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**Profit and Loss Appropriation Account
For the year ended 31st March, 2019**

| Debit | | Credit | |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------|-----------------------------------|-----------------|
| Particulars | Amount (Rs.) | Particulars | Amount (Rs.) |
| To Interest on Partners' Capital | 1,08,000 | By Profit & Loss A/C (Net Profit) | 7,00,000 |
| To Partners' Salary | 5,20,000 | By Interest on Drawings | 22,200 |
| To Profit transferred to Sudha Capital A/c 94,200 X 5/10=47,100 Naresh Capital A/c 94,200 X 3/10=28,260 Geeta Capital A/c 94,200 X 2/10=18,840 | 94,200 | | |
| Total | 7,22,200 | Total | 7,22,200 |

1) Interest on Partners Capital

Sudha 6,00,000 X 9% = Rs. 54,000

Naresh 4,00,000 X 9% = Rs. 36,000

Geeta 2,00,000 X 9% = Rs. 18,000 (Total 54,000 + 36,000 + 18,000 = 1,08,000)

2) Salary

Sudha 30,000 X 12 = Rs. 3,60,000

Naresh 40,000 X 4 = Rs. 1,60,000 (Total 3,60,000 + 1,60,000 = 5,20,000)



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3) Interest on Partners Drawings

$$\text{Sudha} = 2,00,000 \times 12\% \times \frac{4.5}{12} = \text{Rs. } 9,000$$

$$\text{Average period} = \frac{9+0}{2} = 4.5$$

$$\text{Naresh} = 1,00,000 \times 12\% \times \frac{9}{12} = \text{Rs. } 9,000$$

$$\text{Average period} = \frac{12+6}{2} = 9$$

$$\text{Geeta} = 1,40,000 \times 12\% \times \frac{3}{12} = \text{Rs. } 4,200$$

$$\text{Average period} = \frac{6+0}{2} = 3$$

$$\text{Total } 9,000 + 9,000 + 4,200 = 22,200$$

