

MARKS OBTAINED (IN OMR) : 30

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Book No. 1 (containing 28 pages)

**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA**

CA Final Examination

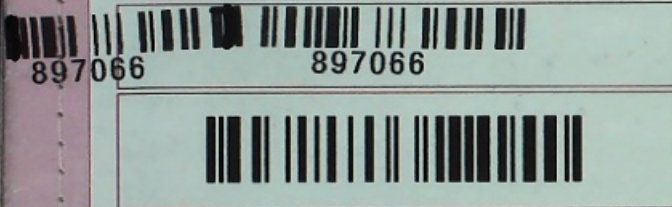
Group No. 01 Paper No. 01

Subject FINANCIAL REPORTING

Number of Answer Books used : Main + 04 additional sheets

Date Seal 02 MAY 2025

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Paper Code	C	A	B	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z
	H	A	B	C	D	E	F	G	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z
	3	A	B	C	D	E	F	G	H	I	J	K	L	N	O	P	Q	R	S	T	U	V	W	X	Y	Z
	1																									

MCQ Booklet Serial No.	Paper No.	Level of Exam												
5014058	1	Final												
		Foundation (1) Intermediate (2) Final (3)												
MCQ Answers														
0	A	B	C	D	11	A	B	C	D	21	A	B	C	D
1	A	B	C	D	12	A	B	C	D	22	A	B	C	D
2	A	B	C	D	13	A	B	C	D	23	A	B	C	D
3	A	B	C	D	14	A	B	C	D	24	A	B	C	D
4	A	B	C	D	15	A	B	C	D	25	A	B	C	D
5	A	B	C	D	16	A	B	C	D	26	A	B	C	D
6	A	B	C	D	17	A	B	C	D	27	A	B	C	D
7	A	B	C	D	18	A	B	C	D	28	A	B	C	D
8	A	B	C	D	19	A	B	C	D	29	A	B	C	D
9	A	B	C	D	20	A	B	C	D	30	A	B	C	D

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Score:	View Question	Print
57/70	Paper PDF	Preview
NA Not Attempted	O Optional	M Marked
<b>Q1_Compulsory (Score: 9/14)</b>		
Question No	Score	Status
1	9/14	M
<b>Q2_Q6 (Score: 48/56)</b>		
Question No	Score	Status
2	10/14	M
2a	7/10	M
2b	3/4	M
3	12.5/14	M
3a	6.5/8	M
3b	6/6	M

4	14/14	M
4a	6/6	M
4b	8/8	M
5	0/14	O
5a	0/5	O
5b	0/5	O
5c	0/4	O
6	11.5/14	M
6a	3/5	M
6b	4.5/5	M
6c	4/4	M

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**The Institute of Chartered Accountants of India**

**Code:** FN1FR897066  
**Subject :** 01 Financial Reporting

**Total Marks:** 70  
**Marks Obtained :** 57

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066 897066

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA  
 MAY 2025

Paper Code	C	A	B	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z	
	H	A	B	C	D	E	F	G	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z	
	3	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z
	1	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W	X	Y	Z

MCQ Booklet Serial No. 5014059 Paper No. 1 Level of Exam 3 Final

Foundation  Intermediate  Final

MCQ Answers					
1	A B D	11	B C D	21	A B C D
2	A B D	12	A B D	22	A B C D
3	A B D	13	A C D	23	A B C D
4	B C D	14	B C D	24	A B C D
5	A C D	15	A C D	25	A B C D
6	A C D	16	A B C D	26	A B C D
7	A B C D	17	A B C D	27	A B C D
8	A B C D	18	A B C D	28	A B C D
9	A C D	19	A B C D	29	A B C D
10	A C D	20	A B C D	30	A B C D

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**Illustration for Filling the MCQ Booklet Serial No.**

The illustration shows a grid of circles for marking answers. The grid has 10 rows and 10 columns. The first row contains circles numbered 0 to 9. The second row contains circles numbered 1 to 10. The third row contains circles numbered 2 to 11. The fourth row contains circles numbered 3 to 12. The fifth row contains circles numbered 4 to 13. The sixth row contains circles numbered 5 to 14. The seventh row contains circles numbered 6 to 15. The eighth row contains circles numbered 7 to 16. The ninth row contains circles numbered 8 to 17. The tenth row contains circles numbered 9 to 18. A red 'X' is marked in the circle corresponding to row 2, column 1.

**INSTRUCTIONS TO THE CANDIDATE FOR FILLING THE MCQ ANSWER FIELDS**

**B. Pencil to Darken the appropriate Circle.**

1. Darken the correct MCQ Booklet Serial No. as printed on your question booklet which will be taken as final for evaluation.

2. If any candidate fills in this information wrongly, Institute will not take any responsibility for rectifying the mistake.

3. Please darken the complete circle.

4. If you want to change your Answer, erase the darkened circle completely and make a fresh mark.

5. Please do NOT make any stray marks on the OMR cover page.

6. Rough work must NOT be done on the OMR cover page.

7. Mark your answer only in the appropriate space against the number corresponding to the question.

**How to mark answers**

**CORRECT METHOD**      **WRONG METHOD**

(A)   (B)   (C)   (D)      (E)   (F)   (G)   (H)

Q. No.	To be ticked <input checked="" type="checkbox"/> by the candidate against the Questions answered ( Descriptive Type )		
1	<input checked="" type="checkbox"/>	8	<input type="checkbox"/>
2	<input checked="" type="checkbox"/>	9	<input type="checkbox"/>
3	<input checked="" type="checkbox"/>	10	<input type="checkbox"/>
4	<input type="checkbox"/>	11	<input type="checkbox"/>
5	<input type="checkbox"/>	12	<input type="checkbox"/>
6	<input checked="" type="checkbox"/>	13	<input type="checkbox"/>
7	<input type="checkbox"/>	14	<input type="checkbox"/>
<b>Total</b>		<b>Total</b>	

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03



Answer 2(a)

Answer 2(a)

WNI loan amortisation schedule before revising terms of loan.

	Year 1	Year 2	
Op. Balance	4940,000	39592150	<input checked="" type="checkbox"/>
Gr Interest @ 50% p.a.	5682150	4553097	<input checked="" type="checkbox"/>
Payment	<del>5682150</del>		
Gr Int.	3941		<input checked="" type="checkbox"/>
Payment	1500000	4400000	<input checked="" type="checkbox"/>
Cr. Balance	<del>39592150</del> 39592110	39745247	

It is assumed restructuring is done after payment of interest.

2aStep1  0.5

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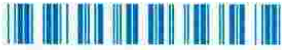
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04

Q2 calculation of present value of modified cash flow using original FCR

Year	Principal	Interest	Total	PV factor
31.03.26	50,00,000	6,00,000	110,00,000	0.897
31.03.27	50,00,000	5,25,000	107,50,000	0.808
31.03.28	50,00,000	4,50,000	95,00,000	0.721
31.03.29	50,00,000	3,75,000	87,50,000	0.637
31.03.30	50,00,000	3,00,000	80,00,000	0.558
31.03.31	50,00,000	2,25,000	72,50,000	0.482
31.03.32	50,00,000	1,50,000	65,00,000	0.408
31.03.33	50,00,000	75,000	57,50,000	0.337

Present value 244,73,500

(forget to  
+)

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05



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change in %

$$= \frac{100 \times 4473000 - 39245247}{39245247}$$

$$= 11.89\%$$

Since it is more than 10%

Therefore extinguishment accounting would be done

2aStep3



2

Journal entries in books of Nera Limited

date	particulars	(₹)	Amount
1.04.2023	Bank Acc Dr.	494,10,000	
	to 11% long term loan		494,10,000
	(Being loan raised)		
31.03.2024	Interest Expense Acc Dr.	5682150	
	to 11% long term loan		5682150
	(Being interest charged)		

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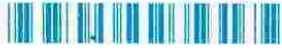
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06

1 2 3 4 5 6 7 8 9 0

31.03.24

11% long term loan A/c Dr. 15500000  
to Bank A/c 15500000  
(being amt paid)

31.03.24

Profit & loss A/c 5682150  
to Interest Expense 5682150  
(being expense transferred)

31.03.25

Interest Expense A/c 4553097  
to 11% long term loan A/c 4553097  
(being interest charged)

2aStep2



2.5

31.03.25

11% long term loan A/c Dr. 4409000  
to Bank A/c 4409000  
(being interest paid)

31.03.25

11% long term loan 39745247  
Profit & loss A/c (B.F.) 254753  
to 15% long term loan 40909000  
(being loan terms revised)

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ICAI

07



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31-03-25

Profit & Loss A/c 4553094  
TO Interest Expense A/c 4553094  
(Being interest transferred)

DO NOT WRITE ANYTHING HERE

31-03-20

Interest Expense A/c Dr. 60,00,000  
TO 15% long term loan 60,00,000  
(Being interest charged)

2aStep4



2

15% long term loan A/c 1,10,00,000  
TO Bank A/c 1,10,00,000  
(Being installment paid)

DO NOT WRITE ANYTHING HERE

2a



7

Profit & Loss A/c Dr. 60,00,000  
TO Interest Expense A/c 60,00,000  
(Being interest amount transferred)

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Subject: 01 Financial Reporting

Total Marks: 70  
Marks Obtained: 57



08

ANS 2(b)

Ans 2(b)

Calculation of adjusted profit / loss  
before tax for third quarter for  
HCL Ltd.

Particulars	CFI Amt
PBT	8,00,000

(-) (+) Dividend not recorded	<input checked="" type="checkbox"/>	6,00,000
(-) (+) sales promotion expense not recorded (18,00,000)	<input checked="" type="checkbox"/>	
(+) (-) Extraordinary gain not recorded	<input checked="" type="checkbox"/>	200,000
(+) (-) loss booked due to change in Accounting policy of	<input checked="" type="checkbox"/>	10,00,000

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09

previous quarters reversed

(-) ~~extra~~ gain incorrectly recorded in third quarter which relates to 1st quarter (10,00,000)

Reported Profit (200000)

As per IndAS 34, "Interim financial reporting" for which reporting for interim periods, income & expenses shall be recorded if it had been recorded in case of annual financial statement AND, i.e.,

Some expenses should be deferred only if it could have been deferred in case if same had occurred in case of annual financial statement.

Also, in case of change in accounting policy, any difference arising for previous quarters should not be recorded in current interim period. However, it may be recorded in year to date financial statements.

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10

Therefore,

- Dividend income should not be deferred, & whole of Dividend should be recorded
- Whole of promotional expenses should be recorded
- Whole of extra ordinary gain should be recorded
- Income relating to previous quarter should not be recorded in current quarter in case of change in accounting policy
- Whole gain on sale of investment will be recorded in 1st quarter not in third quarter.

2bStep1



3

2b



3

2



10

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11

ANS 3(a)

ANS 3(a)

(i)

AS per IND AS 36, "impairment of assets": whenever there is indication of impairment, impairment loss should be booked for assets.

$$\text{Impairment loss} = \text{Carrying amount} - \text{Recoverable amount}$$

Recoverable amount is higher of

- (i) value in use
- (ii) fair value less cost to sell

Since on 31.03.24, there are restrictions imposed therefore it is an indicator of impairment as there is steady change that revenue might fall by 30%.

Here, smallest CAV is whole thing i.e. 50, recoverable amount shall be calculated for smallest CAV possible.

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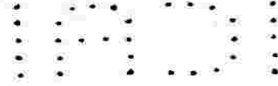
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12



carrying amount of  
net identifiable assets on  
31.03.24

$$= 51 \text{ crores} - 51 \text{ crores} \times \frac{2}{15}$$

$$= 44.2 \text{ crores.} \quad \checkmark$$

total carrying amount of  
CHU

$$= \text{net assets} + \text{goodwill}$$

$$= 44.2 + 13$$

$$= 57.2 \text{ crores.} \quad \checkmark$$

Recoverable amount, higher of  
i) Value in use = 35 crore

ii) Fair value less cost to sell = Not applicable

Impairment loss on 31.03.24

$$= 57.2 - 35 \text{ crores.}$$

$$= 22.2 \text{ crores} \quad \checkmark$$

It will be first attributed to  
goodwill & then to assets

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10A

13



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S.E.

Impairment loss 22.2 crores  
 TO Net Assets 9.2 crores  
 TO goodwill 13 crores  
 (Being loss booked)

(ii)

So, revised carrying amount on  
 31.03.24 = 44.2 crores  
 - 9.2 crores

3aStep1

2

35 crores.

carrying amount on 31.03.25  
 = 35 crores -  $\frac{35 \text{ crores}}{12}$

= ~~32.308 crores~~  
 32.308 crores

On 31.03.25, government withdrew its guideline so there is indicator of impairment or reversal of impairment loss. Therefore it shall be checked for it.

Recoverable amount, higher of  
 value or use = 52 crores  
 Full cost to dispose = 48 crores.

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14

Recoverable amount = 52 crores.

Reversal of impairment will be done only on asset not on goodwill.

~~Impairment~~ reversal will be lower of

(i) Recoverable amount - carrying amount

(ii) carrying had there been was no impairment - carrying amount

ie.

(i) 52 crores - 32.308 crores  
= 19.692 crores

(ii) 51 crores  $\times \frac{12}{15}$  - 32.308 crores  
= 40.8 - 32.308 crores  
= 8.492 crores.

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15

So, reversal would be of  
₹ 8.492 crores

Net Asset Acc Dr = 8.492 crores  
To reversal of impairment 8.492  
crores  
(Being loss reversed)

Reversal of loss ₹.492 cr.  
To P/L ₹.492 crores

subsequent depreciation  
will be  
revised carrying amount = 40.8  
crores

subsequent depreciation  
=  $\frac{40.8}{12} = 3.4$  crores

3aStep2  4.5

3a  6.5

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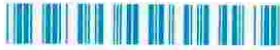
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16

ANS 3(b)

ANS 3(b)

(1/2)

①

Basic EPS =  $\frac{\text{Profit attributable to ordinary shareholders of Parent}}{\text{Weighted average number of outstanding shares}}$

Diluted EPS =  $\frac{\text{Profit attributable to ordinary shareholders of Parent} \pm \text{Effects of dilutive potential ordinary shares}}{\text{Weighted average number of outstanding shares} \pm \text{Effects of dilutive potential ordinary shares}}$

$\frac{\text{Profit attributable to ordinary shareholders of Parent} \pm \text{Effects of dilutive potential ordinary shares}}{\text{Weighted average number of outstanding shares} \pm \text{Effects of dilutive potential ordinary shares}}$

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17



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$$\text{Basic EPS} = \frac{336000}{10000} = ₹ 33.6 \text{ per share}$$

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$$\text{Basic EPS (for continuing operations)} = \frac{504000}{10000} = ₹ 50.4 \text{ per share}$$

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$$\text{Basic EPS (for discontinued operations)} = \frac{840000}{10000} = ₹ 84 \text{ per share}$$

$$\text{Diluted EPS (for continuing operations)} = \frac{504000}{10000 + 3700} = ₹ 2.625 \text{ per share}$$

Issued stock options has no effect on profit as issued for no proceeds.

Since there is no dividend in EPS therefore it is dilutive.

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18

$$\begin{aligned} \text{Diluted EPS} &= \frac{1840000}{1920000} \\ \text{(continued operations)} &= 4.375 \text{ per share} \end{aligned}$$

$$\begin{aligned} \text{Diluted EPS} &= \frac{3360000}{192000} \\ \text{(Total)} &= 17.5 \text{ per share} \end{aligned}$$

3bStep1

4.5

$$\begin{aligned} \text{Basic EPS} &= \frac{360000}{19200} \\ \text{(continued operations)} &= 1.875 \text{ per share} \end{aligned}$$

$$\begin{aligned} \text{Effect of potential ordinary shares} &= \frac{360000}{192000 + 51200} = 1.48 \text{ per share} \end{aligned}$$

Since there is increase in EPS therefore it is anti-diluting.

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Therefore W.D. NOT be considered,

$$\begin{aligned} \text{Diluted EPS (continuing operations)} &= \frac{360000}{192000} \\ &= 1.875 \text{ per share} \end{aligned}$$

$$\begin{aligned} \text{Diluted EPS (discontinued operations)} &= \frac{651840}{192000} \\ &= 3.395 \text{ per share} \end{aligned}$$

$$\begin{aligned} \text{Diluted EPS (total)} &= \frac{291840}{192000} \\ &= 1.52 \text{ per share} \end{aligned}$$



3bStep2 ✓ 1.5

3b ✓ 6

3 ✓ 12.5

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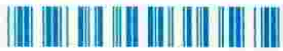
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20

Answer 4(a)

Answer 4(a)

In the books of M/s

Machinery A/c

DATE	PARTICULARS	AMT	DATE	PARTICULARS	AMT
1.4.19	TO BANK A/c	18,00,000	31.3.20	By Accumulated Depreciation (WN 2)	18,00,000
			31.3.20	By Balance c/d	16,20,000
		<u>18,00,000</u>			<u>18,00,000</u>
1.4.20	TO BALANCE B/D	16,20,000	31.3.21	By Accumulated Depreciation	18,00,000
			31.3.21	By Balance c/d	14,40,000
		<u>16,20,000</u>			<u>14,40,000</u>
1.4.21	TO BALANCE B/D	14,40,000	31.3.22	By Depreciation (WN 2)	1,94,400
1.4.21	TO Provision for Depreciation A/c	1,55,200	31.3.22	By Balance c/d	3,60,800
		<u>15,95,200</u>			<u>3,60,800</u>
					<u>15,55,200</u>

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Total Marks: 70  
Marks Obtained: 57

21

1.4.22 to Balance b/d 1260800

31.3.22 By Depreciation 194400

31.3.22 By Bal. c/d 1166400

---

1260800

---

1166400

1.4.23 to bal. b/d 1166400

1.4.23 By Depreciation 86400 ✓

By Profit 30240 ✓

31.3.24 By Depreciation 12120 ✓

By bal. c/d 918540 ✓

---

1166400

---

918540

1.4.24 bal. b/d 918540

31.3.25 By Dep. Depreciation 13120 ✓

31.3.25 By Profit 898180 ✓

By gain on sale 1030000 ✓

---

1030000

1030000

**4aStep1** ✓ 3

Working note

Depreciation charged from 1.4.19 to 1.4.21

= 1800000 - 1440000

= 360000

Since it is at straight line method

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22

∴ depreciation for each year =  $\frac{360000}{2}$

$$= 180000 \quad \checkmark$$

$$\text{Life of Asset} = \frac{1800000 - 2000}{180000}$$

$$= 10 \text{ years} \quad \checkmark$$

W.N. → Depreciation for 21-22 & 22-23

$$\frac{\text{Carrying amt. at the end of life}}{2} = \frac{1440000 + 115200}{2}$$

$$= 794400 \quad \checkmark$$

W.N. →

Carrying amt. of revaluation reserve on 1.4.23

$$= 115200 - 115200 \times 2$$

$$= 86400 \quad \checkmark$$

$$\text{Reserve in amt} = 10\% \times 1166400 = 116640$$

$$\text{amt to be charged from P/L} = 116640 - 86400 = 30240 \quad \checkmark$$

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Q. 23

23



DO NOT WRITE ANYTHING HERE

Q. 23

Depreciation for  
23-24, 24-25,

Carrying amt  
useful life =  $\frac{1166400 - 10\%}{8}$

131220

DO NOT WRITE ANYTHING HERE

4a ✓ 6  
4aStep2 ✓ 3

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24

Ans 4(b)

Answer 4(b)

JE in books of Madan Lal

Q)

21.3.12 Employee Benefit Exp Acc Dr. 48,00,000  
 To Share Based Payment  
 (SAP) liability 48,00,000  
 (160 x 1000 x 120 x 1/4)

P/L 48,00,000  
 To Employee Benefit  
 Expenses Acc 48,00,000  
 (SAP expense charged & transferred)

21.3.23  
 Employee Benefit Exp 56,00,000  
 To SAP liability 56,00,000  
 (100 x 1000 x 120 x 2/4 - 4800000)  
 (A + A charged)

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25

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<p>31-3-24</p> <p>PLC</p> <p>to Computer benefit ₹ 400,000 (Being amt transferred)</p>	<p>5600000</p> <p>5700000</p>
<p>31-3-24</p> <p>Employee benefit</p> <p>to SBI liability (160 x 1000 x 135 x <math>\frac{3}{4}</math> = 486 - 56L) (Being amt charged)</p>	<p>5800000</p> <p>5800000</p>
<p>31-3-25</p> <p>Employee benefit</p> <p>to SBI liability (150 x 1000 x 140 x <math>\frac{4}{4}</math> = 420 - 56L - 56L)</p>	<p>6200000</p> <p>6200000</p>
<p>PLC</p> <p>to Employee benefit (Being amt transferred)</p>	<p>6200000</p> <p>6200000</p>
<p>SBI liability</p> <p>to Bank (Being amt paid)</p>	<p>22400000</p> <p>6200000</p> <p>22400000</p> <p>6200000</p>

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26

(11)

Ans For year 31.03.21 would be done,

Journal entry for 31.03.22 & 31.03.24 would be revised as follows.

31.3.22 Employee benefit 9066667  
 2025P liability 9066667  
 (  $130 \times 160 \times 1000 \times \frac{2}{3} = 4800000$  )   
 ( Amt charged )

PL 9066667  
 TO Employee benefit 906667  
 ( Amt transferred )

31.3.24 Employee benefit 7733333  
 2025P liability 7733333  
 (  $135 \times 160 \times 1000 - 4800000 - 9066667$  )   
 ( Balg and charged )

PL 7733333  
 TO Employee benefit 7733333  
 ( Amt transferred )

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27



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28

Blank lined area for answers with a red 'X' mark in a box on the right side.

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Barcode: 1897066-01

Addl. Book No. 01

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA  
ADDL. BOOK

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ADDITIONAL ANSWER BOOK

Answer 4(b)

31.3.24

SBI Account	21600000
TO BANK	21600000
(B and pay)	

4b Step 2  4

4b  8

4  14

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2



Ans 6(a)

Answer 6(a)

Blockchain is a distributed ledger technology that is based on cryptography to transmit or to store data. Following are key impacts of Blockchain on Financial Reporting.

(i) Decentralised ledger

Blockchain works on concept of decentralization. Every data is stored in every node of network making it accessible to every participant. No central authority is there.

(ii) Increasing transparency

Since every participant can access it there is an increase in transparency & trust & credibility.

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(iii) increase in security

Blockchain is based on concept of cryptography. So data is encrypted & decrypted wherever ever required making it secure.  ~~Auto~~

DO NOT WRITE ANYTHING HERE

(iv) Audit trail

It helps to maintain audit trail & allow to track who made changes at what time, & what changes were made.

(v) Real time processing & reporting is done by blockchain technology.

(vi) There is also increase in transaction efficiency by eliminating calculator error.

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(vii) Also, it prevents to maintain large hardware therefore it reduces cost for a user.

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4



Application of Blockchain

CTI Supply chain tracking

Helps to track movement of goods between warehouse, suppliers & buyers

(ii) Auditing E-commerce

Helps to streamline process of auditing as data is accessible & audit trail is maintained.

(iii) Payment system

As it is secured it is used in payment gateway also.

6aStep1  3

6a  3

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**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA  
ADDL. BOOK**

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ADDITIONAL ANSWER BOOK

Ans 6 (b)

Ans 6 (b) (M I)

Calculation of cost of production

Particulars	Amt
Raw material	150000
( <del>150000</del> - 20000)	130000
+ Wages	90000
+ Fixed overhead	60000
+ Variable overhead	50000
Cost of Ry product	330000
• Unabsorbed	
Selling price 400000	
(300000 x 10)	
Incremental cost	30000
packing charges (2000)	
freight charges (8000)	
30000	
30000	

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3

Ans 6 (c)

Ans 6 (c)

(In ₹ lakhs)

Value of ~~equity~~ <sup>Enterprise</sup> calculated by discounting future cashflow

Year	cashflow	PN Factor	Present Value
1	420	0.8929	375.018
2	418	0.7972	333.2296
3	212	0.7118	193.6096
4	108	0.6355	385.113
5	777	0.5674	440.8698
5	8919	0.5674	5060.1406
			6788.4806

Value of Equity  
 value of enterprise 6788.4806  
 (-) total debt 3294  
 (+) cash & cash equivalents 240  
 value of equity 3734.4806

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4

It is assumed that number of shares is 20 lakhs only.

Value per share =  $\frac{\text{Equity}}{\text{No. of shares}}$

=  $\frac{3734,4800}{20}$

= 186.72 per share

6cStep1  4

6c  4

6  11.5

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02 MAY 2025

Addl. Book No. 02

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA  
ADDL. BOOK

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ADDITIONAL ANSWER BOOK

ANS 1

ANS 1 (IN 2 books)

JOURNAL FOR ACQUISITION  
IN BOOKS OF A Ltd.

CASH IN HAND	30		
CO. RL		30	

~~INVEST~~  
INVEST

CALCULATION OF COST OF INVESTMENT

F.V OF PREVIOUS INVEST	240		
COOK PAID		30	
22L x 15		330	
STOCK ISSUED		440	
22L x $\frac{1}{8} \times 160$		<del>352</del>	

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Marks Obtained: 57

2

✓	<p>Contingent consideration</p> <p>(<math>55L \times 0.83</math>) 29.05</p> <p>Payment to shareholders (dealt by treaty (NIL) post acquisition) ✓</p> <p>CBP awards 2.5</p> <p><math>\frac{5 \times 2}{4}</math></p> <p style="text-align: right;"><del>83.55</del> 1041.55</p> <p>clearance of goodwill 1041.55</p> <p>workout <del>83.55</del></p> <p>NI CI ✓</p> <p>(<math>828 \times 30\%</math>) ✓ 248.4</p> <p>(-) &gt; NA ✓ 828</p> <p style="text-align: right;"><del>51.95</del> <del>257.95</del></p>	<p>✓</p> <p>✓</p> <p>✓</p> <p>✓</p> <p>✓</p> <p>✓</p> <p>✓</p> <p>✓</p>
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Marks Obtained: 57



3

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Statement of identifiable  
net assets.

Equities	400
after liability	255
<del>1111</del>	
increase in	
value of	
IPR	80
inventory	20
Patent	200
Provision for	
contingency	10
DTL	87
(290 × 30%)	
228	

1Step3



5

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Marks Obtained: 57

4



COMPOUND Balance sheet of A Ltd.  
as at 31 Oct 2024

Particulars

Assets

NOT CURRENT ASSETS		
IPF (600 + 480)	1080	
Goodwill	461.95	251.95
Intangible Asset	200	
CURRENT ASSETS		
Inventory (500 + 100)	600	
FINANCIAL ASSETS		
Trade Receivables (200 + 300)	500	
Cash & cash equivalents (400 + 100 - 330)	170	
Other current assets	430	
NON CURRENT ASSET held for sale	250	
	<del>3801.95</del>	3371.95
		<u>4011.95</u>

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2 MAY 2025

Addl. Book No. 24

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ADDL. BOOK

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ADDITIONAL ANSWER BOOK

ANSI

Equity & Liabilities			
Share Capital (500 + 295)	<input checked="" type="checkbox"/>		795
Other Equity (810 + 165 + 2.5 + 20)	<input checked="" type="checkbox"/>		1000.5
non-current liability	<input checked="" type="checkbox"/>		248.4
Non-current liability			
Financial liability			
Long term borrowing			
(280 + 200)	<input checked="" type="checkbox"/>		480
Long term provision			120
DTL (40 + 87)	<input checked="" type="checkbox"/>		127
Other non-current liability			29.05
(contingent consideration)			

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2

	Current liabilities	
	Financial liabilities	
	Short term borrowings (400 + 285)	685
	Trade payables (310 + 250)	560
1Step1	Provisions	10
		<u>3981.45</u>
		<u>4011.95</u>

1Step2  0

1  9

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3

1897066-08

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*(A large red 'X' is marked in the top-left section of the answer sheet.)*

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Marks Obtained: 57

### Result Overview

Awarded Marks: 57

Max Marks:70

NA Not Attempted

O Optional

M Marked

Q1\_Compulsory (Score: 9/14)

Question No	Awarded Marks	Maximum Marks	Status
1	9	14	M

Q2\_Q6 (Score: 48/56)

Question No	Awarded Marks	Maximum Marks	Status
2	10	14	M
2a	7	10	M
2b	3	4	M
3	12.5	14	M
3a	6.5	8	M
3b	6	6	M
4	14	14	M
4a	6	6	M
4b	8	8	M
5	0	14	O
5a	0	5	O
5b	0	5	O
5c	0	4	O
6	11.5	14	M
6a	3	5	M
6b	4.5	5	M
6c	4	4	M

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