

Suggested Ans. for Nov. 2013 Paper. I.

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Ans. to Q No. 1(a).

It is case where possession of one segments of Ptel. is not good so they want to curtailment (Redevelop) of the particular one segments.

Statement showing gain from curtailment.

Particular	₹	₹ in lakhs
The value of gross obligations before the curtailment calculated by Actual basis		4000
(-) The value of unamortized net service costs		(100)
Net value		3900
After curtailment -		
gross obligation	500	
value of unamortized net service costs	(12.50)	487.50
- ! gain due to curtailment		3412.50