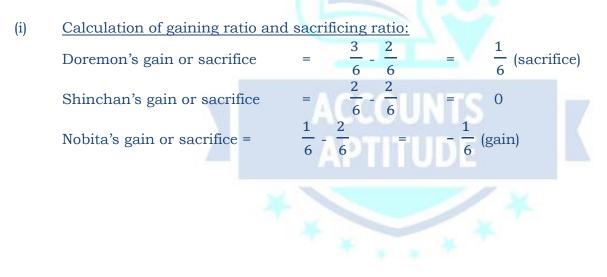


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Date	Particulars		L.F.	Debit (Rs.)	Credit (Rs.)
01.04.2020	Nobita's Capital A/c	Dr.		26,667	
	To Doremon's Capital A/c				26,667
	(Being goodwill adjusted at the time of change in				
	profit sharing ratio)				

## Working Notes:



Sample



## **CALCULATIONOF NORMAL PROFIT**

Year Ended	Profit / Loss	Adjustments	Normal Profit
31.03.2019	50,000	-	50,000
31.03.2020	1,20,000		1,20,000
31.03.2021	1,80,000	-	1,80,000
31.03.2022	(70,000)	50,000 - 10,000	(30,000)
Total			3,20,000

## Working Notes:

(ii)	i) <u>Calculation of goodwill</u> Goodwill =		Average Profits X No. of years Purchase			
	Average Profits	3	Total Normal Profits Number of years			
			<u>Rs. 3,20,000</u> 4			
		=	Rs. 80,000			
	Goodwill	=	Rs. 80,000 X 2 = Rs. 1,60,000			
A's sł	nare of goodwill	=	Rs. 1,60,000 X $\frac{1}{6}$ = <b>Rs. 26,667</b>			