

Overall performance is need to improve, One of the best and most convenient tips for effective time management for final exams is to always begin with answering the easy questions. You need to focus on little complex points and note down for future reference. You should practice more questions in written format to improve the performance. These are important and scoring topics from exam point of view, you need to increase your efforts on conceptual part.

overall score 11/30

③ 10% or more of total assets → ₹ 310 million

④ 10% or more of total liability → ₹ 190 million

you have failed to answer question properly as you dont mention any example explaining the fact and you required more bullet points to explain the question properly.

Basis the above limits all the regions meet the criteria and shall be reported as separate operating segment

properly mention about each segment - specifically criteria fulfilled

Further the criteria of minimum 15% of total external revenue to be reported is also met in the given case 100% of external revenue is reported as separate segment.

3.5 marks

Question - 2

As per IND AS 115, in the given case if the company estimates that the customer will meet the target of minimum 500 computers, then the company shall **here conditions are not covered, read question very carefully** account the revenue of each computer at ₹ 450/unit. The remaining ₹ 50/unit shall be discount and shall be recorded as liability.

However if the company expects the customer not to meet the minimum target then the company shall record the revenue per unit as ₹ 500/unit **reason part need to revise from suggested**

(a) As at Sept 2015 **3 marks**

Company ~~does not~~ estimates that customer shall not meet the minimum 500 units target so no volume discount shall be given so revenue recorded at ₹ 500/unit for 70 unit **here short reason also required**

Journal Entry

	₹ Dr	₹ Cr
Debtor A/c Dr	35000	
To Revenue		35000

(b) As at 31 Dec 2015 **good points included**

The company estimates that the customer shall meet the target be eligible for volume discount. So the company has estimate the ~~volume~~ discount on goods already sold and create a liability

Discount = $50 \times (250 + 70) = ₹ 16,000$ **calculation part is good**

Journal Entry as at 31 Dec 2015

	₹ Dr	₹ Cr
Debtor A/c Dr	1,25,000	
To Discount Liability A/c		16000
To Revenue		1,09,000
		<u>1,25,000</u>

Question - 3

Acquirer - David Ltd - 70% ; NCI - 30%

Net Assets Computation of Parker Ltd

Particulars	₹ Lakhs Book Value	₹ Lakhs Adj	₹ Lakhs Fair Value
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PPE	600	(150)	450
Invest	200		200
Inventories	100		100
T/R	200		200
Cash	200		200
Others	300		300
Total (A)			1450

approach is good

Long term borrow	(300)		(300)
LT provision	(80)		(80)
Deferred tax	(55)		(55)
ST borrow	(170)		(170)
T/P	(320)		(320)
Law Suit	(10)	(10)	(10)
Total (B)		(10)	(935)
Total A+B		(160)	515
Deferred tax @ 40% [160 x 40%]			64
Total Net Assets			579

presentation can little more good,

provide proper spacing and headings

Purchase Consideration Computation

Value of Shares issued	₹ Lakhs
1,40,000 Shares x ₹50	
Contingent consideration [3 Year PV @ 8%]	23.82
Share based payment replacement award	3
6 x 2/4 ⇒ 3 Lakhs	
Total PC	96.82

conceptual understanding is

good

Goodwill / Capital Reserve Computation

Net Assets	579
PC	(96.82)
NCI	(173.7)
Capital Reserve	308.48

Consolidated Balance Sheet as at 1st Apr 2019 of David Ltd

Particulars Amount

Assets

Non Current Assets	
Property plant & Equipment (400 + 450)	850
Invest (300 + 200)	500

4 marks

Current Assets

Inventories (300 + 100)	400
T/R (400 + 200)	600
Cash & cash equivalents (150 + 200)	350
Other Assets (300 + 300)	600

Total 3300

Equity & Liability

Equity

Share Capital 514
(51.4 Lac Shares of ₹10 each)

Other Equity (Note - 1) calculated

Share based payment liability

NCI

proper disclosures are required

this part wrongly

1339.48

3

1737

2030.18

here adjustment no. 2 is not

Non Current Liability

Long term borrowings (200 + 300)	500
Long term provision (100 + 80 + 23.82)	203.82
Deferred tax (20 + 55 - 64)	11
	714.82

correctly applied

Current Liabilities

Short term borrowing (130 + 170)	300
Trade Payable (200 + 320)	520
Short term provision	10
	830

Total 3575

proper disclosures are missing

Other Equity Note		(Flakhs)	
	David	Parker	Total
Other Equity	700	275	975
Security Premium Reserve	56		56
Capital Reserve	308.48		308.48
			1339.48

you have done it wrongly

Question 4

Net Assets $\Rightarrow 5,50,000 + 1,00,000 - 125000$
 $\Rightarrow 6,50,000$

Capital Reserve $\Rightarrow 6,50,000 - 3,00,000 \Rightarrow 3,50,000$

Profit for the year $\Rightarrow 1,00,000 - 12,500$ (depreciation)
 $\Rightarrow 87,500$

0.5 marks

point no. 6 of question again

Big Ltd Share of 1st Apr 2019 in the consolidated books
of Big Ltd the following to be recognised

Net Assets $\Rightarrow 6,50,000 - 12500 \Rightarrow 6,37,500$

NCI \Rightarrow

understanding is wrong

read question carefully