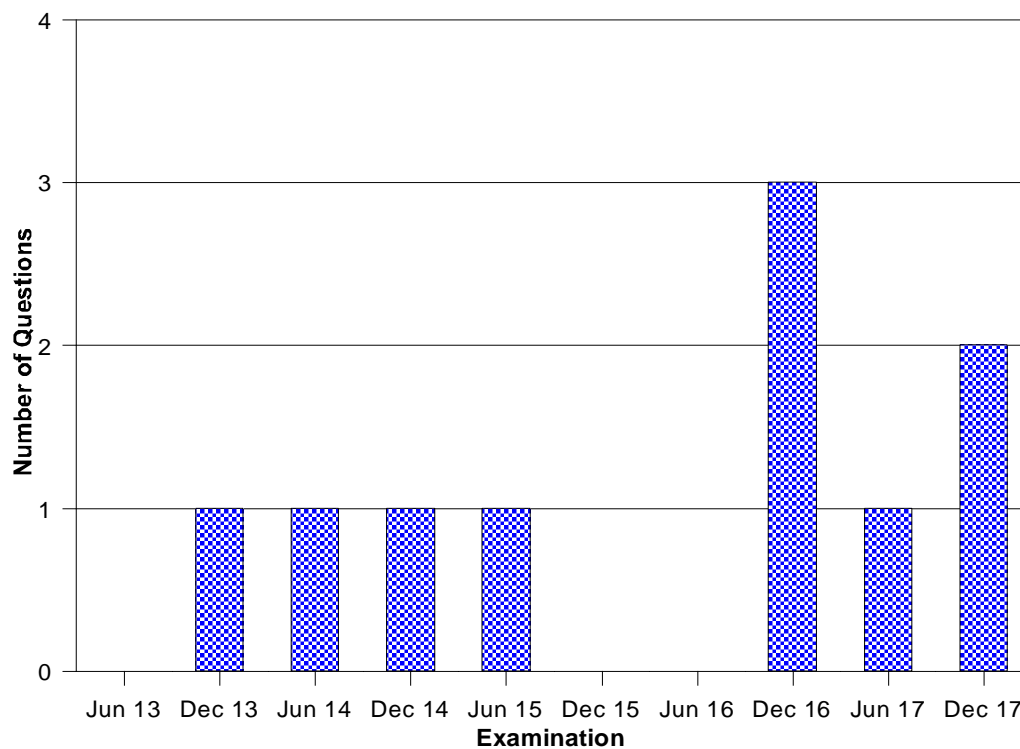


CHAPTER	Accounting : An Introduction
1	
Unit : 3 Accounting Standards – Concepts, Objectives, Benefits	



2006 – November

- [1]** The Accounting Standards are mandatory for:
- (a) Companies
 - (b) Partnership Concerns
 - (c) Charitable Organizations
 - (d) Sole Proprietorship

2007 – February

- [2]** Accounting Standards refers to specific accounting:
- (a) Principles
 - (b) Methods of applying those principles
 - (c) Both (a) and (b)
 - (d) None

2007 – May

- [3] Accounting for Fixed Assets:
- (a) AS 6
 - (b) AS 10
 - (d) AS 3
 - (d) AS 2

2007 – August

- [4] Accounting Standards _____ the statute:
- (a) can over-ride
 - (b) cannot over-ride
 - (c) may over-ride
 - (d) none
- [5] IASB stands for:
- (a) Indian Accounting Standards Board
 - (b) Indian Accounting Standards Bulletin
 - (c) International Accounting Standards Bulletin
 - (d) International Accounting Standards Board

2007 – November

- [6] AS - 8 on Accounting for Research and Development:
- (a) Is replaced by AS - 26
 - (b) Is applicable only to listed companies
 - (c) Is mandatory for Research Institutions
 - (d) Is still in use

2008 – February

- [7] The purpose of Accounting Standards is to:
- (a) Harmonise accounting policies
 - (b) Eliminate the non comparability of financial statements
 - (c) Improve reliability of financial statements
 - (d) All of the above

2008 – June

- [8] AS 2 is on:
- (a) Disclosure of Accounting Policies
 - (b) Valuation of Inventories
 - (c) Revenue Recognition
 - (d) Depreciation Accounting

2010 – December

- [9] Which of the following provide framework and accounting policies so that the financial statements of different enterprises become comparable?
- (a) Business standards
 - (b) Accounting standards
 - (c) Market standards
 - (d) None of the above.

2013 – December

- [10]** Consistency with reference to application of accounting principles refer to the
- All the companies in the same industries should use identical procedures and methods
 - Income and assets have not been overstated
 - Accounting methods and procedures used have to be consistently applied from year to year
 - Any accounting method or procedure can be utilized.

2014 – June

- [11]** Match the following
- AS 26 (i) Impairment of Assets
 - AS 10 (ii) Discontinuing operations
 - AS 28 (iii) Intangible assets
 - AS 24 (iv) Accounting for Fixed Assets

The Correct alternative is:

- (A)-(iii),(B)-(iv),(C)-(ii),(D)-(i)
- (A)-(ii),(B)-(iv),(C)-(i),(D)-(iii)
- (A)-(ii),(B)-(iv),(C)-(iii),(D)-(i)
- (A)-(iii),(B)-(iv),(C)-(i),(D)-(ii)

2014 – December

- [12]** Certain norms, which are followed by accountants while preparing financial statements in order to reduce the vagueness and chances of misunderstanding by

harmonizing the varied accounting practices are

- Accounting Regulations
- Accounting concept
- Accounting Standards
- Accounting Principal

2015 – June

- [13]** All the following are benefits of Accounting Standards except_____.
- AS cannot override the statute.
 - AS reduce to a reasonable extent confusing variations in the accounting treatments used to prepare financial statements.
 - AS may call for disclosure beyond that required by law.
 - AS facilitates comparison of financial statements of companies.

2016 – December

[14] Match:

- Intangible assets (a) AS 28
 - Joint venture (b) AS 25
 - Impairment (c) AS 27
 - Interim (d) AS 26
- 1-(d), 2-(b), 3 (c), 4 (a)
 - 1 (d), 2 (c), 3 (a), 4 (b)
 - 1 (c), 2 (d), 3 (a), 4 (b)
 - 1 (d), 2 (c), 3 (b), 4 (a)

[15] AS 22 is related with the following:

- Accounting for Taxes on Income
- Discontinuing Operations
- Interim Financial Reporting
- Financial reporting of Interests in Joint Venture

[16] Which accounting standard is applicable on, provisions contingent liabilities and contingent assets?

- (a) AS 30
- (b) AS 29
- (c) AS 28
- (d) AS 12

2017 – June

[17] The following are the benefits of Accounting Standards except:

- (a) Eliminate confusing variations in accounting treatment.
- (b) Disclosure of Important Information beyond that required by law.
- (c) Facilitate comparison of financial statements by providing valuation norms and standard accounting policies.
- (d) Choice between justified alternative accounting treatments becomes difficult.

2017 – December

[18] An accounting policy may be changed

- (a) To comply with accounting standard
- (b) To ensure more appropriate presentation of the financial statement of the enterprise
- (c) To comply with law
- (d) All of the above.

[19] The aim of issuing accounting standards is

- (a) To harmonise accounting policies
- (b) To eliminate the non-comparability of financial statements
- (c) To improve the reliability of financial statements
- (d) All of the above

Answer

- | | | | |
|---------|---------|---------|---------|
| 1. (a) | 2. (c) | 3. (b) | 4. (b) |
| 5. (d) | 6. (a) | 7. (d) | 8. (b) |
| 9. (b) | 10. (c) | 11. (d) | 12. (c) |
| 13. (a) | 14. (b) | 15. (a) | 16. (b) |
| 17. (d) | 18. (d) | 19. (d) | |

