

## Lecture # 1 (Final Account)

## Lecture # 43 (Over all)

## IAS-12

**Class work**

1. Yesterday lecture discussion
2. Yesterday's MCQ from homework
3. Theoretical discussion from book

**Home work**

Practice Set Q. 76

**There was Error in Last class (Lecture-42) Home work Question and solution (Revised Question and Solution is given below)****Question-12****31 December 2015**

Profits were taxed at 30%.

A Ltd. recognised a deferred tax liability of Rs. 30,000 (it had temporary differences of Rs. 100,000).

**31 December 2016**

The tax rate changed to 25% during the year. At the year end A Ltd. carried out the following deferred tax calculation:

	Carrying amount	Tax base	Temporary difference
	-----Rupees-----		
Non-current assets	1,000,000	820,000	180,000
Deferred tax at 25%			45,000

**Required:** Prepare Deferred tax liability a/c for year ended December 31, 2016.**Answer-12**

Dr.	Deferred tax liability a/c		Cr.
D.T.E (rate change) (30,000/30 x 5)	5,000	b/d	30,000
c/d	<u>45,000</u>	D.T.E (bal.)	<u>20,000</u>

**Final Account****Class work**

1. Discussed handwritten page # 1 and 2 of final account (Pages are given in book)