



Calculation of goodwill of the firm and Puneet's share of goodwill:

$$\begin{aligned} \text{Average of last 4 years profits} &= \frac{(\text{Rs.}90,000 + \text{Rs.}1,00,000 + \text{Rs.}1,30,000 + \text{Rs.}80,000)}{4} \\ &= \text{Rs. } 1,00,000 \\ \text{Goodwill} &= 3 \times \text{Rs. } 1,00,000 \\ &= \text{Rs. } 3,00,000 \\ \text{Puneet's share of Goodwill} &= \frac{4}{8} \times \text{Rs. } 3,00,000 \\ &= \text{Rs. } 1,50,000 \end{aligned}$$

Calculation of Puneet's share in the profits of the firm:

$$\begin{aligned} \text{Puneet's share of profit} &= \text{Rs. } 80,000 \times \frac{3}{12} \times \frac{4}{8} \\ &= \text{Rs. } 10,000 \end{aligned}$$

### JOURNAL

Date	Particulars	L.F.	Debit (Rs.)	Credit (Rs.)
01-07-2021	P & L Suspense A/c Dr. To Puneet's Capital A/c (Being Puneet's share of profit transferred to his capital account)		10,000	10,000
01-07-2021	Purav's Capital A/c Dr. Parth's Capital A/c Dr. To Puneet's Capital A/c (Being Goodwill adjusted through Capital Account in the gaining ratio)		1,12,500 37,500	1,50,000

