

HERAMB COACHING CLASSES

Yogeshwar Towers, Katemanivali, Kalyan (East)

Date: 27/09/2018

XII/Book Keeping

Marks: 30

Duration: 1 Hour

Q.1. Kate Bate and Mote were in partnership sharing profits and losses in the ratio of 2:3:3 respectively. Their Balance Sheet as on 30th June, 2003 was as follows: **(15 marks)**

Balance Sheet as on 30th June, 2003:

Liabilities	Rs.	Assets	Rs.
Creditors	40,000	Cash	22,500
Bank Overdraft	20,000	Bills Receivable	4,500
General Reserve	16,000	Debtors	60,000
<u>Capitals:</u>		Stock	35,000
Kale	20,000	Furniture	2,000
Bate	27,000	Building	29,000
Mote	<u>30,000</u>		
	77,000		
	1,53,000	There	1,53,000

On 1st July, the admitted Thote into the firm on the following terms:

- (1) Thote to bring Rs.30,000 as his capital for 1/4th Share in future profits.
- (2) A goodwill account be raised in the books at Rs.30,000
- (3) The value of stock to be reduced by 10%
- (4) A provision of Rs.4,000 to be made for bad debts.
- (5) An item of Rs.500 included in creditors is to be written off.

Prepare (1) Profit and Loss Adjustment Account

(2) Partners Capital Account

(3) Balance Sheet of new firm.

Q.2. Manoj and Rahul are equal partners in a business

(15 marks)

Balance Sheet as on 31/03/12

Liabilities	Rs.	Rs.	Assets	Rs.	Rs.
Sundry Creditors		1,80,000	Cash at Bank		1,20,000
General Reserve		36,000	Debtors	62,000	
<u>Capital:</u>			Less: RDD	<u>2,000</u>	60,000
Manoj	90,000		Bills Receivable		24,000
Rahul	<u>60,000</u>	1,50,000	Building		1,14,000
			Machinery		48,000
		3,66,000			3,66,000

They decided to admit Amit on 1/4/12 on the following terms:

- (1) The Machinery and the Building be depreciated by 10%
- (2) Reserve for Doubtful Debts to be increased to Rs. 5,000
- (3) Bills Receivable are taken over by Manoj
- (4) Creditors are paid at a discount of 10%
- (5) Amit should bring Rs. 80,000 as capital for his 1/4th share in future profits and Goodwill A/c be opened in the books of the firm at Rs. 40,000
- (6) The capital A/c of all the partners are adjusted in their profit sharing ratio.

Prepare Profit and Loss Adjustment A/c, Partners Capital A/c and Balance Sheet