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Session 2019-20
Compartment

Q-16*




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Date	Particulars	L.F.	Debit (Rs.)	Credit (Rs.)
	Nisha's capital A/c Dr.	Dr.	2,200	
	To Asha's capital A/c			300
	To Disha's capital A/c			1,900
	(Being Omission of interest on capital and commission, now rectified)			



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Working Notes:

Calculation of Interest on Capital:

Partners	Asha (Rs.)	Nisha (Rs.)	Disha (Rs.)
Closing Capitals	1,50,000	1,20,000	90,000
Add: Drawings	50,000	60,000	30,000
Less: Profits	(40,000)	(40,000)	(20,000)
Opening Capitals	1,60,000	1,40,000	1,00,000
Interest on Capital @ 10% p.a.	16,000	14,000	10,000

Adjustment of Profits:

SN	Particulars	Asha Capital A/c		Nisha Capital A/c		Disha Capital A/c		Firm	
		Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
1	Interest on Capital		16,000	14,000		10,000	40,000		
2	Interest on Drawings	2,500		3,000		1,500		7,000	
	Total	2,500	16,000	3,000	14,000	1,500	10,000	40,000	7,000
	Net		13,500		11,000		8,500	33,000	
	Adjustment of Appropriations or correct distribution of Profits/losses in correct PSR	13,200		13,200		6,600			33,000
	Net Effect	300 Credit		2,200 Debit		1,900 Credit		Nil	