

SECTION - D

Answer any one of the following sub-questions. Each question carries 8 marks. (1×8=8)

12. A) Case: Shivaraj Motors and Financers, dealers in Tata Commercial Vehicles is situated in Chikkaballapur. Mr. Raheem an onion merchant visits the showroom to purchase a new "Tata Intra V-30" a commercial vehicle in exchange for his old vehicle. He gets the following quotation for the enquired vehicle:

Ex-showroom price: ₹7,50,000

On road price : ₹ 8,25,000

Down payment is 20%

Exchange Bonus = ₹ 5,000

Old vehicle resale rate = ₹ 70,000

Rate of interest 7.5% p.a. (at flat rate)

Loan period = 18 months.

Expected Outcome:

- a) Ascertain the total interest that Raheem needs to pay for 18 months.
- b) Calculate the EMI considering the above conditions.

OR

- B) Case: A hyper market carries on its business through 3 departments: Grocery, Footwear and Clothing. The following information for the year 2020-21 is made available to you. (All figures given below under point A and B are in ₹ Lakhs)
 - a) Salary ₹ 180, Rent, rates and taxes ₹ 60, Insurance ₹ 25,
 Miscellaneous expenses ₹ 50.