

REVISION PLAN FAR-2 (TOHFA)**Note:**

Refer Chapters to relevant Volumes i.e 1 or 2 of Far-2 Book

	Chapter	Description
1.	Preparation of financial statements	<ul style="list-style-type: none"> • Read Page 340 of book (discussion of transaction costs) • Read Page 344-349 of book (Complete) <p><u>Past Papers Questions</u> Q 1,2,4,5,6,8,9</p> <p><u>ICAP Question Bank</u> Q. 2 (Analyzing expense by nature)</p> <p><u>Practice Questions</u> Q. 17 (ignore adjustment (ii))</p> <p><u>Other</u></p> <ol style="list-style-type: none"> 1. Hadi Limited question of which handwritten solution was given in Lecture #12 2. All handwritten pages given in class relating to dividend and disclosures etc. (Approximately 15 pages were given)
2.	Consolidation	<ul style="list-style-type: none"> • Read page no. 128,129 of book • Also Refer handwritten notes given in class <p><u>Past Paper Questions</u> Q 2-8</p> <p><u>ICAP Question Bank</u> Q. 5 and 10</p> <p><u>Practice set Questions</u> Q. 26,30,36,38,41,43,45,46</p> <p><u>Class notes given in normal classes</u></p> <ol style="list-style-type: none"> a) Lecture # 8 (Q.1) b) Lecture # 9 (Q.1) c) Lecture # 10 (Q.1) d) Lecture # 12(Q.1) e) Lecture # 13(Q.1) f) Lecture # 14(Q.1 and also Homework Question), g) Lecture # 15(Q.1) and h) Lecture # 16 (All) <p><u>Additional Practice set Questions</u> Q. 1(Papila), 3(Hoster), 6,7 & 8</p> <p><u>Discussion in last 2 classes</u></p>
3.	IAS 28 (Associates)	<ul style="list-style-type: none"> • Read Page no. 254-255 of book • Lecture # 1- 4 (Complete) • Also Refer handwritten pages given in class

4.	IAS-38	<ol style="list-style-type: none"> 1. Pg. 171 of book (Government grant) 2. Pg. 173 to 174 of book (Paras of IFRS to be ticked in IFRS) 3. Pg .177 of book 4. Pg .178 and 181 of book 5. Refer pages given in class <p><u>Practice Questions</u> Q 1, 5, 6, 14, 15</p> <p><u>Past Papers Questions</u> Q 4-9</p> <p><u>SIC32 (Website costs)</u> In volume 2 of book (Page 1-4)</p>
5.	IFRS 16 (Leases)	See below
6.	IAS 10, 37	<ul style="list-style-type: none"> • Pg 38-40 of book • Pg. 43-45 of book (Ex. 7,9,10,11,12) • Pg. 52 of book (Ex. on top of page) • Pages given in class • Past Papers Question 1-9 and Q-12(i) • Examples from IFRS Part B
7.	IFRIC 1	<ol style="list-style-type: none"> 1. Handwritten page given in Class 2. Additional practice Questions Q.1 (Violet), 2 (Bravo) (Imp.),4,5 given in Class <p><u>Class notes given in normal classes</u></p> <ul style="list-style-type: none"> • Lecture -1 Q.1 (C.W) & Q.2 (H.W) • Lecture -2 Q.1 (C.W) & Q.1 (H.W) • Lecture -3 Complete
8.	IAS - 08	<ul style="list-style-type: none"> • Read summary page given in class • Refer all handwritten notes given in class <p><u>Practice Questions</u> Q 1,9,10,11,12,13,14a,14b,14c,14d,14e</p> <p><u>Past Papers Questions</u> Q 2,3,4, 5,7,8,9</p> <p><u>ICAP Question Bank</u> Q 1,2</p>
9.	IAS-12	<ul style="list-style-type: none"> • Also refer handwritten notes given in class <p><u>Practice Questions</u> Q. 14,20,21,39,67-71 (67-71 Deal with lease and deferred tax)</p> <p><u>Past Papers Questions</u> Q 2,4,6,7,9,10</p> <p><u>IAS 12 with losses and revaluation</u> Page 5-19 of Volume -2 of book</p> <p><u>Class notes given in normal classes</u> Lecture # 7,8,9,11,13,14,15</p>

10.	Ethics	Main Notes in book and all past papers
11.	IFRS 08	<ul style="list-style-type: none"> In Volume 2 of book (Page 20-33) Refer all handwritten notes given in class
12.	IAS 41	<ol style="list-style-type: none"> Lecture 1, 2 & 3 (Complete) Refer hand written page Pg. 277 (Disclosures) of book
13.	IAS 21	<ul style="list-style-type: none"> Read Page no. 317, 318 of book <p><u>Class notes given in normal classes</u></p> <ol style="list-style-type: none"> Lecture # 1 Q. (1- 4) Lecture # 2-5 (Complete) <p><u>Practice Questions</u> Q. 1,2,5,7and 8-15</p> <p><u>ICAP Question Bank</u> Q.2</p>
14.	IFRS 09	<ul style="list-style-type: none"> Page no. 293 (Transaction cost) of book Refer handwritten pages given in class <p><u>Class notes given in normal classes</u> Lecture 1 - 6 (Complete)</p> <p><u>Practice Questions</u> Q. 2,4,9 and 11-14</p> <p><u>Additional Practice Questions given inClass</u> Q. 3-10</p>

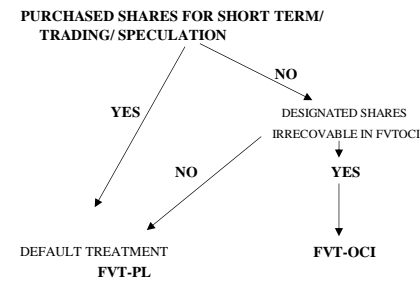
(To be continued)

Lease

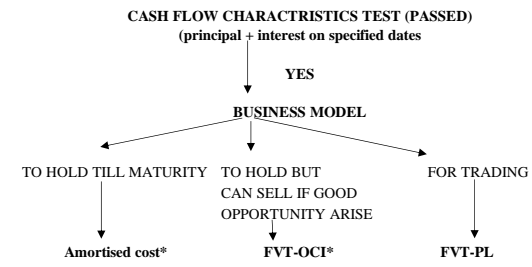
No.	Scenario	Practice Questions	Past Papers Questions
	<p>Refer following pages of book</p> <ul style="list-style-type: none"> • Read out Pg. No. 35 of book point 7 and 8 • Pg 41 of book read theory in point a, b and c • Pg 42 of book • Tree on page 43 of book • Pg. 44 Read disclosures of lessee • Point 9 and 10 and 11 from page 45-48 of book (Along with example in boxes) • Read out Tree on page 52 of book • Pg. 53 of book Read disclosures of lessor (Finance lease) • Pg. 55 Read out of book <p>Also read-out Big page of Summary given in class</p>		
1.	<p>Lessee Books</p> <p>Questions in which payments made annually</p> <ul style="list-style-type: none"> - In Advance - In Arrears 	11 5	4
2.	<p>Questions in which payments made semi-annually/quarterly</p> <ul style="list-style-type: none"> - In Advance - In Arrears 	12,14 13	
3.	Lessor Books(finance)		
	- Annual payments in advance	23,30	
	- Annual payments in arrears	27	5,6,7
4.	Semi-annually/Quarterly payments		
	- In Advance	24	
	- In Arrears	25	
5.	Manufacture and Dealer Questions		
	- Arrears	35	9,10(Imp.)
	- Advance		
6.	<p>Operating Lease</p> <ul style="list-style-type: none"> • Also Refer Lecture # 9 and 10 	38,42,46, 47	
8.	Initial Direct Cost (IDC) (Do Lecture # 13)		
9.	Calculation of IRR & Lease rentals	51,53,55	
10.	Short term lease / Low value asset (Do example 4 on page 48 of Book)		
11.	Additional practice Questions given in last class of session (Q.1 Lasani)		
12.	Also do lecture 14 and 16		

IFRS-9 FINANCIAL INSTRUMENTS

FINANCIAL ASSET-INVESTMENT IN EQUITY INSTRUMENT OF ANOTHER ENTITY/ WE PURCHASED SHARES/ WE INVESTED MONEY IN SHARES/ WE PURCHASED EQUITY

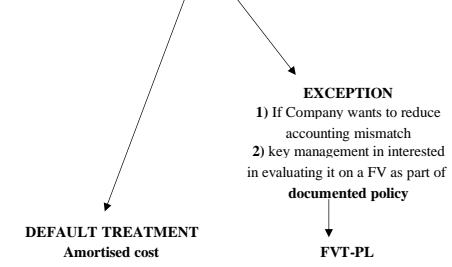


FINANCIAL ASSET-INVESTMENT IN DEBT INSTRUMENT OF ANOTHER ENTITY/ WE PURCHASED BONDS/ DEBENTURES/ TFCs/ LOAN NOTES



*at initial recognition we can IRREVOCABLY designate at FVT-PL if it reduces/eliminate accounting mismatch/recognition inconsistency

FINANCIAL LIABILITY - WE ISSUED DEBENTURES/ LOAN NOTES/ TFCs/ REDEEMABLE PREFERENCE SHARES/ WE RAISED LOAN



ISSUE OF EQUITY SHARES

Journal entry:

- Right Issue**
 Cash Dr.
 Share Capital Cr.
 Share premium Cr.
- Bonus Issue**
 Retained Earnings Dr.
 Share Capital Cr.
- Share Issue cost**
a. If Share premium balance exists
 Share Premium Dr.
 Cash Cr.
b. If Share premium balance not exists
 Retained Earnings Dr.
 Cash Cr.

Classification	FVT-PL	FVT-OCI
Initial measurement	Fair value (Purchase price)	Fair value (Purchase price paid + transaction cost)
Transaction cost at time of issue	Expensed	Capitalized as above
Dividend income	Shown in profit and loss	Shown in profit and loss
Measurement at reporting date	Fair value with gain/(loss) shown in profit and loss	Fair value with gain/(loss) shown in OCI.
Amortisation calculation	Will not be made	Will not be made
On disposal	Gain/(loss) shown in profit and loss	Gain/(loss) shown in profit and loss Balance in OCI may be shifted at time of disposal to retained earnings

Classification	Amortised cost	FVT-OCI	FVT-PL
Initial measurement	Fair value (Purchase price + Transaction cost)	Fair value (Purchase price + Transaction cost)	Fair value (purchase price)
Transaction cost at time of issue	Capitalized as above	Capitalized as above	Expense out
Interest Income	Interest income calculated at effective rate will be recorded in profit and loss.	Interest income calculated at effective rate will be recorded in profit and loss.	Interest income calculated at nominal rate will be recorded in profit and loss.
Measurement at reporting date	The debt will appear at amortised cost, means: opening balance + interest income – interest received = closing balance. It will NOT be taken to fair value.	The amortised cost calculation will be first made PLUS The investments are revalued to fair value with gain/(loss) shown in OCI.	The investments are revalued to fair value with gain/(loss) shown in profit and loss.
Amortisation calculation	Will be made	Will be made	Will not be made
On disposal	Profit and loss	The gain/(loss) is shown in profit and loss The gain in fair value (OCI) reserve will be transferred to profit and loss.	The gain/(loss) is shown in profit and loss

Classification	Amortised cost	FVT-PL
Initial measurement	Recorded at fair value (Amount of Loan raised) - Transaction Cost	Fair value (Amount of Loan raised)
Transaction cost at time of issue	Deducted from loan proceeds	Expense out
Interest expense	Interest expense calculated at effective rate will be recorded in profit and loss.	Interest expense calculated at nominal rate will be recorded in profit and loss.
Measurement at reporting date	The debt will appear at amortised cost, means: opening balance + interest expense - interest paid = closing balance. It will NOT be taken to fair value.	The debt liability will be revalued to fair value with gain/(loss) shown in profit and loss. However any change due to company's *own credit risk is recorded in OCI.
Amortisation calculation	Will be made	Will not be made
On disposal	The gain/(loss) is shown in profit and loss	The gain/(loss) is shown in profit and loss

*Own credit risk is a situation in which our company is in a financial difficulty and we are not in a position to pay our liabilities.