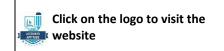
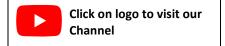
## **JOURNAL**

Date	Particulars	L.F.	Debit (Rs.)	Credit (Rs.)
	General Reserve A/c Dr.	,	20,000	
	To Chintan's Capital A/c			10,000
	To Ayush's Capital A/c			6,000
	To Sudha's Capital A/c			4,000
	(Being General reserve distributed among the old partners			
	in the old ratio)			
	Bad debts A/c Dr.		5,000	
	To Debtors A/c			5,000
	(Being Bad debts written off)	7		
	Provision for bad debts A/c  To Bad debts A/c  Dr.		5,000	5,000
	(Being Bad debts met out of Provision for bad debts)			
	Revaluation A/c Dr.		2,750	
	To Provision for bad Debts A/c			2,750
	(Being Created Provision for bad debts)			

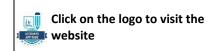


## Session 2019-20 Compartment

Q-22



Date	Particulars		L.F.	Debit (Rs.)	Credit (Rs.)
	Ayush's Capital A/c	r.		30,000	
	Sudha's Capital A/c	r.		20,000	
	To Chintan's Capital A/c				50,000
	(Being Chintan's share of goodwill adjusted into the				
	accounts of Ayush and Sudha)				
	Stock A/c	r.		6,000	
	To Revaluation A/c				
	(Being Stock revalued)				6,000
	Furniture A/c	r.		9,000	
	To Revaluation A/c				9,000
	(Being Furniture which was undervalued brought to its				
	book value)				
	Revaluation A/c	r.	1	2,000	
	To Workmen's Compensation Claim A/c				2,000
	(Being Liability for workmen's compensation created)	4			
	Revaluation A/c	r.		10,250	
	To Chintan's Capital A/c				5,125
	To Ayush's Capital A/c				3,075
	To Sudha's Capital A/c				2,050
	(Being Gain on Revaluation credited to the old partners)				
		1			



## Session 2019-20 Compartment

Q-22



Date	Particulars		Debit (Rs.)	Credit (Rs.)
	Chintan's Capital A/c	Dr.	1,55,125	
	To Bank A/c			20,000
	To Chintan's Loan A/c			1,35,125
	(Being Chintan paid Rs. 20,000 by cheque and the			
	balance transferred to her loan account)			

## **Working Note**

Existing Profit-Sharing ratio = 5:3:2

Gaining Ratio of Ayush & Sudha = 3:2

Firm's Goodwill = 1,00,000

Chintan's (retiring partner's) goodwill compensation =  $1,00,000 \times 5/10 = 50,000$ 

Ayush's share in goodwill compensation =  $50,000 \times 3/5 = 30,000$ 

Sudha's share in goodwill compensation =  $50,000 \times 2/5 = 20,000$ 

Journal entry for goodwill

Particulars Particulars Particulars Particulars		Debit	Credit
Ayush's Capital A/c	Dr.	30,000	34
Sudha's Capital A/c	Dr.	20,000	
To Chintan's Capital A/c	-		30,000
To Chintan's Capital A/c		+ + + +	20,000