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1. B. Cash flow from Operations - 250

Net Profit	200
Add: Decrease in AR	40
Less: Increase in Inventory	-20
Add : Depreciation	25
Add: Income tax expense*	10
Less: Profit from sale of land	-5
	250

* Assuming entire expense is DTL.

2. Purchase Consideration - C - 615

FV of Shares issued		315
FV of Contingent Consideration		230
PV of deferred consideration		70
		615

3. D - Goodwill will not be shown separately and will be recorded as a part of carrying amount
4. C - $50/400 \times 350 = 43.75$
5. C - Price in Most advantageous market - 58.
6. D - Ind AS 109/ 10
7. C
8. D
9. D - 4,50,000 [Consignment inventory is not included. Risk of purchase FOB shipping point is with the company. Risk of Inventory FOB destination is with company till the product is delivered]
10. D - Nil - Ind AS 40 does not permit fair value model
11. A - PV of 45 lakhs for 1 year & PV of 85 Lakhs for 5 years discounted at 10%

Amount	PVF	PV
45	0.9091	40.91
85	0.6209	52.78
		93.69

12. D - 75,000

Interest on USD loan = $\$10,000 \times 5\% \times 80 = 40,000$

Interest on INR loan equivalent = $\$10,000 \times 75 \times 10\% = 75,000$

Interest savings = 35,000

Exchange fluctuation = $\$10,000 \times 5 = 50,000$

Out of which 35,000 is borrowing cost and 15,000 is exchange fluctuation.

Borrowing cost = 40,000 + 35,000 = 75,000

13. A - 15,000

14. C - 63,000 & 191,000 respectively - Assuming Minority before transaction is 84,000. NCI derecognised 21,000 & Other Eq debited 9,000

15. C. Ind AS 41/10 lacs