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Our Rankers

AIR 5



Sarthak Aggarwal
CA Inter May-23

AIR 19



Aman Mahajan
CA Inter Dec-21

AIR 33



Sundar B
CA Inter Dec-21

AIR 49



Ria Gupta
CA Inter May-22

What Our Students have to Say....

Aman Mahajan (CA AIR 19)

I really liked your classes, especially the practical linkages explained with amazing graphics. The full subject test series helped a lot in improving my writing speed and presentation skills.

Sundar Sri Renganathan B (AIR 33)

I took Accounting from IndigoLearn and the classes were really good. They emphasized on conceptual clarity over getting things done quickly, which is really vital to score good marks in practical papers. Other resources like Notes, Quizzes and Forum was beneficial too.

Dwarakesh

Thank you IndigoLearn team for the guidance and support throughout the past few months. I had great conceptual clarity in all the subjects and the revision classes by Suraj Sir were very helpful. Study planner and Free resources were very useful. Thank you Team IndigoLearn.

Yug Manoj Kumar Bhattad

I have cleared my CA Foundation examination with the total of 286. And this was not possible without the efforts and support of IndigoLearn. The way of teaching with utmost conceptual clarity is the best thing at IndigoLearn.

Prakash Bhatt

Superb, one stop solution for All CA and Accountancy students they serve real Education at very very reasonable price

Naveen Kumar S

Good experience, unlimited views helped a lot in last one month preparation. Looking forward for

Bhagyasree Chougule

It was only because of IndigoLearn that my concepts became very clear, and I was able to crack the exam. I wasn't 100% prepared I needed more practice but luckily I got through. I'm definitely choosing IndigoLearn for group 2 preparation. A big thanks!

Mohd Thayyab

Theoretical subjects made easier through story based examples and charts. Concept clarity 100%. Fully exam+practical oriented classes will help not only to retain the concepts during exams but for the longer duration.

Lalit Chetan Sanpal

IndigoLearn has been fantastic and brilliant. Helped me a lot in my preparations. I cleared both the groups in first attempt with your brilliant classes and notes. Thanks to all the faculties, coordinators, forum admins and everyone at IndigoLearn. Really grateful. Will go for CA Finals at IndigoLearn For sure. Thank you so much IndigoLearn.

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Abishek M

I'd like to thank IndigoLearn for all the support they've provided me with. Modules were great. They were time saving and straight to the point. I extensively used the materials provided before exams, they were so helpful. Also I'd appreciate them for providing unlimited views as I kept looking into the maths modules till the end.

Munnur Nandini Sree

Accounting classes I have taken from IndigoLearn. Now I feel that it's a great choice that I have made (after seeing my result) because only in Accounting I got exemption. Thank you IndigoLearn.

Harshita G

Thank u so much IndigoLearn for your guidance. This is only possible because of u people.... For my finals also my journey will continue with IndigoLearn.

Bharathsha PS

I purchased Economics, IT, FM, EIS and Audit from IndigoLearn. All your classes are superb and anyone can easily crack the CA exams. What makes u special is your classes help us to understand the concepts very well. Special thanks to the FM faculty, I studied only 2 chapters in economics, and still managed to score exemption in the 8th paper.

Nayi Mihir kumar

This platform is very helpful in all activity like mcq practise, notes, teaching activities, revisions and the forum interaction with all students which I like the most. If anybody want to clear their exams in first attempt then IndigoLearn is the best platform for them. My all regards to IndigoLearn. Thank you so much.

Rajalaxmi CA Inter

Can't believe I cleared. Sathya Sir, Suraj Sir, Yogita Mam ... thanks to all my faculties. Basically an Eng student with zero accounts knowledge. Thanks IndigoLearn for making me clear in first attempt.

Priyanka Udeshi

All the faculties have excellent knowledge of the subject and deliver it in very crisp & effective manner. Also, quick response at Forums never let any of my doubts go unresolved no matter how small they were. Thank you once again to all the teachers & staff at IndigoLearn!

Naveen Kumar T

It been a great journey with indigo learn team. Thanks to all the facilities and forum friends who support me a lot.

1a)

Cost of Building 2,000,000

Depreciation	2022	2023	2024	2025
Accounting (20/4)	500,000	500,000	500,000	500,000
Tax (20/2)	1,000,000	1,000,000		
Difference	500,000	500,000	(500,000)	(500,000)
Tax rate	30%	30%	30%	30%
Liability	150,000	150,000		
Reversal of DTL			(150,000)	(150,000)
Closing balance of DTL	150,000	300,000	150,000	-
Prepared by CA Suraj Lakhotia (AIR 1,4,2) 1FIN by IndigoLearn				
Profit before dep	1,800,000	2,200,000	2,500,000	3,000,000
Less: Dep as per Tax	(1,000,000)	(1,000,000)		
Taxable Income	800,000	1,200,000	2,500,000	3,000,000
Current Tax	240,000	360,000	750,000	900,000
Deferred Tax	150,000	150,000	(150,000)	(150,000)
Tax Expense	390,000	510,000	600,000	750,000

1b)

Check

Raw Material	Qtry	Cost	FG	Qty
Opening Inventory	4,400	52,800	Opening Inventory	4,000
Purchases	40,000	480,000	Add: Production	40,400
Total	44,400	532,800	Less: sales	40,200
Per Unit cost		12	Closing Balance	4,200
Closing	4,000			
Raw Material Consumed	40,400			

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Cost of MP	Total Cost	Units	Per Unit
Raw Material Cost	532,800	44,400	12
Labour	323,200	40,400	8
Overhead	315,000	45,000	7
Cost of FG			27
NRV			22

Since the NRV of FG is less than cost, finished goods are valued at Rs.22

Since FG are sold at below cost, **Raw material are valued at replacement cost**

	Unit	Rate	Amount
MP	4,200	22	92,400
RP	4,000	12	46,000
			138,400

1c)

Revenue should be recognised at the transaction price when the risks and rewards transfer. A post-sale discount (12% discount = ₹18 lakh on ₹150 lakh) agreed later should be treated as an expense in the period when the concession is accepted. Hence,

i. reduction from sales is not a correct treatment.

Dividend income is recognised when the right to receive is established. Since the dividend was declared on 30-Apr-2025, the right to receive is established in 2025-26. Hence, dividend cannot be

ii. recognised in 2024-25.

Sales on approval/consignment basis are recognised only when the buyer approves or when the approval period lapses. Here: 60% approved by 31-Jan-2025 : recognise ₹90,000 then; the approval period for remaining 40% lapsed on 15-Mar-2025 : recognise remaining ₹60,000 15-Mar-2025. Recognition on

iii. dispatch date (15-Dec-2024) is incorrect..

In consignment, goods sent to consignee (ABC) remain the property of consignor (XY Ltd.) until they are sold to third parties. Revenue is recognised only when consignee sells the goods to customers, not at the time of dispatch to consignee.

- Out of ₹80,000 sent, ABC sold ₹60,000 worth during the year - only this qualifies as revenue.

- The balance ₹20,000 unsold should remain in

iv. "Stock with Consignee" (an asset), not as sales.

2. Balance Sheet of Chia Limited as on 31st March 2025

<i>Particulars</i>	<i>Note</i>	<i>Amount</i>
Equity and Liabilities		
Shareholders' Funds		
(a) Share Capital	1	39.360
(b) Reserves & Surplus	2	33.270
(c) Money received against Share Warrants		2.700
Non-Current liabilities		
(a) Long-term Borrowings	3	18.800
(b) DTL (Net)		0.560
(c) Other long-term liabilities		
(d) Long-term Provisions		
Current liabilities		
(a) Short-term Borrowings	5	6.950
(b) Trade Payables		5.690
(c) Other Current liabilities	6	1.860
(d) Short-term Provisions		1.360
TOTAL		110.550
Prepared by CA Suraj Lakhota (AIR 1,4,2) 1FIN by IndigoLearn		
Assets		
Non-Current assets		
(a) Property Plant & Equipemnt and Intangible Assets		
(i) PPE	7	67.300
(ii) Intangible assets		-
(iii) Capital Work in Progress		11.400
b) Non Current Investments	8	6.000
Current assets		
(a) Current investments		
(b) Inventories	9	6.020
(c) Trade receivables	10	11.570
(d) Cash & Cash equivalents	11	8.260
(e) Short-term loans & advances		
(f) Other Current assets		-
TOTAL		110.550

Notes - 1		
Share Capital		
Authorised - 50,000 shares of Rs. 100 each		50.000
Issued, subscribed & paid up		40.000
(40,000 shares of Rs. 100 each) Out of above 5000 shares were issued for consideration other than cash		
Less: Calls in arrears		(0.640)
		39.360
2. Reserves and Surplus		
General Reserve		6.900
Capital Reserve		12.300
Securities Premium		0.750
Revaluation Reserve		9.820
Profit & Loss A/c		3.500
Prepared by CA Suraj Lakhota (AIR 1,4,2) 1FIN by IndigoLearn		
		33.270
3. Long Term Borrowings		
Secured		
10% Debenture of Rs. 100 each		5.000
Loan from SSA Finance Corporation		9.550
Unsecured		
Other Long term loans		4.250
		18.800
4. Other Long Term Liabilities		
Retirement Gratuity Fund		4.750
5. Short Term Borrowings		
From Banks - Secured		
- Loan from CDC bank		4.500
From Related Parties - Unsecured		0.540
From other parties		1.910
		6.950
6. Other Current Liabilities		
Interest Accrued but not due		0.450
Other current liabilities		1.410
		1.860
7. Non Current Investments		
Debentures in Glad Limited		6

8. Property, Plant & Equipment		
Freehold Land		
	Cost	30.88
	Revaluation	9.62
		40.5
Plant & Machinery	Cost	41
	Depreciation	14.2
		26.8
	Total	67.3
9. Inventories		
Finished Goods		
In hand		3.320
In transit		1.350
		4.670
Loose tools		1.020
		5.690
10. Trade Receivables		
Due for more than 6 months		5.260
Others		6.310
		11.570
11. Cash and Cash Equivalents		
Cash on Hand		0.560
Balances with Bank		
- Scheduled*		7.460
- Others (Vihar Bank)		0.240
		8.260
*Not a requirement under Schedule III currently		
12. Contingent Liabilities		
Bills discounted		0.580
Claims against company not acknowledged as debt		4.150
		4.730

3a

Cash Flow from Operating Activities

1	Net Profit earned during the year	3.80
	Add: Prov for Tax	2.25
	Add: Depreciation	1.50
	Add: Amortisation GW	1.25
		8.80
	Changes in WC	
	Inventory	0.50
	TR	(4.60)
	O/s Exp	(0.20)
	TP	1.40
	CFO before taxes	5.90
	Less: Taxes paid	(1.75)
	Cash flow from ops	4.15

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Profit & Loss Account			
To Dividend payable	1.00	By Bal B/d	1.50
To General Reserve	1.90	By Net Profit	3.80
To Bal c/d	2.40		
	<u>5.30</u>		<u>5.30</u>

Provision for Tax			
To Bank	1.75	By Bal b/d	2.00
		By P&L	2.25
To Bal c/d	2.50		
	<u>4.25</u>		<u>4.25</u>

3b

Acquisition Date

31-Mar-23

	Goodwill	Net Assets	Total
Carrying Amount	2000	6000	8000
Amortisation / Dep for 2 years	-800	-1500	-2300
Carrying Amount on 31-Mar 25	1200	4500	5700
Impairment Loss	-1200	-1,203.50	-2403.5
Carrying Amount after Imp	0	3296.5	3296.5

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IndigoLearn

Value in Use

Year	CF	PVF	PV
2026	1000	0.909	909.00
2027	800	0.826	660.80
2028	700	0.751	525.70
2029	800	0.683	546.40
2030	600	0.621	372.60
2031	500	0.564	282.00
	Value in Use		3,296.50
	NSP		3000
	Recoverable Amount		3,296.50
	Carrying Amount		5,700.00
	Impairment Loss		2,403.50

4.

1. Purchase Consideration (WN 1) 42,00,000

2. Balance Sheet after absorption

<i>Particulars</i>	<i>Note</i>	<i>Amount</i>
<i>Equity and Liabilities</i>		
Shareholders' Funds		
(a) Share Capital	1	80.000
(b) Reserves & Surplus	2	3.500
(c) Money received against Share Warrants		
Non-Current liabilities		
(a) Long-term Borrowings	3	22.200
(b) DTL (Net)		-
(c) Other long-term liabilities	4	4.750
(d) Long-term Provisions		-
Current liabilities		
(a) Short-term Borrowings		
(b) Trade Payables	5	10.150
(c) Other Current liabilities		2.120
(d) Short-term Provisions		1.030
TOTAL		123.750
Prepared by CA Suraj Lakhota (AIR 1,4,2) 1FIN by IndigoLearn		
<i>Assets</i>		
Non-Current assets		
(a) Property Plant & Equipemnt and Intangible Assets		
(i) PPE		72.095
(ii) Intangible assets	6	16.250
Current assets		
(a) Current investments		
(b) Inventories		14.170
(c) Trade receivables	7	16.685
(d) Cash & Cash equivalents	8	3.390
(e) Short-term loans & advances		
(f) Other Current assets	9	1.160
TOTAL		123.750

Notes - 1		
Share Capital		
Authorised, issued, subscribed & paid up		80.000
(80,000 shares of Rs. 100 each)		
(Out of above 40,000 shares have been issued for consideration other than cash)		
2. Reserves and Surplus		
General Reserve		1.500
Securities Premium		2.000
		3.500
3. Long Term Borrowings		
10% Debenture of Rs. 100 each		22.200
(15 + 7.2)		
4. Other Long Term Liabilities		
Retirement Gratuity Fund		4.750
5. Trade Payables		
7.40+4.250-1.5		10.15
6. Intangible Assets		
Goodwill		16.250
7. Trade Receivables		16.685
13.535+4.65-1.5		
8. Cash and Cash Equivalents		
Cash in Hand		0.800
Cash at Bank		2.590
		3.390
9. Other Current Assets		
Unrecorded Asset taken over		1.160

Working Notes

Net Assets taken over		
	Book value	Agreed Value
Goodwill (WN 2)		7.5
PPE	31.26	36.445
Inventory	4.8	5.28
TR	4.65	4.65
Cash	0.315	0.315
Bank	0.6	0.6
UR Current Asset		1.16
Total Assets	41.625	55.95
Less: Liabilities		
Debentures	8	7.2
TP	4.25	4.25
Other Liab	0.88	0.88
Short term	0.32	0.32
Gratuity Fund		1.3
Total Liabilities	13.45	13.95
<i>Net Assets Taken Over</i>		<i>42</i>
Purchase Consideration		42
<i>Value per equity share</i>		<i>105</i>
<i>No of shares (in lacs)</i>		<i>0.4</i>
<i>Equity Share Capital</i>		<i>40</i>
<i>Securities Premium</i>		<i>2</i>

Goodwill			
	2021-22	2022-23	2023-24
Profits	450,000	390,000	235,000
Add: abnormal loss		50,000	
Total Profits	450,000	440,000	235,000
Average	375,000		
Goodwill	750,000		

Analysis of Reserves

	Number	Amount
1 Equity Share Capital	400	4000
ESC before bonus	300	3000
Bonus	100	1000

Net Assets on Date of Acquisition		1-Apr-24	Bonus		31/3/25	Post Ac
Equity Share Capital		3,000	1,000	4,000	4,000	-
General Reserve		2,000	(1,000)	1,000	1,200	200
Profit & Loss		800		800	1,500	700
Less: Unrealised Profit					(25)	(25)
Total		5,800		5,800	6,675	875
Holding	80%			4,640		700
Minority	20%			1,160		175

2 Share in Net Assets	80%	4,640
Amount Paid		3,000
CR		1,640
3 Minority Interest		
Balance as on 01/4/24	1160	
Add: Share in profits	175	1,335

<i>Particulars</i>	<i>Note</i>	<i>Amount</i>
Equity and Liabilities		
Shareholders' Funds		
(a) Share Capital	1	6,000
(b) Reserves & Surplus	2	5,840
Minority Interest		1,335
Non-Current liabilities		
(a) Long-term Borrowings	3	2,000
(b) DTL (Net)		-
(c) Other long-term liabilities		
(d) Long-term Provisions		-
Current liabilities		
(a) Short-term Borrowings		
(b) Trade Payables	4	2,580
(c) Other Current liabilities		
(d) Short-term Provisions		
TOTAL		17,755

Assets		
Non-Current assets		
(a) Property Plant & Equipemnt and Intangible Assets		
(i) PPE		11,260
(ii) Intangible assets		-
Current assets		
(a) Current investments		
(b) Inventories		2,475
(c) Trade receivables	7	2,420
(d) Cash & Cash equivalents	8	1,600
(e) Short-term loans & advances		
(f) Other Current assets		
TOTAL		17,755

-

Prior period items are income or expenses which arise in the current period as a result of errors or omissions in the preparation of the financial statements of one or more prior period.

The salary of Sneha from 1st Jan 2024 till 31st March 2024 should have been provided in the year ended 31st March 2024. Since, it was not provided, it will be considered as a prior period item.

Journal Entry

Prior period expense Dr. 4,50,000

Salary Expense Dr. 9,00,000

To Bank 13,50,000

Prior period does not include other adjustments necessitated by circumstances, which though related to prior periods, are determined in the current period, e.g., arrears payable to workers as a result of revision of wages with retrospective effect during the current period.

If the services were terminated and later reinstated by court, it would not be considered as a prior period item.

Salary Expense Dr. 13,50,000

To Bank 13,50,000

6b)

#	Particulars	Debit	Credit
i	9% Debentures A/c Dr.	500000	
	To Cash		125000
	To PPE		285000
	To Capital Reduction		90000
ii	Capital Reduction A/c Dr	105000	
	To Furniture		105000
iii	Freehold Premises	75000	
	To Capital Reduction		75000
iv	Capital Reduction A/c Dr	22500	
	To Bank		22500
v	Capital Reduction A/c Dr	115000	
	To Profit & Loss A/c		115000
Vi	General Reserve	77500	
	To Capital Reduction		77500

	Branch A/c				
	Madurai	Tiruchi		Madurai	Tiruchi
To Goods sent to branch	150,000	125,000	By Goods sent to branch	30,000	25,000
To Cash A/c			By Cash A/c		
Expenses	29,300	29,200	- Debtors collection	82,400	85,200
To bal c/d			- Cash sales collection	78,600	85,200
- Stock reserve	9,000	7,000	By Bal c/d		
			- Trade Receivables	34,500	23,600
			- Inventory	45,000	35,000
To Profit earned at branch	82,200	92,800			
	188,300	161,200		270,500	254,000

WN Cash collected from Sales

	Madurai	Tiruchi
Credit Sales	125,200	110,000
Sales returns	(2,300)	(1,200)
Bad debts	(6,000)	
	116,900	108,800
Closing balance	34,500	23,600
Cash collected	82,400	85,200