

CLASS:  
12

**INDIAN SCHOOL MUSCAT**  
**SECOND PERIODIC ASSESSMENT**  
**SET –C**

SUBJECT:

QP.NO.

VALUE POINTS

SPLIT  
UP  
MARKS

1. X and Y are partners in a firm sharing profits and losses in the ratio of 5:3. X surrenders  $\frac{1}{20}^{\text{th}}$  of his share, whereas Y surrenders  $\frac{1}{24}^{\text{th}}$  of his share in favour of Z, a new partner. Calculate new profit sharing ratio and the sacrificing ratio.  
NPSR : 38:23:3  
SR 2:1  
1
2. What is meant by Sacrificing Partner?  
It is the ratio in which old or existing partners forego or sacrifice their share of profit in favour of the new or incoming partner.  
1
3. Rohan and Sohan are partners in a firm sharing profits and losses in the ratio of 3:2. They admit Mohan as partner for  $\frac{1}{4}^{\text{th}}$  share. Mohan paid 1,60,000 outside the business as his share of goodwill. Pass the necessary journal entry in the books of the firm.  
No Entry as it is paid outside the business.  
1
4. Pass journal entries to record the following on admission of Zahra as a partner in the journal of Asha and Usha, who are sharing profits in the ratio of 2:3. One third of machinery is taken over by Usha for ₹.60,000 and balance is revalued at ₹.1,15,200 (book value of machinery ₹.1,44,000)  
Journal Entries  

Date	Particulars	L/f	Dr	Cr
	Usha Capital a/c Dr To Machinery a/c (Being mach taken over)		60,000	60,000
	Machinery a/c Dr To Revaluation a/c (Being machrevalued)		31,200	31,200

  
1
5. State any one right acquired by a newly admitted partner.  
a) Right to share future profits of the firm.  
b) Right to share in the assets of the firm.  
1
6. A and B are partners in a firm sharing profits and losses in the ratio of 5:3. C was admitted for  $\frac{1}{3}^{\text{rd}}$  share in the profits. On the date of C's admission, the Balance sheet of A and B showed a General Reserve of 1,20,000 and a balance of 40,000 in the Profit and Loss account on the assets side of the Balance Sheet. Pass necessary journal entries on the treatment of these items on C's admission.  
Journal Entries

Date	Particulars	L/f	Dr	Cr
	General reserve a/c Dr To A's Capital a/c To B's Capital a/c (Being General Reserve distributed)		1,20,000	75,000 45,000
	A's Capital a/c Dr B's Capital a/c Dr To Profit and Loss a/c ( Being Accumulated losses distributed)		25,000 15,000	40,000

7. Satya and Mitya are partners sharing profits in the ratio of 2:3. On 1<sup>st</sup> April 2019, they admit Nitya as partner for 1/4<sup>th</sup> share in profits. Nitya brought ₹.2,00,000 as his capital and ₹.72,000 as premium for goodwill for his 1/4<sup>th</sup> share in the profits. New profit sharing ratio is agreed to be 3:3:2. Satya and Mitya withdraw the premium for goodwill. Pass necessary journal entries.

**Journal Entries**

Date	Particulars	L/f	Dr	Cr
	Cash a/c Dr To Nitya's capital To Premium		2,72,000	2,00,000 72,000
	Premium a/c Dr To Satya's capital a/c To Mitya's capital a/c		72,000	7,200 64,800
	Satya's capital a/c Dr Mitya's Capital a/c Dr To Cash a/c		72,00 64,800	72,000

SR: 1:9

8. Chetana and Hetal were partners in a firm sharing profits in the ratio of 3:2. On 1<sup>st</sup> April, 2014 their Balance Sheet was as follows:

Liabilities	Amount	Assets	Amount
Creditors	34,000	Cash	12,000
General Reserve	8,000	Debtors	30,000
Workmen Compensation Fund	18,000	Investments	40,000
Investment fluctuation Fund	22,000	Plant	28,000
Provision for Bad debts	4,000	Land and Building	76,000
Capitals A/cs:			
Chetana 60,000			
Hetal 40,000	1,00,000		
	1,86,000		186,000

On the above date Vishnu was admitted for 1/4<sup>th</sup> share in the profits of the firm on the following terms:

- Vishnu will bring 40,000 for his capital and 8,000 for his share of goodwill premium.
- All debtors were considered good.

- c) The market value of investments was 30,000  
d) There was a liability of 12,000 for Workmen compensation.  
e) Capital Accounts of Chetana and Hetal are to be adjusted on the basis of Vishnu's Capital by opening Current Accounts.  
Prepare Revaluation Account and Partners Capital Account.

Revaluation a/c

Particulars	Amount	Particulars	Amount
To Profit		By PBDD	4000
Chetana	<b>2400</b>		
Hetal	<b>1600</b>		
	4000		4000

Partners Capital a/c

Particulars	C	H	V	Particulars	C	H	V
To bal c/d	82800	55200	40000	By bal b/d	60000	40000	
				By GR	4800	3200	
				By WCR	3600	2400	
				By IFR	7200	4800	
				By Cash			40000
				By Prem	4800	3200	
				By Rev	2400	1600	
	82800	55200	40000		82800	55200	40000
To C cur	<b>10800</b>			By bal b/d	82800	55200	40000
To H cur		<b>7200</b>					
To bal c/d	<b>72000</b>	<b>48000</b>	<b>40000</b>				
	82800	55200	40000		82800	55200	40000