

Step II Capitalised value of profit.

$$= \frac{\text{Avg. Profit}}{\text{Capitalisation rate}}$$

$$= \frac{390}{20\%} = 1950$$

Step III value of brand

Capitalised value of profit - 19,500

Less: Patent Intangible Fund
other fees Brand (5200 - 2800) = (2400)

value of Brand 17100

Ans. to Q 10.7 (9)

As per AS- 30, 31, 32 Financial Instruments Recognition ~~measures~~ measurement & disclosure respectively the equity component is the difference between the Interest Rate prevailing in the market & Actual Interest rate given by company on Debt instrument.

∴ the Debt instrument component will be the P.V. of Actual Interest and redemption value of the Debt instrument.
calculations of both Component are as following.

P.V. of Debt instrument component.

year.	Amount	P.V. F.R. 10%	P.V.
0		1	-
1-4	300000	3.17	951000
4	5500000	0.68	3740000
	Total		<u>4691000</u>

∴ equity component:

total Fund raised today.	5000000
(-) Debt instrument Component	(4691000)
∴ equity component	<u>309000</u>

Ans. to Q No. 76)

As per AS-19 Lease Accounting Lease Rent should be charge to P&L over 1017 Subject to PV of time value of money

∴ Lease Rent to be charge per per annum.

$$= \frac{1699999.50}{2.4869}$$

$$= 683,582$$

calculation of Unequal Financial Income

Year	Particular	Interest	Principal in Annuity	Annuity	Balance Principle
1	$1699999.5 \times 10\% = 169999.95$ 170000	5,13,582	683,582	11,86,417.5	
2	$11,86,417.5 \times 10\% = 1,18,641.75$	5,64,940	683,582	6,21,477	
3	$6,21,477 \times 10\% = 62,147.7$	6,21,477	683,582	Nil	
		<u>3,59,746</u>	<u>16,99,999</u>	<u>20,50,745</u>	

∴ Unequal Financial Income: 3,50,746

Ans. to Q No. 3

Q No. 3 - It is a Difficult Question may be it has the technical error/mistake let me check see institute suggested for the same

Ans. to Q10-7(c)

(i) AS per AS-24 - ~~Discontinuing~~ operations
 Discontinuing means when any part of operation is discontinued for the some pre decided period. If not been to discontinue the operation, ~~continue~~ permanent or shutting the business from one entity to next entity.

in the present case, the just want to replace there one division with other product. so it's not the meaning of discontinue operation.

(ii) If company passes a resolution to sell some of the assets & in the passenger car division and also to transfer few other assets of the passenger car division to the new sector, does not the ~~mean~~ cover by AS-24 Discontinuing operation.

(iii) If company transfer any to the board manner then it is possible that cover by AS-24 Discontinuing operation but if transfer permanent then it is not a part of AS-24.

Ans. to Q.10.7(d)

As per AS-12 Government grant present
If grant is received for any
Assets period it should be subtracted from
the cost of Assets or can be treated
as diff. revenue Income. But when
it become refundable then whatever
not we have already transfer to P&L
it should be Revers. But Remember if
in that case Depreciation will be
not be effective because we have not
subtracted Assets from the Assets.

In the present case we received
grant for Rs. 25 lakhs but we have
consider it Diff. revenue Income
so nothing is credited to ~~P&L~~ Assets
At All.

∴ Depreciation will be continue as it is
there is no change due to the refund
of grant
i.e.

Cost of Assets -

Cost	500000	× 50	=	2500000
Fright				200000
Transit Insurance	(200000 × 50)			300000

→ Total cost of Asset 3000000

∴ Dep. @ 20% - 11 3000000 - 177 =

4

~~Page No. 200~~

calculating Demand as per w.D.V. method

New Demand in 19. w.D.V. Method

- 1 $(300,00,000 - 13.1 \times 14)$ 19,56,000
- 2 19,40,000 10
- 3 783,000
- 3 5220,000

26,10,000

entry to be pass in AY 2013 for Relief
for grant.

Quilakhs we have provided in 14 years

94,00,000 / 4 = 23,25,000 Pq.

in two yrs 23,25,000 x 2 = 46,50,000 is
already transferred to PSC

Balance in diff. Account 23,25,000

Entry

PSC AH m 46,50,000

Diff. Gover grant AH or 23,25,000

To cash AH

46,50,000

Ans. to Q no. 7c)

As per A-6 Accounting Procedures,
A-21 Disclosure Accounting Policy &
A-5 PSC for the period, prior period
Item X change in accounting policy
It is Indigent that each unit also
Departmental work consider as a separate
unit, and if any unit want to follow
the different method of depreciation then
It can only if it fulfill following
condition

- ① change should be provided better protection of financial stability
- ② change is accepted by AS
- ③ change is ~~also to~~ not violation of any law.

In the present case company can do so but as per Chief Accountant officer it is ~~not~~ ^{not} view if it should be charge Dependent as per the ~~not~~ ^{not} method can also apply. ~~but~~ ^{but} if company ~~to~~ ^{to} prove all above ~~condition~~ ^{condition} then company can do so.