

10	Dikshant, Kirat and Lavish were partners sharing profits in ratio 3:2:1. Varun was admitted as a partner on 1/7 th share. The NPSR will be 2:2:2:1. Varun brought Rs.1,00,000 as his share of capital and Rs.24,000 as his share of premium. Pass necessary journal entries showing your working clearly.	3																																				
Long answer																																						
11	<p>Jay, Aditya and Kushagra are partners sharing profits in the ratio of 3:2:1. Their Balance Sheet as at 31st March, 2015 is as under :</p> <table border="1" data-bbox="172 510 1257 846"> <thead> <tr> <th>Liabilities</th> <th>Amount</th> <th>Asset</th> <th>Amount</th> </tr> </thead> <tbody> <tr> <td>Creditors</td> <td>38,000</td> <td>Bank</td> <td>9,000</td> </tr> <tr> <td>Bank Loan</td> <td>5,000</td> <td>Debtors 40,000</td> <td></td> </tr> <tr> <td>General Reserve</td> <td>15,000</td> <td>(-) Prov. 2,000</td> <td>38,000</td> </tr> <tr> <td>Capitals</td> <td></td> <td>Stock</td> <td>45,000</td> </tr> <tr> <td>J 70,000</td> <td></td> <td>Patent</td> <td>5,000</td> </tr> <tr> <td>A 50,000</td> <td></td> <td>Building</td> <td>1,10,000</td> </tr> <tr> <td>K 41,000</td> <td>1,61,000</td> <td>Goodwill</td> <td>12,000</td> </tr> <tr> <td></td> <td>2,19,000</td> <td></td> <td>2,19,000</td> </tr> </tbody> </table> <p>On 1/4/2015, Divya is admitted as partner with 1/4 share profits which he gets 1/8 from Jay and 1/8 from Aditya. Other terms agreed are :</p> <ol style="list-style-type: none"> Divya will contribute Rs.48,000 as his capital and Rs.16,000 as his share of goodwill. Reserve for bad debts be reduced by Rs.500 A claim for damages of Rs.2,500 be accepted. A creditor for Rs.2,000 is not expected to claim his money. Patent are valueless and building are valued at 10% more. Jay is to pay off the bank loan. <p>After making the above adjustments, the capital of old partners' be adjusted on the basis of Divya's capital by opening current account of partners. Prepare Revaluation Account, Partners' Capital Accounts and New Balance Sheet of the firm.</p>	Liabilities	Amount	Asset	Amount	Creditors	38,000	Bank	9,000	Bank Loan	5,000	Debtors 40,000		General Reserve	15,000	(-) Prov. 2,000	38,000	Capitals		Stock	45,000	J 70,000		Patent	5,000	A 50,000		Building	1,10,000	K 41,000	1,61,000	Goodwill	12,000		2,19,000		2,19,000	5
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12	<p>(a) Prnay and Harsh are partners sharing profits in the ratio of 3:2. Their Balance Sheet as on 31/3/2009 was as follows :-</p> <table border="1" data-bbox="172 1487 1257 1823"> <thead> <tr> <th>Liabilities</th> <th>Amount</th> <th>Asset</th> <th>Amount</th> </tr> </thead> <tbody> <tr> <td>Creditors</td> <td>66,000</td> <td>Bank</td> <td>87,000</td> </tr> <tr> <td>Investment fluctuation Fund</td> <td>4,000</td> <td>Debtors 42,000</td> <td></td> </tr> <tr> <td>Reserve Fund</td> <td>10,000</td> <td>(-) Prov. 7000</td> <td>35,000</td> </tr> <tr> <td>Capitals</td> <td></td> <td>Investment (market price Rs.19,000)</td> <td>21,000</td> </tr> <tr> <td>Pranay 1,19,000</td> <td></td> <td>Building</td> <td>98,000</td> </tr> <tr> <td>Harsh 1,12,000</td> <td>2,31,000</td> <td>Plant and Machinery</td> <td>70,000</td> </tr> <tr> <td></td> <td>3,11,000</td> <td></td> <td>3,11,000</td> </tr> </tbody> </table> <p>Ragahav was admitted on that date for 1/6th share on the following terms :</p> <ol style="list-style-type: none"> Ragahv will bring 56,000 as his share of capital. Goodwill of the firm is valued at Rs.84,000 and Raghav will bring his share of goodwill in cash. Plant and Machinery be appreciated by 20%. 	Liabilities	Amount	Asset	Amount	Creditors	66,000	Bank	87,000	Investment fluctuation Fund	4,000	Debtors 42,000		Reserve Fund	10,000	(-) Prov. 7000	35,000	Capitals		Investment (market price Rs.19,000)	21,000	Pranay 1,19,000		Building	98,000	Harsh 1,12,000	2,31,000	Plant and Machinery	70,000		3,11,000		3,11,000	5				
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<p>(iv) All debtors are good.</p> <p>(v) There is a liability of Rs.9,800 included in sundry creditors that is not likely to arise.</p> <p>(vi)Capital of Prany and Harsh will be adjusted on the basis of Ragahv capital and any excess or deficiency will be made by withdrawing or bringing in cash by the concerned partner.</p> <p>Prepare Revaluation account, Partners' Capital account and Balance sheet of firm after the above adjustments.</p> <p>(b) A and B are partners. They decided to admit C as a partner who has just passed out M.B.A. despite suffering from polio. They further decided to provide free transportation facility. Point out the values involved in their decision.</p>	
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CHOITHRAM MANIK BAGH