

Date - 27.4.20

B. Com Hous.  
I.D.C. Part I

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Question.

P, Q, and R were partners in a firm and shared profits in the ratio of 5:3:1 on 31 March 2019 Their Balance sheet was as follows

Liability		Amount	Assets		Amount
Account Payable -		42000.	Building		40000
Loan from S.B.I -		30000	Plant & Machinery		40000
Revenue Fund.		9000	Stocks -		19000 -
Capitals :-			B/R -		42000 -
P -	44000		Loan to R -		2000
Q -	36000		Cash at Bank		38000
R -	20000				
		100000			181000
		181000			181000

The partner dissolved the business. The assets realised were 23400, B/R - 50% of fixed assets 10% less than their book value, Accounts Payable were settled for 32000. There was an unrecorded liability of 8000, which was paid off. Realisation expenses Rs 1250 were also paid. Prepare Realisation Account, Partner's Capital Account & Balance Account. P.T.O.

Realisation Account

To Building	40000	By Account Payable	42000
" Plant & Machine	40000	" Loan from S.B.I.	30000
" Stock	19000	" Bank (Assets sold)	
" Bills Receivable	42000	Stock	23400
" Bank (B/P)	32000	B/R	21000
" Bank (Loan)	30000	Fixed Asset	72000
" Bank (unrecorded liability)	800	" Loss Transferred to	
" Bank (Expenses)	1250	P Capital A/c	9250
		Q —	5550
		R —	1850
	<u>205050</u>		<u>116400</u>
			<u>205050</u>

Particulars	P	Q	R	Particulars	P	Q	R
To Realisation A/c (Loss)	9250	5550	1850	By Balance B/D	44000	36000	20000
" Bank	89750	33450	19150	" Reserve Fund	5000	3000	1000
	<u>49000</u>	<u>39000</u>	<u>21000</u>		<u>49000</u>	<u>39000</u>	<u>21000</u>

Bank Account

Particulars	Amount	Particulars	Amount
To Balance B/D	38000	By Realisation A/c (cr)	32000
" Realisation A/c (Assets sold)	116400	" Realisation (Bank Loan)	30000
" Loan to R A/c	2000	" Realisation (unrecorded liability)	800
	<u>156400</u>	" Realisation (Exp)	1250
		P —	39750
		Q Capital	33450
		R —	19150
			<u>156400</u>