

SOMAIYA

VIDYAVIHAR UNIVERSITY



Dr. Shantilal K. Somaia School of Commerce and Business Studies

QUESTION PAPERS

BRANCH: Bachelor of Commerce (Accounting & Finance)	SEM: VI
ATKT	JUN-2025

Sr. No.	Subject	Available
1.	131U02C601 – Advanced Accounting	✓
2.	131U02C601 – Financial Management III	✓
3.	131U03C603 – Indirect Taxation	✓
4.		
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SOMAIYA
VIDYAVIHAR UNIVERSITY



BAF
Sem VI
Adv. Acc

April - 2025

Examination: End Semester Examination April 2025 (UG Programmes)

Programme code: 02.

Programme: BAF

Class: TY

Semester: VI

Name of the Constituent College: S.K. SOMAIYA

Name of the Department Accounting & Finance

Course Code: 131U02C601

Name of the Course: Advanced Accounting

Duration: 2 Hrs.

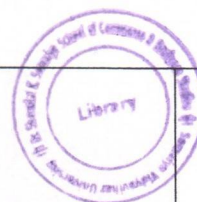
Maximum Marks: 60

Instructions: 1) All questions are compulsory. 2) Figures to the right indicate full marks.
3) Use of simple calculator is allowed.

Q. No.		Max. Marks	CO																																																																												
Q.1.	<p>From the following trial balance and additional information Prepare a Final Account of SBI Ltd. As on 31st March 2025.</p> <table border="1"> <thead> <tr> <th>DR.</th><th>₹</th><th>CR.</th><th>₹</th></tr> </thead> <tbody> <tr> <td>Money at call & short notice</td><td>15,00,000</td><td>30,000 Equity shares of ₹ 100 each</td><td>30,00,000</td></tr> <tr> <td>Cash in Hand</td><td>13,50,000</td><td>Statutory Reserve</td><td>15,00,000</td></tr> <tr> <td>Cash at bank</td><td>16,50,000</td><td>Current Account</td><td>9,00,000</td></tr> <tr> <td>Investments</td><td>9,75,000</td><td>Saving Account</td><td>12,00,000</td></tr> <tr> <td>Secured Loan</td><td>16,50,000</td><td>Fixed Deposits</td><td>6,75,000</td></tr> <tr> <td>Cash Credits</td><td>7,87,500</td><td>Borrowings</td><td>7,87,500</td></tr> <tr> <td>Premises</td><td>6,37,500</td><td>Interest & Discount</td><td>11,25,000</td></tr> <tr> <td>Furniture</td><td>1,12,500</td><td>Commission, Brokerage</td><td>1,46,250</td></tr> <tr> <td>Rent</td><td>5,625</td><td></td><td></td></tr> <tr> <td>Interest Paid on Deposits</td><td>3,37,500</td><td></td><td></td></tr> <tr> <td>Salary</td><td>1,50,000</td><td></td><td></td></tr> <tr> <td>Interest on Borrowings</td><td>56,250</td><td></td><td></td></tr> <tr> <td>Audit Fees</td><td>16,500</td><td></td><td></td></tr> <tr> <td>Other Assets</td><td>75,000</td><td></td><td></td></tr> <tr> <td>Depreciation</td><td>14,625</td><td></td><td></td></tr> <tr> <td>Printing & Stationery</td><td>10,125</td><td></td><td></td></tr> <tr> <td>Other Expenses</td><td>5,625</td><td></td><td></td></tr> <tr> <td></td><td>93,33,750</td><td></td><td>93,33,750</td></tr> </tbody> </table> <p>Other Information: -</p> <ol style="list-style-type: none"> Provide ₹ 15,000 for doubtful debts. Provide ₹ 30,000 for tax. Rebate on Bills Discounted ₹ 18,750. 	DR.	₹	CR.	₹	Money at call & short notice	15,00,000	30,000 Equity shares of ₹ 100 each	30,00,000	Cash in Hand	13,50,000	Statutory Reserve	15,00,000	Cash at bank	16,50,000	Current Account	9,00,000	Investments	9,75,000	Saving Account	12,00,000	Secured Loan	16,50,000	Fixed Deposits	6,75,000	Cash Credits	7,87,500	Borrowings	7,87,500	Premises	6,37,500	Interest & Discount	11,25,000	Furniture	1,12,500	Commission, Brokerage	1,46,250	Rent	5,625			Interest Paid on Deposits	3,37,500			Salary	1,50,000			Interest on Borrowings	56,250			Audit Fees	16,500			Other Assets	75,000			Depreciation	14,625			Printing & Stationery	10,125			Other Expenses	5,625				93,33,750		93,33,750	15	01
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Q.1.	<p>From the following information prepare Profit & Loss a/c of AXIS Bank Ltd. As on 31-3-25</p> <table><tr><th>PARTICULARS</th><th>₹</th></tr><tr><td>Interest & Discount received</td><td>19,00,080</td></tr><tr><td>Interest paid on deposits</td><td>11,47,680</td></tr><tr><td>Issued & Subscribed capital</td><td>5,00,000</td></tr><tr><td>Salaries & Allowances</td><td>1,25,000</td></tr><tr><td>Directors Fees</td><td>17,500</td></tr><tr><td>Rent & Taxes paid</td><td>50,000</td></tr><tr><td>Postage & Telegrams</td><td>32,670</td></tr><tr><td>Statutory Reserve fund</td><td>4,00,000</td></tr><tr><td>Commission, exchange & brokerage</td><td>95,000</td></tr><tr><td>Rent received</td><td>36,000</td></tr><tr><td>Profit on sale of investment</td><td>1,12,900</td></tr><tr><td>Depreciation on assets</td><td>20,000</td></tr><tr><td>Statutory expenses</td><td>19,000</td></tr><tr><td>Preliminary expenses</td><td>15,000</td></tr><tr><td>Auditors' fees</td><td>6,000</td></tr></table> <p>Additional Information: -</p> <ol style="list-style-type: none">1. A customer to whom a sum of ₹ 5 lakhs was advanced has become insolvent & it is expected only 55% can be recovered from his estate.2. There was also other debt for which a provision of ₹ 1,00,000.3. Rebate on bills discounted on 31st Mar. 2024 was ₹ 7,500 & on 31st March 2025 was ₹ 10,000.4. Income tax of ₹ 1,00,000 is to be provided.5. Write-off preliminary expenses.6. The directors desire to declare 5% dividend.	PARTICULARS	₹	Interest & Discount received	19,00,080	Interest paid on deposits	11,47,680	Issued & Subscribed capital	5,00,000	Salaries & Allowances	1,25,000	Directors Fees	17,500	Rent & Taxes paid	50,000	Postage & Telegrams	32,670	Statutory Reserve fund	4,00,000	Commission, exchange & brokerage	95,000	Rent received	36,000	Profit on sale of investment	1,12,900	Depreciation on assets	20,000	Statutory expenses	19,000	Preliminary expenses	15,000	Auditors' fees	6,000	15	01																
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Q.2	<p>From the following information taken from the books of SHIVA Insurance Company Prepare final account for the year ended 31st March 2025: -</p> <table><tr><th>PARTICULARS</th><th>₹ in Lakhs</th><th>PARTICULARS</th><th>₹ in Lakhs</th></tr><tr><td>Marine Fund on 1/4/2024</td><td>37.2</td><td>Share Capital</td><td>36.00</td></tr><tr><td>Re insurance premium</td><td>4.48</td><td>Commission on Direct Business</td><td>12.00</td></tr><tr><td>Claims recovered from reinsurance</td><td>1.00</td><td>Commission on reinsurance accepted</td><td>2.40</td></tr><tr><td>Commission on reinsurance ceded</td><td>1.92</td><td>Outstanding premium</td><td>0.88</td></tr><tr><td>Advance Tax paid</td><td>10.00</td><td>Claims intimated but not paid [1/4/24]</td><td>2.40</td></tr><tr><td>Profit & Loss a/c [Cr.]</td><td>3.00</td><td>Expenses of management</td><td>17.20</td></tr><tr><td>General Reserve</td><td>18.00</td><td>Audit fees</td><td>1.44</td></tr><tr><td>Investments</td><td>144</td><td>Rent paid</td><td>0.96</td></tr><tr><td>Premiums</td><td>108</td><td>Income from Investment</td><td>6.12</td></tr><tr><td>Claims Paid</td><td>24.00</td><td>Cash</td><td>11.28</td></tr><tr><td>Creditors</td><td>0.88</td><td></td><td></td></tr></table> <p>Adjustments: -</p> <ol style="list-style-type: none">a. Income Tax to be provided at 25 %.b. Claims intimated but not paid on 31/3/25 ₹4,00,000.c. Expenses of management include legal expenses of ₹ 1,44,000 relating to claimsd. Transfer ₹ 8,00,000 to General Reserve.	PARTICULARS	₹ in Lakhs	PARTICULARS	₹ in Lakhs	Marine Fund on 1/4/2024	37.2	Share Capital	36.00	Re insurance premium	4.48	Commission on Direct Business	12.00	Claims recovered from reinsurance	1.00	Commission on reinsurance accepted	2.40	Commission on reinsurance ceded	1.92	Outstanding premium	0.88	Advance Tax paid	10.00	Claims intimated but not paid [1/4/24]	2.40	Profit & Loss a/c [Cr.]	3.00	Expenses of management	17.20	General Reserve	18.00	Audit fees	1.44	Investments	144	Rent paid	0.96	Premiums	108	Income from Investment	6.12	Claims Paid	24.00	Cash	11.28	Creditors	0.88			15	02
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OR



Q.2.

From the following Trial Balance as on 31st March 25
Prepare Final accounts in the prescribed format as per applicable legal provisions

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05

OM HEIGHT CHS LTD. TRIAL BALANCE

PARTICULARS	₹	PARTICULARS	₹
Property tax	11,79,420	Subscribed Capital 700 shares of ₹ 50 each	35,000
Repairs & Maintenance	2,81,232	Surplus for last year	12,39,972
Salaries	13,51,566	collection from members for property expenses	33,98,304
Security	2,63,904	Collection from members for service charges	23,14,034
Tata Power Deposit	28,400	Interest saving bank	2,424
Water charges	2,60,970	Tower rent	3,93,284
Water Pump	24,780	Statutory reserve opening	2,71,030
Accrued Interest on FD – Sinking Fund	1,40,598	Entrance fees	400
Staff Advance	52,162	Transfer fees	1000
Audit fees	35,048	Sinking fund opening	1,34,25,490
BMC deposit for water	13,250	Collection for sinking fund	11,43,192
Cash in Bank	4,72,142	Interest on sinking fund investments	15,23,892
cash in hand	29,968		
Electricity charges	6,82,648		
dues from members	1,20,472		
Equipments	7,80,512		
Fixed deposit	1,22,75,504		
Fixed deposit sinking fund	53,80,000		
Furniture	23,436		
Housekeeping	2,96,620		
Insurance charges	55,390		
	2,37,48,022		2,37,48,022

Adjustments: -

- Provide depreciation on Furniture ₹ 2,344, Equipments ₹1,43,992, water pumps ₹3,716.
- Prepaid insurance ₹27,320.
- Prepaid maintenance expenses ₹ 31,142.
- Outstanding property taxes ₹ 11,95,206.
- Advance from the members for service charges ₹ 60,362.
- Tower rent received in advance ₹ 88,130.

Q.3.

BALANCE SHEET OF MUDRA LTD.

15

04

LIABILITIES	₹	ASSETS	₹
90,000 Equity shares of ₹10 each	9,00,000	Goodwill	1,50,000
1500, 15% Preference shares	1,50,000	Building	9,90,000

General reserve	6,00,000	Machinery	5,40,000
12 % Debentures	6,00,000	Debtors	9,00,000
Bank Loan	1,50,000	Cash	3,60,000
Creditors	3,60,000	Bills Receivables	1,20,000
Bills Payable	3,90,000	Preliminary Expenses	90,000
	31,50,000		31,50,000

- Profits for previous years before tax: -
2021 - ₹ 5,40,000, 2022 - ₹ 7,80,000, 2023 - ₹ 2,10,000, 2024 - ₹ 12,30,000.
 - In the year 2023 loss of ₹ 1,20,000 was recorded due to fire.
 - In the year 2024 profit of ₹ 2,40,000 was earned from non-trading activity.
 - In future expenses of ₹ 30,000 to be incurred for rent.
 - Building & Machinery were revalued at ₹ 12,30,000 & ₹ 6,90,000.
 - Debtors include bad debts of ₹ 60,000.
 - Transfer to general reserve was provided at 20%.
 - Normal Rate of Return is 15% & Tax rate is 50%.
- Find out the value of Equity shares by: -
Intrinsic value method, Yield method & Fair value method.
For valuation of shares consider Goodwill as 6 years purchase of super profit.

OR

Q.3.

A. As on 1st April 2020 Money Ltd. as NBFC – ND – SI, entered a Hire Purchase transaction for sale of some Motor Cars, the total Cash Price of Motor Cars amounted to ₹ 2100 Lakhs & the Hire Purchase price was ₹ 2,400 lakhs. The down payment was ₹ 300 lakhs was received on the date of sale and the balance was to be received in 5 equal instalments. The first & second instalment were duly collected on 31st March 2021 & 2022. However, the hire purchaser failed to pay the instalment on 31st March 2023. The company was finalizing its accounts on 15th Aug. 2023 & wants your advice & calculations on the following: -

- Calculate basic provision.
- Calculate the Net Book Value of Assets as on 31st March 2023 as per the prudential norms applicable. Assume the depreciation @ 20 % p.a. & that the rate of interest applicable is 6.40 %.
- Calculate the additional provision if required to be made as per the prudential norms applicable.

B. PD Finance Ltd., a non-banking financial company, gives the following details from its Balance Sheet for the year ended 31st March 2025. You are required to calculate the Net Owned Funds as per the RBI requirements for NBFCs

PARTICULARS	₹ [In Lakhs]
Paid up Equity Capital	1500
Paid up convertible preference capital	800
Non-convertible preference share capital	800
General Reserve	450
Profit & Loss A/c	325
Revaluation Reserve	500
Losses	300
Deferred Revenue Expenses	185
Patents	350
Cash & Bank balance	600
Investments in shares of subsidiaries & group companies	500
Investments in Debentures of a same group company	600

10

03

05

03

Q.4. Answer the following: - [5 MARKS EACH]

15

A. The following information is available in the books of Dena Bank Ltd. as on 31st MARCH 2025

Bills Discounted ₹ 85,00,000.

Rebate on Bills Discounted as on [1-4-24] ₹ 4,75,000.

Discount received ₹ 30,75,000.

Value of bill ₹	Due Date	Rate of Discount
55,00,000	12-06-2025	10%
20,00,000	28-07-2025	12%
10,00,000	11-08-2025	15%

Calculate the amount of rebate & pass necessary Journal Entries.

B. SHIVA Ltd. is an NBFC providing Hire Purchase Solutions for acquiring consumer durables. The following information is extracted from its books for the yearended 31st March 2025:

ASSET FUNDED	Interest overdue but recognized		Net Book Value outstanding
	Period Overdue	Interest [₹ in Lakhs]	[₹ in Lakhs]
A.C.	Up to 12 months	2100	52,500
T.V.	22 months	502	9,500
Washing Machines	34 months	137.5	5250
Refrigerators	42 months	83.50	2120
Computers	58 months	43.85	605

You are required to calculate amount of provision to be made.

C. From the following information prepare schedule of Fixed Assets as on 31st March 2025, related to final account of general insurance company.

Assets	Cost	Provision for Dep.
	₹	[as on 1st April 2024]
Goodwill	4,50,000	NIL
Building	7,50,000	50,000
Furniture	50,000	10,000
Motor Car	1,20,000	25,000
Machinery	10,00,000	2,25,000

Provide depreciation on W.D.V. of the assets at the following rate: -

ASSETS	RATE
BUILDING	10%
MACHINERY	15%
MOTOR CARS	20%
FURNITURE	5%

01

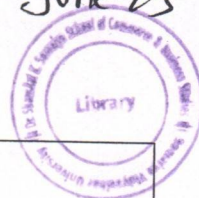
03

02



SOMAIYA
VIDYAVIHAR UNIVERSITY

AT&T June 25



April 2025

Examination: End Semester Examination (UG/PG Programmes)

Programme code: 02		Class: TY	Semester: VI
Programme: BAF			
Name of the Constituent College: S K Somaiya		Name of the Department: Accounting and Finance	
Course Code: 131U02V601	Name of the Course: Financial Management III		
Duration: 2 Hr.	Maximum Marks: 60		
Instructions: 1) Draw neat diagrams 2) Assume suitable data if necessary 3) Use of simple calculator is allowed			

Question No.		Max. Marks	CO																																			
Q1	<p>A PQR Limited uses EVA method to measure divisional profit performance of its three divisions – P, Q and R. Company charges each division a 5% return on its average current assets and a 10% return on its average fixed assets. The financial statistics for the year 2024 are given below:</p> <table><tr><th rowspan="2">Particulars</th><th colspan="3">Division</th></tr><tr><th>P</th><th>Q</th><th>R</th></tr><tr><td>Budgeted Profits</td><td>90</td><td>55</td><td>50</td></tr><tr><td>Budgeted Current Assets</td><td>150</td><td>200</td><td>300</td></tr><tr><td>Budgeted Fixed Assets</td><td>400</td><td>400</td><td>500</td></tr><tr><td colspan="4">Actual Data:</td></tr><tr><td>Profits</td><td>85</td><td>65</td><td>50</td></tr><tr><td>Current Assets</td><td>90</td><td>180</td><td>350</td></tr><tr><td>Fixed Assets</td><td>400</td><td>450</td><td>550</td></tr></table> <p>Required for the year 2024:</p> <ol style="list-style-type: none">1. Calculate budgeted ROI and actual ROI for each division.2. Calculate budgeted Economic Value Added for each division.3. Calculate actual Economic Value Added for each division.	Particulars	Division			P	Q	R	Budgeted Profits	90	55	50	Budgeted Current Assets	150	200	300	Budgeted Fixed Assets	400	400	500	Actual Data:				Profits	85	65	50	Current Assets	90	180	350	Fixed Assets	400	450	550	15	CO1
Particulars	Division																																					
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Current Assets	90	180	350																																			
Fixed Assets	400	450	550																																			
	<p style="text-align: center;">OR</p>																																					
	<p>B Financial Details of Zenith Ltd. for 2022, 2023, and 2024:</p> <table><tr><th>Particulars</th><th>2022</th><th>2023</th><th>2024</th></tr><tr><td>Number of shares issued</td><td>40,000</td><td>40,000</td><td>40,000</td></tr><tr><td>Face value per share</td><td>Rs. 25</td><td>Rs. 25</td><td>Rs. 25</td></tr><tr><td>Retained earnings</td><td>Rs. 7,00,000</td><td>Rs. 10,50,000</td><td>Rs. 14,00,000</td></tr><tr><td>Current market price/share</td><td>Rs. 90</td><td>Rs. 110</td><td>Rs. 150</td></tr></table> <p>Capital Structure: The company is fully equity-funded with no debt.</p> <p>Required:</p> <ol style="list-style-type: none">1) Calculate the Market Value Added (MVA) for Zenith Ltd. for 2022, 2023, and 2024.2) Compare the results to analyze whether the company has improved its shareholder value creation over the three years.	Particulars	2022	2023	2024	Number of shares issued	40,000	40,000	40,000	Face value per share	Rs. 25	Rs. 25	Rs. 25	Retained earnings	Rs. 7,00,000	Rs. 10,50,000	Rs. 14,00,000	Current market price/share	Rs. 90	Rs. 110	Rs. 150	15	CO1															
Particulars	2022	2023	2024																																			
Number of shares issued	40,000	40,000	40,000																																			
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Retained earnings	Rs. 7,00,000	Rs. 10,50,000	Rs. 14,00,000																																			
Current market price/share	Rs. 90	Rs. 110	Rs. 150																																			

Q 2

A Zigma Ltd. intends to acquire Sigma Ltd. by merger. The following information is available in respect of both these companies:

15

CO2

Particulars	Zigma Ltd.	Sigma Ltd.
Equity Share Capital of Rs. 10 each (in Lakhs)	450	180
Earnings After Tax (in Lakhs)	90	18
Market Price of each share (Rs.)	60	37

On the basis of the above information, you are required to calculate the following: -

- What is the present EPS of both the companies?
- What is the present Price Earnings Ratios of both the companies?
- If the proposed merger takes place, what would be the new EPS for Zigma Ltd. (assuming that the merger takes place by exchange of equity shares and the exchange ratio is based on the current market price)
- What should be the exchange ratio, if Sigma Ltd. want to ensure the same EPS to its members as before the merger takes place.

OR

B The Balance sheet of Sun Ltd. as on 31st March 2024 was as follows:

15

CO2

Liabilities	(Rs.)	Assets	(Rs.)
Equity share capital	10,00,000	Goodwill	2,00,000
20000, 8% preference shares of Rs. 100 each	20,00,000	Furniture	18,00,000
Creditors	7,50,000	Stock	3,00,000
Bills payable	1,00,000	Debtors	7,50,000
Bank overdraft	1,50,000	Cash	1,50,000
		Fictitious assets	1,00,000
		Profit & loss A/c	7,00,000
Total	40,00,000	Total	40,00,000

- Creditors have decided to forego 30% of their claims.
 - The value of preference shareholders will be reduced by 30% while equity share capital be reduced by 20%.
 - Furniture is revalued at Rs. 20,00,000 while stock and debtors are revalued at Rs. 9,00,000.
 - All intangible assets and fictitious assets are to be written off.
- Give Journal Entries to implement the above scheme and prepare a Capital Reduction Account.

Q 3

A Harshada Limited is faced with a decision to purchase or lease a bike costing Rs. 2,00,000. The effective life of the bike is 5 years. It will borrow Rs. 2,00,000 from bankers at 10% interest p.a. The principal amount of the loan will be paid in 5 equal annual installments. The bike will be sold at the end of 5th year for Rs. 20,000.

15

CO3

Additional Information:

- Bike will be fully depreciated over its effective life.
 - The tax rate is 30% and cost of capital (after tax) is 8%.
 - Lease rental will be payable at the end of the year.
- Find out which option is better for the company - Leasing or Buying.

Q 3		OR		
	B	<p>The turnover of TCS Ltd. is Rs. 120 lakhs out of which 80% is on credit. Debtors are allowed 1 month to clear off the dues. A factor is willing to advance 90% of the bills raised on credit for a fee of 2% a month plus commission of 5%. TCS, as a result of this arrangement, is likely to save Rs. 1,00,000 p.a. in management cost and avoid bad debts @1% on credit sales.</p> <p>A bank has come forward to make an advance equal to 90% of debts @interest rate of 18% p.a. Its processing fees is 2% on debts.</p> <p>Will you accept the factoring offer from the bank?</p>	08	CO4
	C	<p>A manufacturing firm has total sales of Rs. 160,00,000 and its average collection period is 90 days. The past experience indicates that bad debts are around 1.5% of credit sales. The firm spends Rs. 2,50,000 on administration of its sales. A factor is prepared to buy a firm's receivable by charging 2% commission. A factor will pay advance receivables at an interest rate of 18% after keeping 10% as reserve. Should the firm go for factoring? Comment.</p>	07	CO4
Q 4		Attempt the following questions:		
	A	Calculate the cost of trade credit from the following credit terms: 1% / 10 net 30.	03	CO4
	B	Describe super profit method of valuation of Goodwill.	03	CO1
	C	A commercial paper has a face value of Rs. 5,00,000 with issue price of Rs. 4,70,000 with 90 days of maturity and cost of 2% attached to it. Compute its Yield.	03	CO4
	D	Illustrate any 3 forms in which corporate restructuring (External) can take place.	03	CO2
	E	Distinguish between Leasing and Hire Purchase.	03	CO3

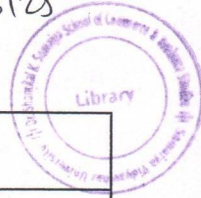
Supple. Exam June 25

BAF-VI

19/6/25



SOMAIYA
VIDYAVIHAR UNIVERSITY



April 2025		
Examination: End Semester Examination (UG/PG Programmes)		
Programme code:03	Class: TY	Semester: VI
Programme: Accounting and Finance		
Name of the Constituent College: S K Somaiya	Name of the Department : Accounting & Finance	
Course Code: 131U03C603	Name of the Course: Indirect Taxation	
Duration : 2 Hr.	Maximum Marks : 60	
Instructions: 1)Draw neat diagrams 2)Assume suitable data if necessary		

Question No.		Max. Marks	CO																																				
Q.1. A	<p>Compute the assessable value in each case for customs purpose from following information :-</p> <table> <tr> <th>Particulars</th><th>Case 1</th><th>Case 2</th><th>Case 3</th></tr> <tr> <td>Price payable to the seller</td><td>10000</td><td>20000</td><td>30000</td></tr> <tr> <td>Cost of packing materials</td><td>1000</td><td>Nil</td><td>500</td></tr> <tr> <td>Labor charges for packing</td><td>200</td><td>Nil</td><td>300</td></tr> <tr> <td>Price of material supplied free of cost by buyer to seller</td><td>1000</td><td>500</td><td>2000</td></tr> <tr> <td>Cost of transport</td><td>1000</td><td>Unascertained</td><td>500</td></tr> <tr> <td>Insurance</td><td>Unascertained</td><td>Unascertained</td><td>500</td></tr> <tr> <td>Local transport in India</td><td>500</td><td>400</td><td>600</td></tr> <tr> <td>Mode of transport</td><td>Sea</td><td>Sea</td><td>Air</td></tr> </table> <p style="text-align: center;">OR</p>	Particulars	Case 1	Case 2	Case 3	Price payable to the seller	10000	20000	30000	Cost of packing materials	1000	Nil	500	Labor charges for packing	200	Nil	300	Price of material supplied free of cost by buyer to seller	1000	500	2000	Cost of transport	1000	Unascertained	500	Insurance	Unascertained	Unascertained	500	Local transport in India	500	400	600	Mode of transport	Sea	Sea	Air	(15)	01
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Mode of transport	Sea	Sea	Air																																				
Q.1. B.	<p>Manan Enterprises provided services to SRK Ltd on 1/8/2024. Tax invoice was issued on same day but payment was received from SRK Ltd on 9/3/2025. The accountant of SRK Traders availed the ITC on 15/8/2024. Is he right in claiming the ITC in August 2024? Will your answer differ if payment is made on 10/10/2024?</p>	(05)	01																																				
Q.1.C.	<p>Answer the following questions whether blocked credit provisions are applicable or not along with reasoning :</p> <p>a) PQR Ltd purchased a motor car for Rs 10 lakhs and paid 18% GST on the said price. Car shall be used for attending the board meetings exclusively by directors only.</p> <p>b) A manufacturing firm purchased raw material worth Rs 1, 00,000 for installation of plant and machinery in the factory.</p>	(10)	01																																				

	<p>c) Rakesh purchased new insurance policy for his car and paid premium Rs 23,000 plus 10% GST. The said car is used provided tourist services to the foreigners arriving at his hotel.</p> <p>d) SK agencies ordered refreshments such as pizza, ice creams from swiggy to celebrate birthday of an employee and paid Rs 10,000 plus 18% GST.</p> <p>e) Raw material worth Rs 10,000 was utilized for manufacture of an underground petrol tank by KARA Motors and Pumps.</p>		
Q.2. A.	<p>Mohan Pai is an Indian citizen living in Canada from last 2 years. He is planning to comeback to India permanently in the year 2024-2025. While coming back he has brought the following articles :</p> <p>a) Used DSLR Camera Rs 1,50,000</p> <p>b) Used Microwave Oven of Rs 45,000</p> <p>c) New TV set of Rs 78,000</p> <p>d) There were goods in the nature of personal effect to the tune of Rs 100000 by Mr. Pai and Rs200000 by Mrs. Pai.</p> <p>e) He also brought back an iPhone 15 worth Rs 1,40,000</p> <p>Determine the dutiable baggage and the duty payable at 40% basic custom duty.</p>	(07)	02
Q.2. B.	<p>BSA & Company Ltd have imported a machine from U.K. From the following particulars furnished by them arrive at the assessable value for the purpose of custom duty and the amount of duty payable assuming 40% duty rate:</p> <p>FOB Cost of machine 10000 UK Pounds</p> <p>Freight by Air 3000 UK Pounds</p> <p>Engineering charges paid for the machine 500 pounds</p> <p>Materials supplied by the buyer Rs 50,000</p> <p>License fee for importing the machine 20% of FOB cost</p> <p>Insurance charges paid in India Rs 6,500</p> <p>Buying commission paid in UK 1600 pounds</p> <p>Assume exchange rate of Rs 90 per pound.</p> <p style="text-align: center;">OR</p>	(08)	03
Q.2. C.	<p>X Ltd. imported goods from Switzerland 400 units @ \$ 110. Following further information is also needs to be considered:</p> <p>i. Freight (Vessel) – \$ 51000</p> <p>ii. Demurrage charges paid to port authority – \$ 12000</p> <p>iii. Insurance – \$ 150</p> <p>iv. Royalty for use of Patent – \$ 1,000</p> <p>v. Royalty as a condition of Sale – \$ 20,000</p> <p>Assuming exchange rate is ₹ 70.00. Compute assessable value under customs act provisions.</p>	(07)	02, 03
Q.2.D.	<p>C Ltd, an importer, has imported a machine from USA at FOB Cost of \$ 10000.</p> <p>i. Freight from port in USA to Indian port was \$ 700.</p> <p>ii. Insurance was paid to insurer in India ₹ 6,000.</p> <p>iii. Design and development charges of \$ 2000 were paid to a consultancy firm in USA.</p> <p>iv. The importer also spent an amount of ₹ 50,000 in India for development work connected with the machinery.</p>	(08)	02, 03



	<p>v. ₹ 10,000 were spent in transporting the machinery from India port to the factory of importer.</p> <p>vi. Rate of exchange as announced by RBI was : ₹ 78.50 = 1 US \$</p> <p>vii. Rate of exchange as announced by CBIC: ₹ 76.50 = 1 US \$.</p> <p>viii. Rate which bank recovered the amount from importer: ₹ 75.50 = 1 US \$</p> <p>ix. Foreign exporters have an agent in India. Commission is payable to the agent in Indian Rupees @ 5% of FOB price.</p> <p>Find the assessable value.</p>		
Q.3. A.	Short note : Export oriented Unit schemes	(10)	04
Q.3.B.	Short note: Advance authorization for Inputs.	(05)	04
	OR		
Q.3. C.	Discuss the provisions of imports and exports under the FTP policy.	(10)	04
Q.3. D.	What are the key functions or responsibilities of the DGFT under the foreign trade policy of India?	(05)	04
Q.4. A	<p>Answer the following questions :</p> <p>a) Define goods under the customs act.</p> <p>b) Explain the organizational structure of FTP in India.</p> <p>c) Explain the concept of Indian customs water under customs act.</p> <p>d) Name any 3 articles that can be brought to India duty free from outside India.</p> <p>e) Explain Electronic cash ledger under GST.</p>	(15)	01, 02, 03, 04