Class 12
24-7-2014

Time : 1 hr .
M. Marks : 20

1. State any two features of Partnership.
2. State any two items appearing in the debit side of current account.
3. State any two factors effecting goodwill of the firm.
4. $\quad A \& B$ are partners in a firm sharing profits \& losses in the ratio of $3: 2$ with Capitals of Rs. $10,00,000 /-$ and Rs. $5,00,000 /-$ respectively. As per partnership deed, they are allowed interest on capital @ 8\% p.a. The Net Profit for the year ended $31^{\text {st }}$ March 2008 before providing for interest on capital amounted to Rs. 45,000/-. Show the distribution of profit.
5. The average net profits expected in the future by Alex Firm are Rs. 1,00,000/- per year. The average capital employed in the business by the firm is Rs. 5,00,000/-. The rate of interest expected from capital invested in this class of business is $15 \%$. The remuneration of the partners is estimated to be Rs. 10,000/- p.a. Find out value of goodwill on the basis of two years purchase of super profits.
6. $\quad A \& B$ were sharing profits \& losses in the ratio $3: 2$. They admitted $C$ as a new partner for $1 / 4^{\text {th }}$ share in profit. A \& B decided to share future profits in the ratio $2: 1$. At the time of C's admission goodwill account appeared in the balance sheet was Rs. 50,000/-. Calculate the new profit ratio after C's admission and record the necessary journal entry. (3)
7. A, B and C were partners in a firm having fixed capital Rs. 1,00,000/-, Rs. 80,000/- and Rs. 60,000/- respectively. The Profit sharing Ratio is 3:2:1. The rate of interest on capital was agreed at $10 \%$ per annum but credited at the rate of $12 \%$ per annum. Give the necessary adjusting entry.
8. Aman, Babita and Suresh are partners in a firm. Their profit sharing ratio is 2:2:1. Suresh is guaranteed a minimum amount of Rs. $10,000 /-$ as share of profit every year. Any deficiency on that shall be met by Babita. Profits for two years ending $31^{\text {st }}$ December 2005 and $31^{\text {st }}$ December 2006 were Rs. 40,000/- and Rs. 60,000/- respectively. Prepare Profit \& Loss Appropriation Account for the two years.
```
-x-x-x-x-x-
```

