

INTRODUCTION TO ACCOUNTING STANDARDS

1. Accounting Standards for non-corporate entities in India are issued by:
 - a) Central Govt.
 - b) State Govt.
 - c) Institute of Chartered Accountants of India.
 - d) MCA
2. Accounting Standards:
 - a) Harmonise accounting policies & eliminate non-comparability of financial statements
 - b) Improve the reliability of financial statements.
 - c) Both (a) and (b).
 - d) manipulate the data for the management.
3. It is essential to standardize the accounting principles and policies in order to ensure
 - a) Transparency.
 - b) Consistency.
 - c) Comparability.
 - d) All the above.
4. Which committee is responsible for approval of accounting standards and their modification for the purpose of applicability to companies?
 - a) NFRA.
 - b) MCA.
 - c) Central Government Advisory Committee.
 - d) IASB
5. Global Standards facilitate
 - a) Cross border flow of money.
 - b) Comparability of financial statements.
 - c) Uniformity and Transparency of financial statements.
 - d) All the three.
6. IFRS stands for:
 - a) International Financial Reporting standards
 - b) International Financial Reporting statements
 - c) Indian Financial Reporting standards
 - d) Indian Financial Reporting statements
7. Accounting Standards cover the aspect of_____?
 - a) Recognition of events and transactions in the financial transactions.
 - b) Measurement of events and transactions in the financial transactions.
 - c) Presentation & disclosure of events and transactions in the financial transactions.
 - d) All of the above.
8. Additional guidance given in Ind AS over and above what is given in IFRS are called?
 - a) Carve-outs
 - b) Carve-ins
 - c) Clarifications
 - d) Carve Clarifications

Answers:

1. (c) 2. (c) 3. (d) 4. (b) 5. (d) 6. (a) 7. (d) 8. (b)