

PROFIT AND LOSS APPROPRIATION ACCOUNT

for the year ended 31st March 2022

Dr.			Cr.
Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Profit transferred to Partners' Capital A/c		By P & L A/c (Net Profit)	1,20,000
Asha 40,000	40,000		
Less: Guarantee to Raghav	(8,000)		
	32,000		
Disha 60,000	60,000		
Less: Guarantee to Raghav	(12,000)		
	48,000		
Raghav	20,000		
Add: Guarantee from Asha	8,000		
Add: Guarantee from Disha	12,000		
	40,000		
Total	1,20,000	Total	1,20,000

Working Note

Partner	Profit (2:3:1)	Guarantee	Deficit	Borne by (2:3)	Final Profit
Asha	40,000			(8,000)	32,000
Disha	60,000			(12,000)	48,000
Raghav	20,000	40,000	20,000		40,000