

HERAMB COACHING CLASSES

Yogeshwar Towers, Katemanivali, Kalyan (East)

Date: 17/11/17

XII/Book Keeping**Marks: 30****Duration: 1 Hour**

Q.1. The Balance Sheet of Ajay, Vijay, and Sanjay who shared profits and losses as 2:3:3 is as follows: **(15)**

Balance Sheet as on 31st December 2001

Liabilities	Rs.	Assets	Rs.
<u>Capital A/c's</u>		Building	3,00,000
Ajay 1,20,000		Machinery	90,000
Vijay 1,80,000		Furniture	75,000
Sanjay <u>1,80,000</u>	4,80,000	Debtors	15,000
General Reserve	24,000	Stock	40,000
Sundry Creditors	36,000	Bank	24,000
Bills Payable	20,000	Profit & Loss A/c	16,000
	5,60,000		5,60,000

Vijay died on 1st April 2002 and it was agreed that:

- (1) The assets be revalued as Building Rs.3,80,000 ; Machinery Rs.82,000 ; Furniture Rs.68,000 ; Debtors Rs.12,500 ; Stock is appreciated by 20%.
- (2) Goodwill of the firm is valued at 2 years purchase of the average profit of the last 4 Years.
- (3) Vijay's share of profit up to his death is to be calculated on the basis of the average of the profit of last 2 years.
- (4) Profits of the firm were: 1997-Rs.60,000 ; 1998-Rs.75,000 ; 1999-Rs.85,000 and 2000-Rs.80,000.
- (5) Interest charged on capital @ 18% p.a.

Prepare revaluation a/c, Partners Capital a/c's, and Balance Sheet of the firm after Vijay's death.

Q.2. Sathe, Deshpande and Madlani were partners sharing profits and losses in the ratio of 5:2:3. Their Balance Sheet was as follows: **(15)**

Balance Sheet as on 31st March 2012

Liabilities	Rs.	Assets	Rs.
Capital:		Plant and Machinery	50,000
Sathe	70,000	Building	1,00,000
Deshpande	80,000	Motor Van	20,000
Madlani	50,000	Stock	30,000
Creditors	25,000	Debtors	36,000
Bills Payable	12,000	Less: RDD	<u>2,000</u>
Reserve Fund	25,000	Cash	28,000
	2,62,000		2,62,000

Deshpande retired on that date on the following terms:

- (i) Plant and Machinery to be depreciated by 10% and Motor Van by 20%
- (ii) Stock to be appreciated by 10% and Building by 20%
- (iii) RDD is no longer necessary
- (iv) Provision is to be made for Rs. 8,000 being compensation to workers
- (v) The goodwill of the firm to be valued at Rs. 40,000 and Deshpande share in it should be raised
- (vi) Both the remaining partners decided to write off the goodwill
- (vii) Amount payable to Shri Deshpande to be kept as loan.

Prepare Profit and Loss Adjustment Account, Partner Capital Account, New Balance Sheet