

**KRISHNA LAL KOHLI SARASWATI BAL MANDIR SR.
SEC. SCHOOL, MEHRAULI**

MM: 20

ACCOUNTANCY (UT-3)

TIME:40 MIN.

1. Realisation A/c is a **(1)**
(a) Nominal A/c (b) Real A/c (c) Personal A/c (d) None of the above
2. When the realisation expenses are to be borne by a partner, it is credited to: **(1)**
(a) Partner's capital A/c (b) Cash A/c (c) Realisation A/c (d) Profit & Loss A/c.
3. If a partner takes over any liability, which is not recorded the amount is to be credited to ----- **(1)**
4. Balance of general reserve is transferred to partners' capital account. **TRUE/FALSE (1)**
5. Pass Journal entries in the following cases-
 - A. Expenses of Realisation Rs. 1,500
 - B. Expenses of Realisation Rs. 600, but paid by Mohan, a partner,
 - C. Mohan, one of the partners of the firm, was asked to look into the dissolution of the firm for which he was allowed a commission of Rs. 2,000.
 - D. Motor car of book value 50,000 taken over by creditors of the book value of Rs. 40,000 in final settlement. **(4)**
6. A and B share profits and losses in the ratio of 5:2. They have decided to dissolve the firm. Assets and external liabilities have been transferred to Realisation A/c. Pass the Journal Entries to affect the following: **(4)**
 - A. Bank Loan of Rs. 12,000 is paid off.
 - B. A was to bear all expenses of Realisation for which he is given commission of Rs. 400.
 - C. There was an outstanding bill for repairs for Rs. 2,000. Which was paid off.
 - D. Stock worth Rs. 1,600 was taken over by B at Rs. 1,200
7. Kumar, Shyam and Ratan were partners in a firm sharing profits in the ratio of 5: 3 : 2 respectively. They decided to dissolve the firm with effect from 1st April, 2013. On that date, the balance sheet of the firm was as follows**Balance Sheet**

as at 1st April, 2013

Liabilities		Amt (Rs.)	Assets	Amt (Rs.)
Creditors		1,20,000	Plant	80,000
Capital A/cs			Furniture	45,000
Kumar	68,000		Motor Van	25,000
Shyam	50,000		Stock	30,000
Ratan	<u>27,000</u>	1,45,000	Debtors	71,000
			Cash	14,000
		<u>2,65,000</u>		<u>2,65,000</u>

The dissolution resulted in the following

1. Plant of Rs. 40,000 was taken over by Kumar at an agreed value of Rs. 45,000 and remaining plant realised Rs. 50,000.
2. Furniture realised Rs. 40,000.
3. Motor van was taken over by Shyam for Rs. 30,000.
4. Debtors realised Rs. 1,000 less.
5. Creditors for Rs. 20,000 were untraceable and the remaining creditors were paid in full.
6. Realisation expenses amounted to Rs. 5,000 **(8)**