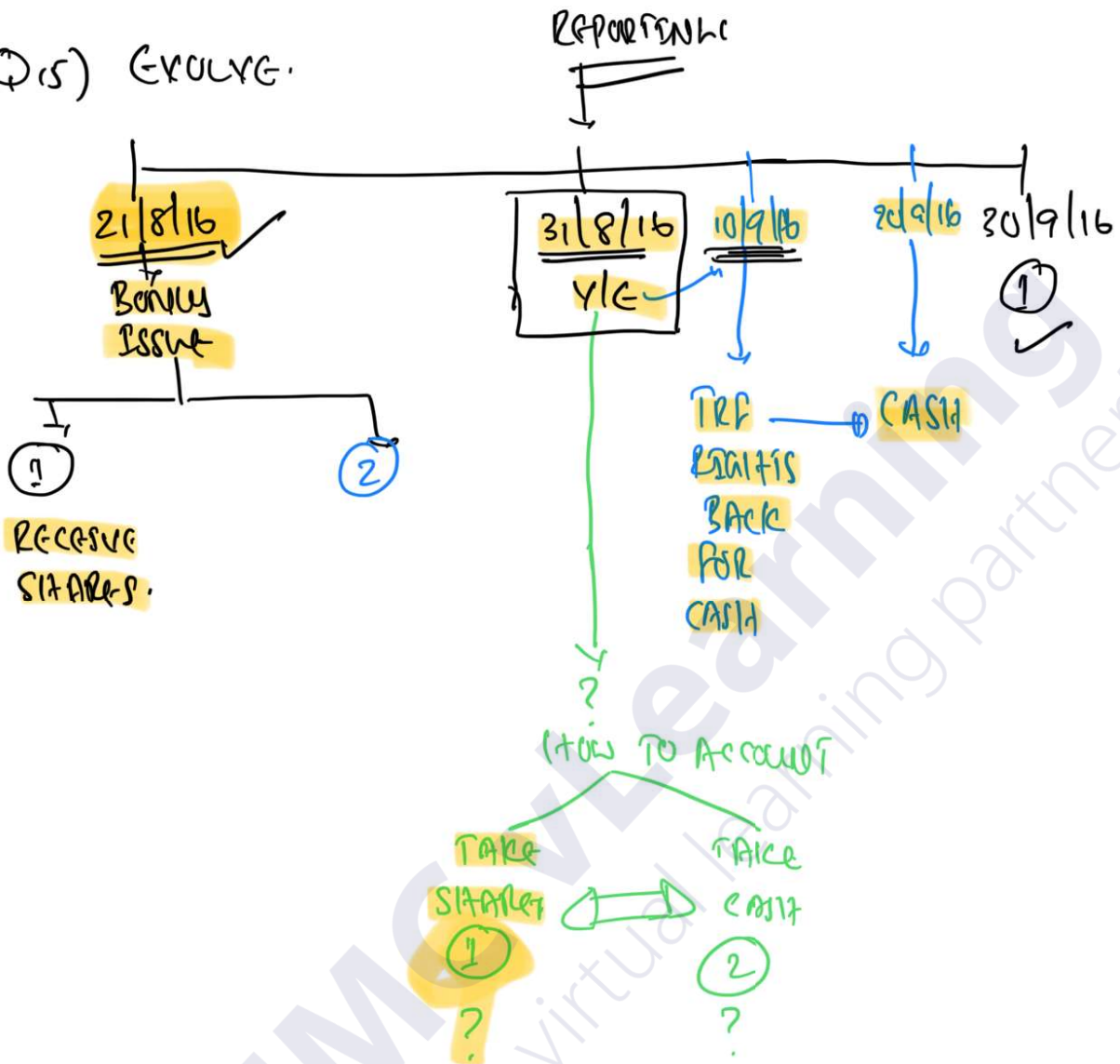


Q.5) EXERCISE.

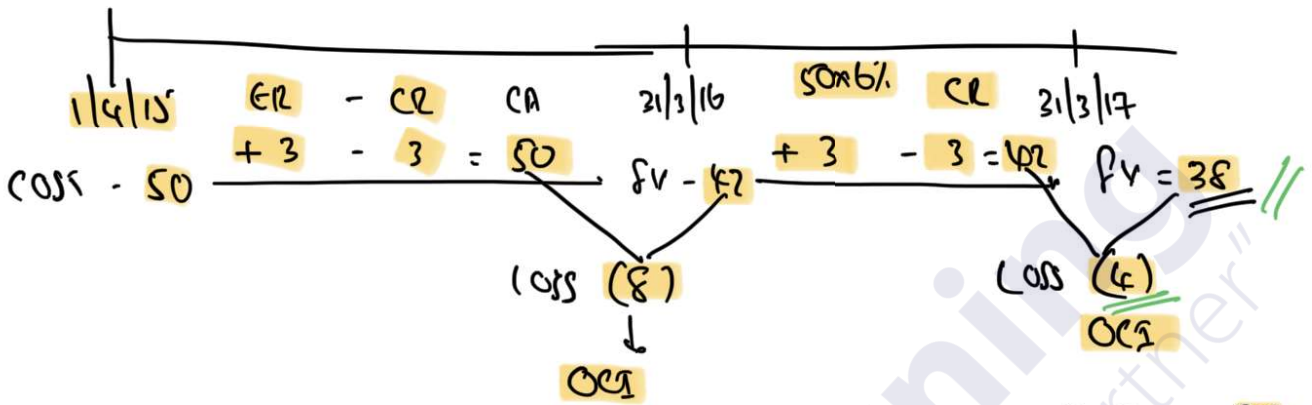


FL = AN OBLIGATION TO PAY CASH OR DELIVER ANOTHER FINANCIAL ASSET.

(I) RECOGNISE FL FOR THE Full VALUE - NO SPLITTING.

(II) ADJUSTING EVENT? SHOULD YOU ADJUST 31/8/2016  
 P/S → YES

Q16) Diamond, (est' mas).



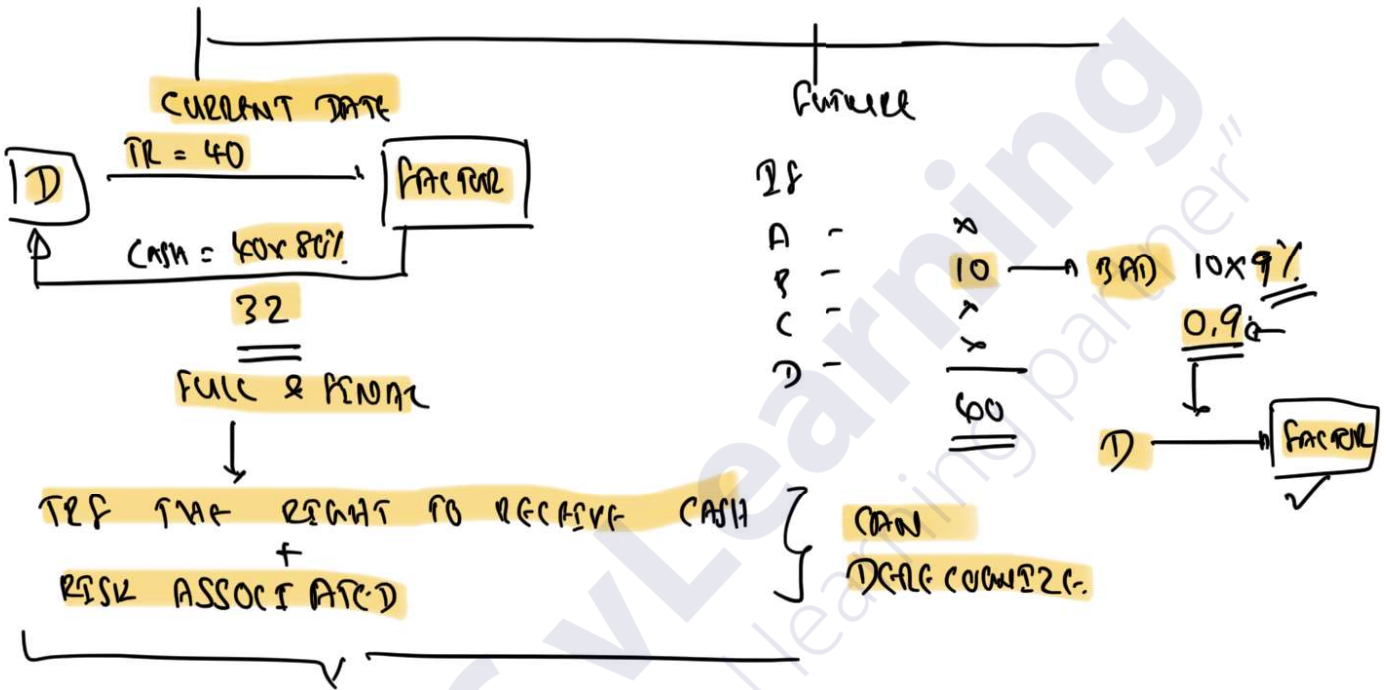
ACCOUNTS & ENTRIES		PASS-ED
CASH	DR	35
DISPUTAL LOSS (42-35)	DR	7
- PRE		
FA	CR	42

SOLD AT = 35  
 REHT TO BUY BACK AT 36  
IRREVERSIBLY LIKELY  
 REAL SALE? X  
 - CASH RECEIVED IS A LOAN  
 - CONTINUE TO RETAIN THE FA

CORRECTION	ENTRIES		
LOAN	CR	35	} 42
P&L	CR	7	
OCE	DR	4	} 42
FA	DR	38	

Q17) DIAMOND. (es' mo).

OPTION 1



TRF THE RIGHT TO RECEIVE CASH  
+  
RISK ASSOCIATED

CAN  
DEAL CURRENT

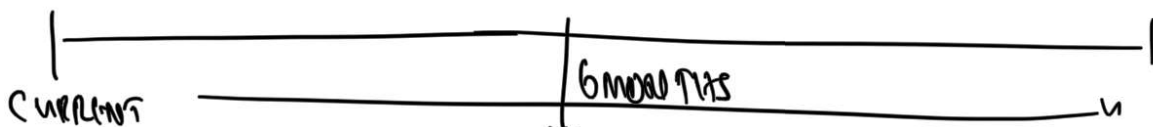
CASH	DR	32
TR	CR	40
LOSS - P&L	DR	8

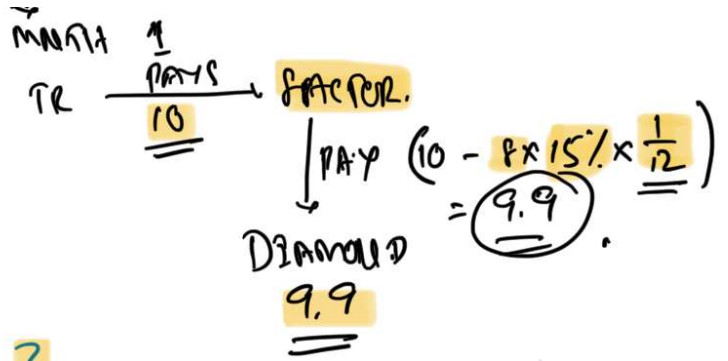
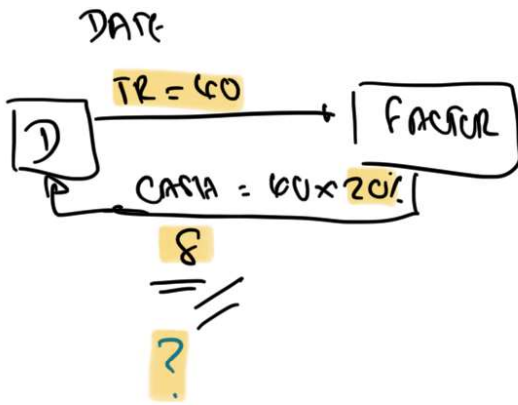


CR	0.05
DR	0.05



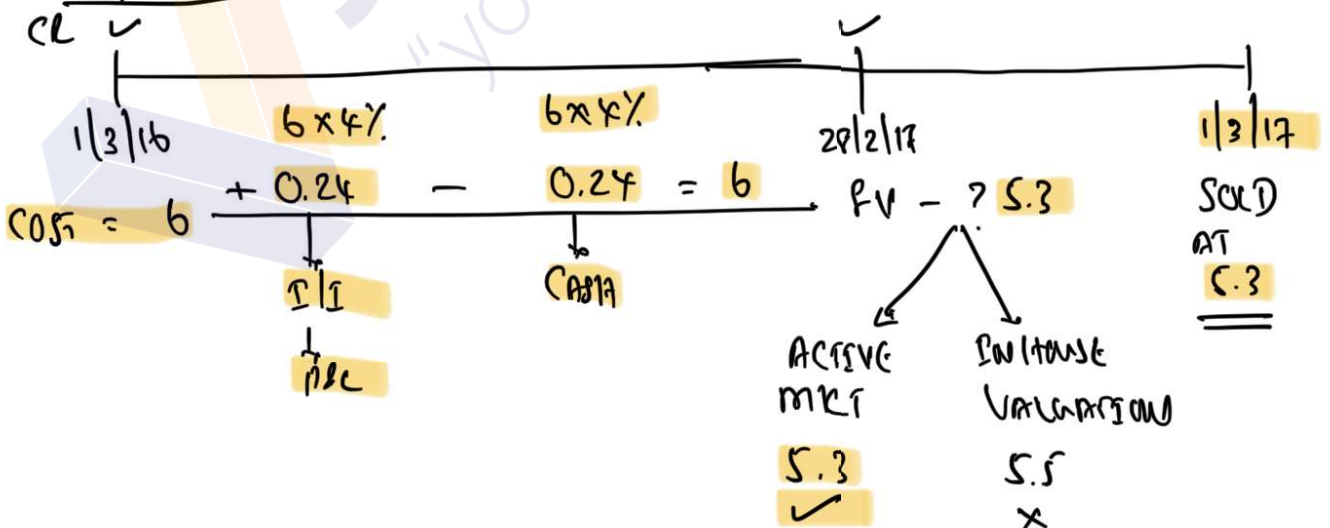
OPTION 2





- DURING 6 MONTHS DIAMOND REMAINS ASSET
  - PGM IS A LIABILITY
  - END OF 6 MONTHS DEPRECIATE THE ASSET & NET OF WITH THE LIABILITY
  - REMAINING CASH TO ALL
- 1

Q18) CARSCON (RS' mo).





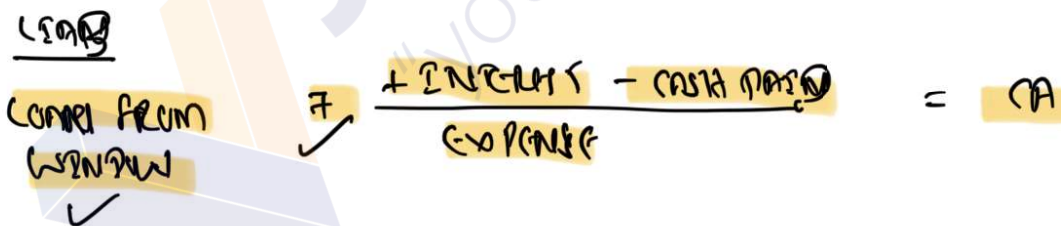
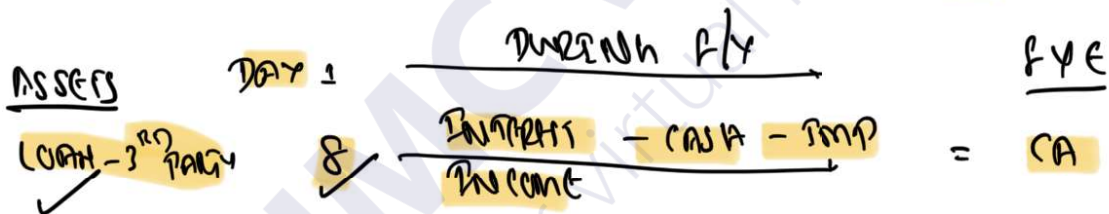
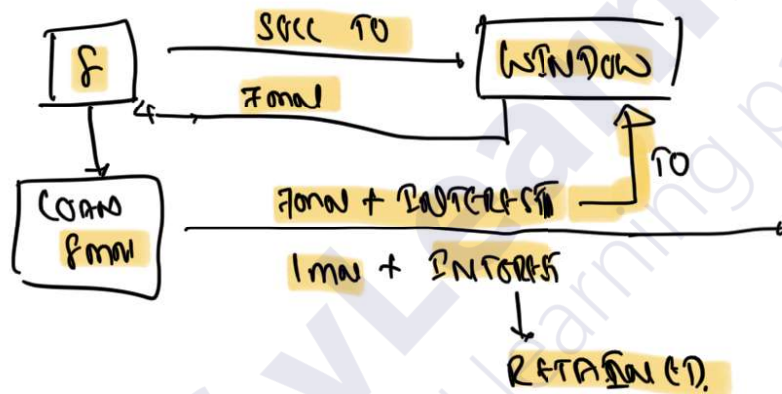
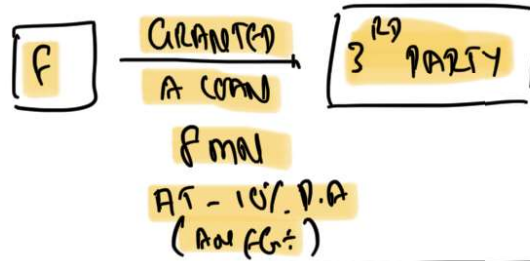
— ECL FOR 12 MONTHS = 0.4 mm

ACCOUNTING.	<u>21mm</u>	
COST	6	
INT. ON GR - 6x4%	0.24	— P&L ①
COMPEN. INTEREST	<u>(0.20)</u>	— CASH
AMORTISED COST BEFORE IMP	6	
(-) Imp. (0.4)	<u>(0.4)</u>	— P&L ②
AM. COST AFTER IMP	5.6	
FV ADJUSTMENT	<u>(0.3)</u>	— OCI ③
FV	<u><u>5.3</u></u>	

ON 1/3/2017 ON THE SALE OF THE BOND

	Y/E 28/2/17	Y/E 28/2/18
2/3	0.24 ①	—
IMP. LOSS RECLASSIFICATION	(0.4) ②	(0.2) ④
P&L		
OCI		
FV CHANGE	<u>(0.3) ③</u>	
RECLASSIFICATION		+ 0.2 ④
CONDENSED		

Q20) FORMATT



Q23) ANSWER

1) 50mn Pref Share — DIVIDEND AMT IS CUMULATIVE & INTEREST ON ARREARS DIVIDEND IS AT THE OPTION OF THE CO.

— REDEMPTION ~ ~ ~ ~

2) 25mn ~ ~

— NON-REDEEMABLE

— DIVIDEND AT THE OPTION OF THE CO.

FS ~ ~ ~ = EQUITY.

3) SHARE BASED PONT.

