EduTap

PFRDA Grade A Commerce & Accounts

Phase 2

Previous Year Papers

2021-25

#beexamready

Preface

Dear Students,

We are pleased to present this recollected question paper with answer keys for the **PFRDA Grade A Commerce & Accounts** subject, covering the past five years **from 2021 to 2025(Exam held 3 times).** This document has been meticulously prepared to serve as a valuable resource for candidates preparing for the PFRDA Grade A Phase 2 Exam.

By practising questions that have been actually asked in the examination, aspirants can gain clarity on the **exam pattern, difficulty level, and types of questions** likely to appear in the upcoming exam.

We wish you all the best in your exam preparation journey and hope that this document serves as a valuable asset in strengthening your performance and confidence.

Disclaimer: While every effort has been made to ensure the accuracy and relevance of the questions and answer keys, minor variations in question wording or options may exist due to the memory-based nature of this compilation. Candidates are advised to use this document as a reference tool to enhance their comprehensive understanding of the syllabus and overall exam readiness for the **PFRDA Grade A examination.**

Table of Contents

PFRDA Grade A 2021 Phase 2 Commerce & Accounts Recollected Questions

Q.1) Calculate the current ratio from the following given information.

Balance Sheet of ABC Company as on 31.03.2021			
Liabilities & Equity	₹	Assets	₹
Share Capital	20,00,000	Plant & Machinery	5,00,000
Sundry Creditors	4,60,000	Furniture & Fixtures	2,00,000
12% Bank Loan	5,00,000	Land & Building	7,00,000
Bank Overdraft	5,50,000	Sundry Debtors	20,00,000
8% Debentures	3,60,000	Cash in hand	10,00,000
Deferred Tax Liabilities	6,30,000	Inventories	1,00,000
Total	45,00,000	Total	45,00,000

Options:

A. 2.26
B. 3.07
C. 1.66
D. 2.05
E. 6.74

Q.2) From the given information calculate the Asset Coverage Ratio
Cash & Equivalents = $50m
Accounts Receivable = $30m
Property, Plant & Equipment = $100m
Intangible Assets = $20m
Accounts Payable = $60m
Short-Term Debt = $20m
Long-Term Debt = $40m
Options:

A. 1.0
B. 1.5
C. 2.0
D. 2.5
E. 3.0

Q.3) Company X has reported the below figures:
Equity Share Capital: ₹500000
Preference Share Capital: ₹600000
Long Term Debentures: ₹200000
EBIT: ₹90000
Based on the above information, you are required to calculate ROCE.
Options:

A. 6.92
B. 4.51
C. 5.36
D. 4.25
E. 6.13

Q.4) EBIT to Sales Ratio is also known as __________
Options:
A. Interest Coverage Ratio
B. Proprietary Ratio
C. Assets Turnover Ratio
D. Return on Capital Employed Ratio
E. Operating Profit Ratio

Q.5) Given,
Credit Sales = ₹72,00,000
Average Accounts Receivable = ₹12,00,000
Calculate the Average age of Receivables
Options:
A. 60 days
B. 45 days
C. 90 days
D. 180 days
E. 72 days

Q.6) The depreciable amount of a depreciable asset should be allocated on a __________ basis to each accounting period during the useful life of the asset
Options:
A. Straight-line basis
B. WDV basis
C. Systematic basis
D. Zero basis
E. None of the above

Q.7) Which of the following is not a current liability?
Options:
A. Deferred Tax Liability
B. Bank Overdraft
C. Accounts Payable
D. All of the above
E. None of the above

Q.8) If an investment is realizable within 1 year, then this type of investment is known as ___________

Options:

A. Marketable Securities
B. Current Investments
C. Liquid Investments
D. Long-term Investments
E. None of the above

PFRDA Grade A 2021 Phase 2 Commerce & Accounts Recollected Questions Answer Key

Answer Key

Question	Answer	Question	Answer	Question	Answer
1	B	2	C	3	A
4	E	5	A	6	C
7	A	8	B		

PFRDA Grade A 2022 Phase 2 Commerce & Accounts Recollected Questions

Q.1) Suppose a company named as XYZ LTD took the loan of amount $2,00,000 on 1st December. Currently the exchange rate between Dollar and Rupee is 74.43. However, on 31st March, the forward exchange rate stands at 76.78. Calculate the profit or loss of the company.

Options:

A. 1,70,000
B. 4,70,000
C. 5,78,000
D. 5,88,000
E. 6,88,000

Q.2) The ex-rights price is the price of the shares trading in the market post the issue of new rights share. In the same regard, calculate the ex-right price of the company, if the company opts for right issue at Rs. 120 and the current market prices of the company is Rs. 240. Its given that, company offered 1 right share for every 2 existing shares.

Options:

A. 100
B. 400
C. 300
D. 200
E. 500

Q.3) There are multiple accounting concepts and principles which brings uniformity in various accounting procedure. In the same manner, which of the following accounting principle is followed and practiced while passing adjustment entries in the books of accounts and it further says that revenue and expenses incurred to earn these revenues must belong to the same accounting period ?

Options:

A. Entity Concept
B. Accrual Concept
C. Going Concept
D. Matching Concept
E. Revenue Recognition Concept

Q.4) The objective of IND-AS 16 Standard is to prescribe the accounting treatment for property, plant and equipment so that users of the financial statements can discern information about an entity's investment in its property, plant and equipment and the changes in such investment. In the same regard, which of the following component is not covered in IND-AS 16 ?

Options:

A. Directly Attribute Cost
B. Purchase Price
C. Trade Discount
D. Restoration Cost
E. None of the above

Q.5) Indian Accounting Standard 113 (Ind-AS 113) helps companies with a unified procedure to define the fair value of assets while declaring their financing statements. As per Ind-AS – 113, which of the following are the features of Market participants operating in the principal or most advantageous market.

Options:

A. All market participants are independent of one another
B. All market participants are knowledgeable and have reasonable understanding about the asset/liability
C. They are able/willing to enter into a transaction for the asset or liability
D. All Market participants obtain all the information through usual and customary due diligence.
E. All of the above

Q.6) Assuming that a company took one single asset on operating lease and the company paid an amount of Rs. 1,00,000 straightforwardly. The lease term is of 15 years, and later it was decided that company will transfer Rs. 4,50,000 for yearly lease payments. As per IND AS 17, what will be the accounting treatment for Rs. 1,00,000 which was paid straightforwardly.

Options:

A. Write-off the amount of Rs. 1,00,000 in the first two year of lease period
B. Amortized the amount of Rs. 1,00,000 over the first 2 years of lease period
C. Write-off the amount of Rs. 1,00,000 in the very first year of lease period
D. Amortized the amount of Rs. 1,00,000 over the lease period
E. None of the above

Q.7) Study the following financial data and thereafter calculate trade payables turnover ratio

- **Cash purchases= 1,00,000**
- **Opening creditors= 25,000**
- **Closing bill payables= 25,000**
- **Purchase returns= 7,000**
- **Total purchases= 4,07,000**
- **Closing creditors= 50,000**
- **Opening bill payables= 20,000**

This is a re-created question, the numerical value can differ, however the overall essence and theme remains the same

Options:

A. 3
B. 5
C. 6
D. 7
E. 8

PFRDA Grade A 2022 Phase 2 Commerce & Accounts Recollected Questions Answer Key

Answer Key

Question	Answer	Question	Answer	Question	Answer
1	B	2	D	3	D
4	C	5	E	6	D
7	B				

PFRDA Grade A 2025 Phase 2 Commerce & Accounts Recollected Questions

Q1. A company has a current market price of Rs 125 per share. It issues Right Shares at Rs 50 each at 20% premium in the ratio of 1:5. Calculate the Ex-right price and the Value of Right per share.

A. Ex-right price = Rs 114.16; Value of right = Rs 10.84
B. Ex-right price = Rs 112.50; Value of right = Rs 12.50
C. Ex-right price = Rs 95.00; Value of right = Rs 30.00
D. Ex-right price = Rs 110.00; Value of right = Rs 15.00
E. Ex-right price = Rs 100.83; Value of right = Rs 24.17

Q2. Which of the following is considered an asset covered under Accounting Standard (AS) 2 Valuation of Inventories?

A. Investment in shares and securities
B. Harvested crops at government minimum assured price
C. Government securities purchased
D. Construction work-in-progress (WIP) for long-term projects
E. Assets used for ordinary course of business

Q3. What is the effect of issuing bonus shares by a company?

A. Number of shares in circulation increases
B. Company's total net worth increases
C. Paid-up share capital decreases
D. Shareholders' total wealth decreases
E. Company's liabilities increase

Q4. Which of the following statements about non-integrated foreign operations is incorrect according to Accounting Standard 11 (AS 11)?

A. Contingent liabilities at the closing date are translated at the closing exchange rate.
B. Income and expenses of non-integrated operations are translated at the exchange rates prevailing on the dates of the transactions rate.
C. Assets and liabilities of non-integrated operations are translated at the date of transaction.
D. Foreign exchange transaction differences on investments in non-integrated foreign operations are recognized in the books of accounts.
E. Monetary items and non-monetary items at the closing rate.

Q5. Classify each of the following as either a source of fund (A) or an application of fund (B):

1. **Redemption of debentures with premium**
2. **Funds lost in operations**
3. **Issue of shares**
4. **Creditors paid off**
5. **Money received from receivers**
6. **Purchase of fixed assets**

1-B, 2-B, 3-A, 4-B, 5-A, 6-B

A. 1-A, 2-B, 3-B, 4-A, 5-B, 6-A
B. 1-B, 2-A, 3-B, 4-A, 5-A, 6-A
C. 1-A, 2-A, 3-A, 4-A, 5-A, 6-B
D. 1-B, 2-A, 3-A, 4-B, 5-A, 6-B

Q6. A company purchased inventory for Rs 35 lakhs. It sold 60% of it. The remaining inventory is now expected to be sold for Rs 16 lakhs, but a 15% sales commission will be incurred to sell it. What is the value at which this remaining inventory should be reported in the financial statements as per AS 2?

A. 16.0 lakhs
B. 15.0 lakhs
C. 14.4 lakhs
D. 13.6 lakhs
E. 12.0 lakhs

PFRDA Grade A 2025 Phase 2 Commerce & Accounts Recollected Questions Answer Key

Answer Key

Question	Answer	Question	Answer	Question	Answer
1	A	2	E	3	A
4	C	5	A	6	D

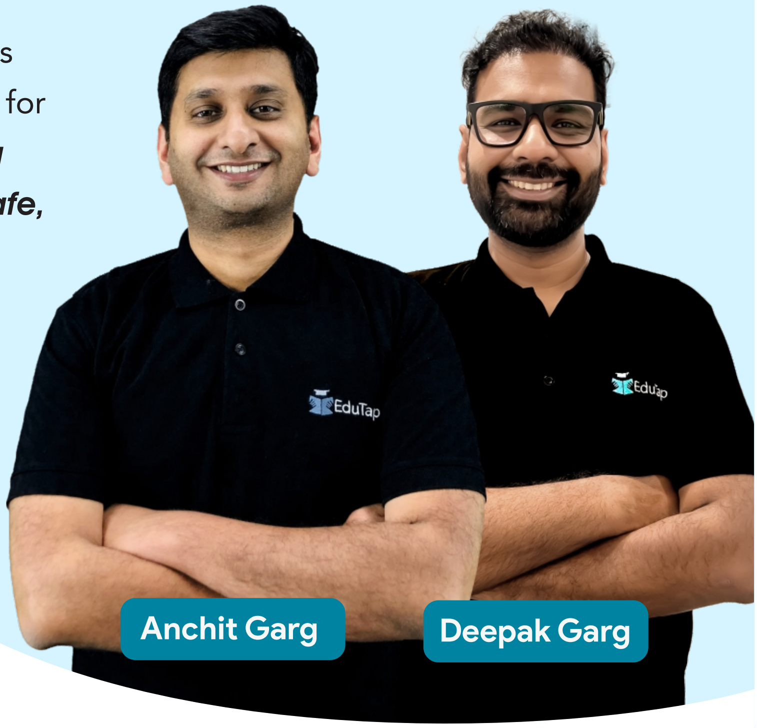
What Next?

1. **Identify Right Source:** Follow the best study resources (books, online courses, videos, etc.) for each topic on the list. Do not follow multiple sources for the same topic but rather follow good sources multiple times.
2. **Topic Prioritization:** Review the document to identify key topics that require special attention. Prioritize your study schedule based on the significance of each topic in the syllabus. Ensure a balanced approach, allocating more time to critical subjects.
3. **Width of Syllabus:** Merely going through the syllabus is not enough; Regularly revisit the document to reassess what topics actually need to be covered.
4. **Depth of Understanding:** Recognize the varying depths at which topics should be covered. While some concepts demand a broad understanding, others require a more in-depth analysis. Tailor your study approach, accordingly, allocating more time to complex topics that demand deeper comprehension.

EduTap

About Us

We are a passionate team of experienced professionals who understand the challenges of aspirants preparing for government jobs. Our vision is to "***create a nurturing ecosystem for the aspirants so that they can feel safe, guided, and mentored***."



Our Mission

At EduTap, our mission is to empower students to reach their full potential by providing comprehensive guidance, expert mentorship, and a supportive community. Since our start in 2016, we've grown into a trusted platform for aspirants, delivering exceptional results in government recruitment exams and certifications year after year.

Why Choose Us

Our **mentors walk with you every step of the way,** providing personalized guidance and insightful advice.

Our courses offer a **comprehensive curriculum** that covers all aspects of the exam, from theoretical knowledge to practical application.

We have a **track record of helping students (even if they are not our paid subscribers)** achieve their dreams, with consistently high results in leading government exams.

We help you connect with a **community of like-minded individuals** who share your goals and support your journey.

+91 8146207241 hello@edutap.co.in edutap.in