THE VILLAGE
INTERNATIONAL SCHOOL
"We Nurture Dreams"
AIM HIGH, TOGETHER WE FLY

Date:25/07/24 GRADE: XII	MT - 02 (2024-25) ACCOUNTANCY [055]	Max marks: 20 Time: 50 Minutes

General Instructions:
1 All questions are compulsory.
2. Marks are indicated against each question.

<table>
<tr><td>Qn. No</td><td></td><td>Marks allocated</td></tr>
<tr><td>1</td><td>Tarun and Mukul are partners in a firm sharing profits and losses in the ratio 3:2. They admitted Nagar as a partner for 1/4 share in the profits. Nagar acquires his share from Tarun and Mukul in the ratio 2:1. The new profit sharing ratio of Tarun, Mukul and Nagar will be:

(a) 2:1:4   (b) 3:2:4
(c) 19:26:15   (d) 26:19:15</td><td>1</td></tr>
<tr><td>2</td><td>Rajesh and Manish are partners in a partnership firm. They have a reserve of ₹50,000 in their balance sheet. They want to admit Sanjay for 1/4 share of profit. The accounting treatment of reserve will be:
<table>
<tr><td></td><td>Particulars</td><td>LF</td><td>Dr. (₹)</td><td>Cr. (₹)</td></tr>
<tr><td>a</td><td>Rajesh's Capital A/c Dr.
Manish's Capital A/c Dr.
To Reserve A/c</td><td></td><td>25,000
25,000</td><td>

50,000</td></tr>
<tr><td>b</td><td>Reserve A/c Dr.
To Rajesh's Capital A/c
To Manish's Capital A/c</td><td></td><td>50,000</td><td>
25,000
25,000</td></tr>
<tr><td>c</td><td>Reserve A/c Dr.
To Rajesh's Capital A/c
To Manish's Capital A/c
To Sanjay's Capital A/c</td><td></td><td>50,000</td><td>
18,750
18,750
18,750</td></tr>
<tr><td>d</td><td>Reserve A/c Dr.
To Rajesh's Capital A/c
To Manish's Capital A/c</td><td></td><td>37,500</td><td>
18,750
18,750</td></tr>
</table></td><td>1</td></tr>
<tr><td>3</td><td>Given below are two statements, one labelled as Assertion (A) and the other labelled as Reason (R):
Assertion (A): Change in profit sharing ratio of the existing partners result into reconstitution of a partnership firm.
Reason (R): Change in profit sharing ratio among the existing partners result in a change in the existing agreement between the partners leading to reconstitution of the firm.
In the context of the above two statements, which of the following is correct?</td><td>1</td></tr>
</table>

	(a) Both (A) and (R) are correct and (R) is the correct explanation of (A). (b) Both (A) and (R) are correct, but (R) is not the correct explanation of (A). (c) (A) is correct, but (R) is incorrect. (d) Both (A) and (R) are incorrect.	
4	M and N share profits and losses in the ratio of 3:2. With effect from 1 April, 2021, they agreed to share profits equally. Individual partner's gain or sacrifice due to change in the ratio will be: (a) Sacrifice of M 1/10; Sacrifice of N 1/10 (b) Gain of M 1/10; Gain of N 1/10 (c) Sacrifice of M 1/10; Gain of N 1/10 (d) Gain of M 1/10; Sacrifice of N 1/10	1
5	X, Y and Z were partners sharing profits and losses in the ratio of 5: 3:2. With effect from 1.4.2023, they decided to share future profits and losses in the ratio of 2:3:5. They decided to record the effect of the following without affecting their book values: Profit and loss Account ₹ 24,000 Advertisement Suspense Account ₹ 12,000 Pass the necessary adjustment entry.	3
6	Anil and Beena were partners in a firm sharing profits in the ratio of 4:3. On 1 April, 2022, they admitted Chahat as a new partner for 1/14 share in the profits. On the date of Chahat's admission, the Balance Sheet of Anil and Beena showed a balance of ₹10,000 in the Investment Fluctuation Fund. The new profit-sharing ratio was agreed at 2:1:1. The market value of the investment was ₹17,000 less than the book value. Pass necessary journal entries on the admission of Chahat.	3
7	Hina and Neerja were partners in a firm sharing profits in the ratio of 3:2. Their capitals were ₹80,000 and ₹50,000 respectively. They admitted Seema in the firm on 1 April, 2023 as a new partner for 1/5 share in future profits. Seema brought ₹60,000 as her capital but could not bring her amount of goodwill. Calculate the value of Goodwill of the firm and Seema and record necessary journal entries on Seema's admission.	4
8	Rajat and Ravi are partners in a firm in the ratio of 7:3. Their Balance Sheet as at 31 March, 2022 is as follows: Balance Sheet as at 31st March,2022 is:	6

Liabilities	₹	Assets	₹
Creditors	60,000	Cash in Hand	36,000
Reserve	10,000	Cash at Bank	90,000
Capital Accounts:		Debtors	44,000
Rajat 1,00,000		Stock	50,000
Ravi 80,000	1,80,000	Furniture	30,000
	2,50,000		2,50,000

On 1 April, 2022, they admit Rohan on the following terms:

	(a) Goodwill is valued at ₹40,000 and Rohan is to bring the necessary amount in cash as premium for goodwill and ₹60,000 as capital for 1/4 share in profits. (b) Stock is to be reduced by 40% and furniture is to be reduced to 60%. (c) Capitals of the partners shall be proportionate to their profit sharing ratio taking Rohan's capital as the base. Adjustment of capitals to be made by cash. Prepare Revaluation Account, Capital Accounts of the new firm after the admission of Rohan.	
	THE END	