Board of Studies
The Institute of Chartered Accountants of India

Corrigendum to the Study Material [April, 2023 Edition]
CA Intermediate, Paper 6A Financial Management

In the printed copy of the Study Material [April, 2023 Edition], students may note the following correction. The corrections have been carried out in the Study material hosted on the website.

Module No.	Chapter No.	Page No.	Suggested corrections
1	3	3.72	Under Question no.11, acid test ratio may be removed.
	4	4.29	Under the topic ' Cost of Retained Earning', the note for 'Personal Income' Tax may be removed.
	4	4.56	Under the Solution to Question no. 7, $$K_p = 3\% + \frac{5\% - 3\%}{[3.39 - (-13.65)]}$$ may be read as $$K_p = 3\% + \frac{5\% - 3\%}{[-13.65 - 3.39]} \times -13.65$$
	6	6.18	Under the topic 'Financial Leverage as a Double Edged Sword' , 'ROI>KD = Negative/Disadvantage' may be read as 'ROI<KD = Negative/Disadvantage'.
2	7	7.29	Under the topic 'Net Present Value Technique (NPV)', Decision rule table, 'If NPV$\leq$0, Reject the Proposal' may be read as 'If NPV<0, Reject the Proposal'
		7.31	Under the topic 'Profitability Index', Decision rule table, 'If PI$\leq$1, Reject the Proposal' may be read as 'If PI<1, Reject the Proposal'
		7.38	Under the topic 'Internal Rate of Return Method(IRR)', Acceptance rule table, 'If IRR$\leq$Cut-off rate or WACC, Reject the Proposal' may be read as 'If IRR<Cut-off rate or WACC, Reject the Proposal'
		7.52	Under the topic ' Summary of decision criteria – Discounted techniques' , NPV>0, PI>, IRR>K may be read as NPV$\geq$0, PI$\geq$, IRR$\geq$K
		7.70	Under the Solution to Illustration no. 19, "Calculation of Adjusted Discount Rate (ADR), "x sign" may be read as "+ sign"
		7.95	Under Solution to Question no. 10, Loss of rent on storage space(opportunity cost) may be deducted from Profit after

			tax. Further solution can be done accordingly.
		7.102	Under Working Note of Solution to Question no. 5, '6000' in qty of sugar may be read as '10' and , '6000' in qty of milk may be read as '100'
	8	8.45	Under Question no. 9, '5,000 shares' may be read as '25,000 shares'.
		8.49	Under Solution to Question no. 5, $\dfrac{₹209.88 \times 1.15}{(0.2-0.05)^{1}} \times \dfrac{1}{(1+0.2)^{5}}$ may read as $\dfrac{₹209.88 \times 1.05}{(0.2-0.05)^{1}} \times \dfrac{1}{(1+0.2)^{4}}$ accordingly solution may be modified.
			Explanation of Graham & Dodd Model has been added in summary of this chapter
	9	9.135	Under Solution to Question no. 5, Note may be added "Value of closing stock may be valued at average cost of goods available for sale".

HoD, Board of Studies