the arguments against segment reporting ? (20)

5. (a) Discuss the problems in preparing interim financial reports. (10)
- (b) Explain the utility of social responsibility information in corporate reports. (10)

OR

- (c) Define Human Resource Accounting. Discuss different methods of accounting for human resources. (20)

(400)