CLASS TEST/XII E/SUB-ACC/CHAP-ADMISSION OF PARTNER

Time : 35 mint **Full Marks: 15**

1. A and B are partners sharing profit in the ratio of 5:3. C is admitted to the partnership for 1/4th share of future profit. He has taken 7/16 from A and 5/16 from B. Calculate NPSR and sacrificing ratio. [2]

2. M, N and O are partners sharing profit and loss in 5:3:2. They admitted P as a new partner who brings 5,00,000 as a capital and 2,10,000 as his share in goodwill for cash. M surrender 1/5th of his share, N surrender 1/6th of his share and O surrender 1/8th of his share to D.
Find sacrificing ratio and pass journal entry at the time of admission.[3]

3. A and B are partners for 4:1. C joins as a new partner for 1/6th portion.
Goodwill of the firm is Rs. 1, 20,000.
What will be the Journal entry if a partner?
i) Fails to bring premium for goodwill
ii) If partner bring 40% of premium for goodwill.
iii) What if Goodwill shows in the balance sheet are 30.000? [2+2+1]

1. Dhruv and Ansh are partners in a firm sharing profits and losses: Dhruv 75% and Ansh 25%. Their Balance Sheet as at 31st March, 2021 is given below:
Balance Sheet of Dhruv and Ansh as at 31st March, 2021

Liabilities	□	Assets	□
Sundry Creditors	49,000	Cash	62,000
Workmen Comp. Reserve	5,000	Sundry Debtors 18,500 Less: Pro. FDD 1,500	17,000
Capital A/c: Dhruv Ansh	30,000 20,000	Land and Building	25,000

On 1st April, 2021, Kavi is admitted as a new partner on the following terms:
(I) Land and Building is found to be valued at 25% above cost. It is decided to bring it to its cost.
(ii) Bad Debts amounting to ₹ 1,800 are to be written off. The remaining debtors are good.
(iii) Creditors include an amount of ₹ 5,000 received as commission from Amar. The necessary adjustment is required to be made.
(iv) The liability on Workmen Compensation Reserve is determined at ₹ 3,000.

(v) Kavi is to pay ₹ 15,000 to the existing partners as premium for Goodwill for 20% of the future profits of the firm. He is also to bring in ₹ 25,000 as capital.

(A) At the time of Kavi's admission, the Workmen Compensation Reserve of:

(i) ₹ 5,000 will be credited to the capital accounts of all the partners.

(ii) ₹ 3,000 will be credited to the capital accounts of all the partners

(iii) ₹ 2,000 will be credited to the capital accounts of the old partners

(iv) ₹ 2,000 will be debited to the capital accounts of the old partners.

(B) The value of Land & Building in the Balance Sheet of the reconstituted firm will be:

(i) ₹ 20,000

(ii) ₹ 31,250

(iii) ₹ 5,000

(iv) ₹ 6,250

(C) To adjust the creditors in adjustment (iii):

(i) Commission A/c will be credited with ₹ 5,000.

(ii) Creditors A/c will be credited with ₹ 5,000

(iii) Amar's A/c will be debited with ₹ 5,000

(iv) Creditors A/c will be debited with ₹ 5,000.

(D) The provision for Doubtful Debts in the reconstituted firm will be:

(i) ₹ 1,500

(ii) ₹ 1,800

(iii) Nil

(iv) None of the above

(D) The provision for Doubtful Debts in the reconstituted firm will be:

(i) ₹ 1,500

(ii) ₹ 1,800

(iii) Nil

(iv) None of the above

(E) The date of the Balance Sheet of the reconstituted firm will be:

(i) Balance Sheet for the year ending 31st March, 2022.

(ii) Balance Sheet as at 31st March, 2021.

(iii) Balance Sheet for the year ending 1st April, 2021.

(iv) Balance Sheet as at 1st April, 2021.