

Consolidated FS : REVISION

By CA Santhak Jain

H Ltd (31-3-2017)

S Ltd. (31-3-2017)

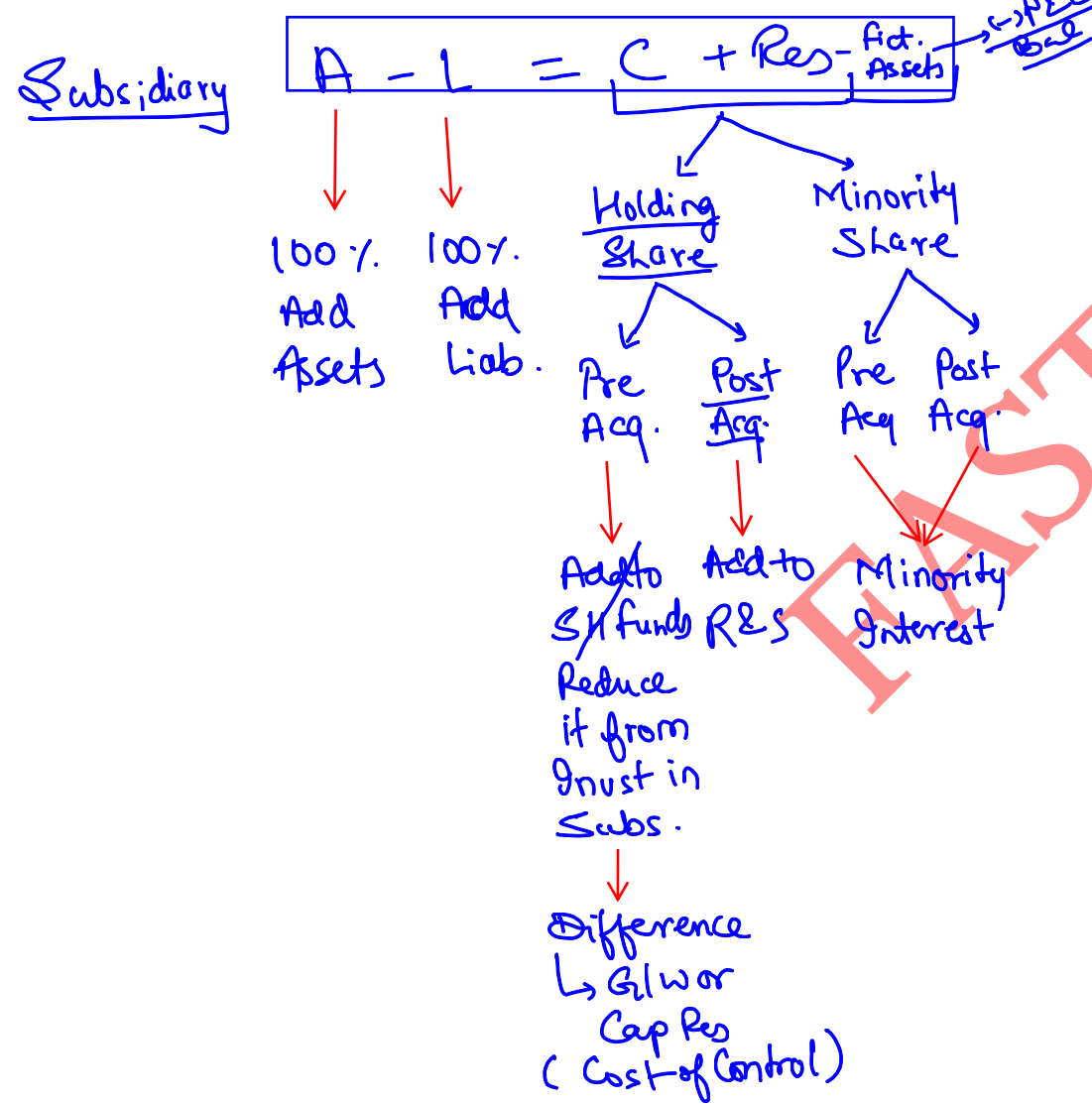
Esc	200,000	Esc	30,000 ✓
Reserves (GR)	100,000	GR (Opening)	15,000 ✓
Liabilities	100,000	PL (2016-17)	5,000 ✓
PPE	300,000	Liabilities (Deb.)	5,000 ←
Investments in S Ltd. (on 31-3-16 for 80%) → Beg.	60,000	PPE	50,000
CA and other assets (Invst in 100% of Deb of S Ltd for 6000) ←	40,000	CA and other Assets (Disc. on issue of Deb)	5,000

Step I : CoC

Carrying amt of invst in capital of S Ltd.	60,000
Less: Share in Equity of S Ltd. (31-3-16)	(36,000)
a) ESC	30,000
b) GR	15,000
c) PL	5,000
	<u>45,000</u>
	x 80%
Goodwill	<u>24,000</u>

S Ltd: $A = L + C$ Equity

$A = "L" + "C + Res"$



Step II : Minority Interest

Esc	30,000
GR	15,000
PL	5,000
	<u>50,000 @ 20%</u>
	<u>10,000</u>

Step III : Cons Res & Surplus

H Ltd. R&S	GR	PL
31-3-2017	100,000	-
+ S Ltd.		4000
Post acq. reserves share of holding		(5000 x 80%)
	<u>100,000</u>	<u>4000</u>

Cons BS of H Ltd. with Subsidiary S Ltd as on 31-3-17

Esc	200,000
Cons GR (Step III)	100,000
Cons PL	4,000
Minority Interest (Step II)	10,000
Liabilities	<u>105,000</u>
PPE	350,000
Goodwill (Step I)	24,000
CA and other assets	<u>45,000</u>