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THE INSTITUTE OF
CHARTERED ACCOUNTANTS OF SRI LANKA

CL-25-1 – Corporate Financial Reporting

Past Paper Analysis

(From December 2020 to December 2025)

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B.Sc. Accounting (special) First Class (USJ) | ACA | CMA Passed Finalist | MAAT | ICAEW Finalist | ACCA Finalist | CA, CMA and AAT Merit and Subject Prize winner | Certification in Forensic Accounting (CASL) | ABR Prize Winner in CA Strategic Level

Paper	Question 2	Question 3	Question 4	Question 5	Question 6	Question 7
2020 December	**SLFRS for SME - 10M** Government Grant & IP	**SLFRS 15 - 6M** - Incentives & Commission **SLFRS 16 - 4M** - Modified Retrospective initial recognition	**Code of Ethics - 10M** 2 principles violated & 1 threat	**Ratio Analysis - 10M** Compute (4) & Analyze (6)	**CSFP - 20M**	**LKAS 37 - 6M** - Warranty Provision **LKAS 10 - 3M** **LKAS 36 - 8M** - CGU Impairment
2021 June	**SLFRS for SME - 10M** Business Combinations & Issue of preference shares (Financial Instruments)	**Total - 10M** **LKAS 2** - Impairment of inventory **LKAS 16** - Depreciation & Impairment **LKAS 37** - Provision for losses	**Code of Ethics - 10M** 3 principles violated & all threats in the scenario	**Ratio Analysis - 10M** Compute 4 ratios (6) & explanation of two possible reasons (4)	**CSFP - 17M** **LKAS 28 - 3M** - Identifying an Associate or a JV	**SLFRS 9 - 5M** - Compound Instruments **LKAS 33 - 5M** - Basic & Diluted EPS **LKAS 36 - 4M** - CGU Impairment **SLFRS 15 - 6M** - Revenue Recognition point
2021 December	**SLFRS for SME - 10M** Construction Contracts + Intangible Assets (R&D) + Impairment of Assets	**LKAS 12 - 6M** - DT Computation & Revised PFY **LKAS 40 - 4M** -IP Subsequent Measurement & Transfers	**Code of Ethics - 10M** All principles violated & actions for that	**Ratio Analysis - 10M** Compute profitability, liquidity and investor ratios & analyze	**CSFP - 18M** **LKAS 28 - 2M** - Identifying an Associate or a JV	**SLFRS 9 - 8M** - Compound Instruments **SLFRS 16 - 7M** - Recognition of a lease **LKAS 12 - 3M** - DT on leases **SLFRS 13 - 2M** - FV Hierarchy
2022 June	**SLFRS for SME - 10M** Goodwill on	**LKAS 33 - 10M** - Basic and Diluted	**Code of Ethics - 10M**	**Ratio Analysis - 10M** Compute 4	**CSFP & CSOCI - 20M**	**LKAS 41 - 4M** - Biological Asset measurement

	business combination + PPE and IP subsequent measurement	EPS - Share Splits + Right Issue	All principles violated & threats	profitability & gearing ratios & analyze		**SLFRS 15 - 9M** - Recognition of revenue with variable consideration **LKAS 24 - 7M** - Identify RPT & Disclosure Requirement
2022 December	**SLFRS for SME - 10M** Intangible Assets & Gratuity	**SLFRS 9 - 5M** - Financial Assets Classification **LKAS 37 - 6M** - Warranty Provision	**Code of Ethics - 10M** 4 principles violated & 3 threats + Actions to fulfill code	**Ratio Analysis - 10M** Compute 3 ratios & analyze	**CSFP - 20M**	**LKAS 40 - 7M** - IP Recognition **LKAS 16 - 3M** - PPE Revaluation **LKAS 23 - 8M** - Capitalization of borrowing costs **LKAS 24 - 2M** - RPT Disclosure
2023 June	**SLFRS for SME - 10M** Plantation + Land + Borrowing Cost	**LKAS 36 - 10M** - CGU Impairment	**Code of Ethics - 10M** Ethical principles violated	**Ratio Analysis - 10M** Compute 5 ratios & analyze	**CSFP - 17M** **SLFRS 11 - 3M** - Identifying a JV	**LKAS 24 - 4M** - RPT Disclosure Note **LKAS 16 - 6M** - PPE depreciation **SLFRS 9 - 10M** - Measurement of FA on Debt Instruments
2023 December	**SLFRS for SME - 10M** Intangible Assets (R&D) + Sale of a subsidiary + Business	**SLFRS 16 - 10M** - Initial & Subsequent Measurement of Leases	**Code of Ethics - 10M** Ethical principles violated + approach to resolve an ethical conflict	**Ratio Analysis - 10M** Compute 3 ratios & analyze	**CSFP - 20M**	**SLFRS 13 - 4M** - Calculation of FV **LKAS 12 - 6M** - Identifying temporary differences **LKAS 33 - 5M** -

	combination goodwill + EPS					Basic EPS & Diluted EPS due to Bonus Issue **SLFRS 23 - 5M** - Capitalization of borrowing costs
2024 June	**SLFRS for SME - 10M** Internally generated Intangibles + Fair Value + Sale of a subsidiary + Convertible preference shares 4 options allowed in full SLFRSs but not in SLFRS for SME	**SLFRS 15 - 10M** - Application of 05 step model + Variable consideration + PO satisfies over a period of time	**Code of Ethics - 10M** 4 Ethical principles violated + 3 threats + 3 actions	**Ratio Analysis - 10M** Compute 5 ratios & analyze performance	**CSFP - 20M**	**LKAS 41 - 3M -** Biological Assets **LKAS 2 - 5M** - Inventory Valuation **LKAS 36 - 2M** - CGU Impairment allocation **SLFRS 9 - 6M** - Financial Instruments
2024 December	**SLFRS for SME - 10M** Goodwill on business combination + Investment in Associates + Foreign Currency	**LKAS 23 - 6M** - General Borrowings Capitalization **LKAS 24** - **4M** - Key Management Personnel Compensation	**Code of Ethics - 10M** Ethical Threats	**Ratio Analysis - 10M** Analyze performance on and financial position (profitability, liqudity, Efficiency and gearing) - *No computations*	**CSFP - 18M +** Accounting for Gain on Bargain Purchases **2M**	**LKAS 40 - 4M -** IP Group Scenario **LKAS 16 - 5M** - ULT and RV reassessment **LKAS 16 - 2M** - Factors determining ULT **SLFRS 9 - 4M** - Financial Assets **SLFRS 13 - 5M** - Fair Value Measurement

2025 June	**SLFRS for SME - 10M** Investment in Associates + Equity Settled Share Based Payments + Interest Rate Derivatives + Goodwill on Business Acquisition	**LKAS 36 - 6M** - Impact of USA Tariffs on LKAS 36. **LKAS 36 - 4M** - Identification of CGUs	**Code of Ethics - 10M** Ethical Principles + Threats + Actions to take by CFO	**Ratio Analysis - 10M** Compute 4 ratios & analyze performance	**CSFP - 18M +** Accounting for Contingent Considerations **2M**	**SLFRS 9 - 5M** - Financial Assets Classification **LKAS 33 - 9M** - Basic and Diluted EPS computation **LKAS 38 - 3M** - Research and Development Costs **LKAS 24 - 3M** - Identification of Close Family Members
2025 December	**SLFRS for SME - 10M** PPE + EPS + Intangible Assets + Financial Instruments	**SLFRS 16 - 10M** – Initial, Subsequent Measurement and Lease Modifications.	**Code of Ethics - 10M** Threats + Actions to take	**Ratio Analysis - 10M** Compute 4 ratios & analyze performance + Two Possible Reasons	**CSFP - 16M +** Disposal without losing of control **2M**	**LKAS 2 - 7M** – Inventory Valuation **LKAS 12 - 3M –** DT on inventory write down **LKAS 12 - 5M** – DT Computation **SLFRS 9 - 3M** – FVOCI FA on Equity **SLFRS 9 - 2M** – Disposal of Share Investment

Wishing you all, all the very best! DREAM → WORK ON IT → ACHIEVE