CA Final FR May -25 MCQ Solutions

Q		Explanation		
1	C			
		FV on 31-Mar-25		2,64,480
		Amount as on 31-Mar-24		1,71,600
				92,880
2	B	PV of Liability		4,31,33,383
		Interest	14% for 6 month	30,19,337
3	B	1.2 Crores - for cumulative take only for year		
4	A	Exchange loss of 35,00,000		
5	B	Investment Property		
6	C	Cost of Flats	32828000	
		NRV	30600000	
7	C			
8	C	If we assume taxes paid = tax expense	131.6	
		If we assume that there is no tax expense (since information is not given)	109.8	

Net Profit	93.4	
Decrease in AR	42.5	
Depreciation	24.9	
Increase in inventory	-31.3	
Increase in AP	12.7	
Decrease in WP	-5.7	
Increase in DTA	-1.5	
Tax Paid	-21.8	
Profit from sale of land	-3.4	
	109.8	
If we assume that tax paid = income tax expense	131.6	

Q		Explanation		
9	A	There is no info on FG. If FG is sold below cost, when a decline in the price of materials indicates that the cost of the finished products exceeds net realisable value, the materials are written down to net realisable value. In such circumstances, the replacement cost of the materials may be the best available measure of their net realisable value	222,700	
		If FG is sold above cost	225,400	

10	A	If equity method is continued		2000000	
	C	If equity method is discontinued		50,00,000	
11	B	Bargain Purchase – 750000			
12	D		15520000		
		Opening		15000000	
		Add: Share		875000	
		Less: Divi		–350000	
		Less: Unrealised (35% x 50,000 / 35,000)		–5000	
				15520000	
13	B				
14	B				
15	A	Discount TP = 270 [1000 x 30% x 90%] Allocate 2,000 between 270 & 200.			