

### PROFIT & LOSS APPROPRIATION ACCOUNT

for the year ended on March 31, 2022

Dr.		Cr.	
Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Interest on Capital A/c		By P & L A/c	23,800
Arun	3,000	(Rs. 26,800 - Rs. 3,000)	
Barun	1,800		
	4,800		
To Salary A/c			
Barun	4,000		
To Profit transferred to Partners' Capital A/c:			
Arun (15,000x3/5)	9,000		
Barun (15,000x2/5)	6,000		
	15,000		
<b>Total</b>	<b>23,800</b>	<b>Total</b>	<b>23,800</b>

#### Working Notes

Interest on Barun's Loan =  $1,00,000 \times 6\% \times 6/12 = \text{Rs. } 3,000$

Interest on Arun's Capital =  $50,000 \times 6\% = \text{Rs. } 3,000$

Interest on Barun's Capital =  $30,000 \times 6\% = \text{Rs. } 1,800$