

Realization A/c

Particulars		Amount	Particulars		Amount
To Stock		24000	By Trade Creditors		42000
To Debtors		19000	By Employees Provident Fund		60000
To Furniture		40000	By Mrs Ashish Loan		9000
To Plant		210000	By Investment Fluctuation Reserve		4000
To Investments		32000	By Ashish Capital A/c - Furniture		38000
To Ashish Capital A/c - Mrs Ashish Loan		9000	By Bank		
To Kanav Capital A/c - Realization Exp		12000	Debtors	18500	
To Bank - Employees Provident Fund		60000	Plant	231000	
			Stock	15840	265340
			By Kanav Capital A/c - Stock		7680
To Profit on Realization transferred :					
Pradeep Capital A/c	12012				
Rajesh Capital A/c	8008	20020			
Total		426020	Total		426020

Working Note :

- 1 No entry required for creditors settled against investments
- 2 Kanav Took Furniture at $(24000 \times 40/100 \times 80/100)$

22	a)	Realization A/c	Dr..	1205000	
		To Sundry Debtors A/c			195000
		To Stock A/c			300000
		To Fixed Assets A/c			710000
		(Being assets transferred to realization A/c)			
	b)	Provision for bad Debts A/c	Dr..	5000	
		Creditors A/c	Dr..	200000	
		To Realization A/c			205000
		(Being Liabilities transferred to realization A/c)			
	c)	Bank A/c	Dr..	1149000	
		To Realization A/c			1149000
		Note :			
		Fixed Assets			675000
		To Stock A/c			339000
		To Debtors A/c			135000
		(Being Amount realized from sale of assets)			
	d)	Realization A/c	Dr..	185000	
		To Bank A/c			185000
		(Being creditors paid)			

e)	Realization A/c	Dr..	19000	
	To Bank A/c			19000
	(Being realization expenses)			
f)	A's Capital A/c		22000	
	B's Capital A/c		22000	
	C's Capital A/c		11000	
	To Realization A/c			55000
g)	A's Capital A/c		728000	
	B's Capital A/c		278000	
	C's Capital A/c		239000	
	To Bank A/c			1245000
	(Being final payment made to partners)			

Working Note :

Realization A/c

Particulars	Amount	Particulars	Amount
To Sundry Debtors	195000	By Prov for Bad Debts	5000
To Stock	300000	By Creditors	200000
To Fixed Assets	710000		
		By Bank	
To Bank A/c - Creditors	185000	Debtors	135000
To Bank A/c - Realization Exp	19000	Stock	339000
		Fixed Assets	675000
			1149000

		By Loss of Dissolution transferred :		
		A's Capital A/c	22000	
		B's Capital A/c	22000	
		C's Capital A/c	11000	55000
Total	1409000	Total		1409000

Partners Capital A/c

Particulars		Ramesh	Umesh	Particulars	A	B	C
To Realization A/c-Loss	22000	22000	11000	By Balance B/d	750000	300000	250000
To Bank A/c	728000	278000	239000				
Total	750000	300000	250000	Total	750000	300000	250000

Bank A/c

Particulars	Amount	Particulars	Amount
To Balance B/d	300000	By Realization A/c - Creditors	185000

To Realization A/c	1149000	By Realization A/c - Realization Exp	19000
		By Partner Capital A/c	
		A	728000
		B	278000
		C	239000
			1245000
Total	1449000	Total	1449000

23	a)	Realization A/c	Dr..	920000	
		To Land and Buildings A/c			400000
		To Machinery A/c			300000
		To Debtors A/c			220000
		(Being assets transferred to realization A/c)			
	b)	Creditors A/c	Dr..	179000	
		Employees Provident Fund A/c	Dr..	21000	
		To Realization A/c			200000
		(Being Liabilities transferred to realization A/c)			
	c)	Bank A/c	Dr..	681000	
		To Realization A/c			681000
		(Being Amount realized from sale of assets)			
		Note :			
		Land and Building			430000

Bad Debts Recovered		1000
To Debtors A/c		225000
Unrecorded Investment		25000

(Being Amount realized from sale of assets)

d)	Realization A/c	Dr..	196000	
	To Bank A/c			196000

(Being liabilities paid)

Note :

Creditors	50%	89500	85500 (50% creditors paid Rs 4k less)
Creditors	50%	89500	89500 (50% creditors paid full)
Employees Provident Fund			21000

e)	Bank A/c	Dr..	280000	
	To Realization A/c			280000

(Being Machinery taken over by Vichal for cash)

f)	Realization A/c	Dr..	43000	
	To Achal Capital A/c			16125
	To Vichal Capital A/c			26875

(Being realization profit transferred to capital A/c)

g)	Achal Capital A/c		316125	
	Vichal Capital A/c		526875	
	To Bank A/c			843000

(Being final payment made to partners)

Working Note :

Realization A/c

Particulars		Amount	Particulars		Amount
To Land and Building		400000	By Creditors		179000
To Machinery		300000	By Employees Provident Fund		21000
To Debtors		222000			
To Bank A/c - Creditors/EPF		196000	By Bank		
			Land and Building	430000	
			Debtors	225000	
			Bad Debts Written off	1000	
			Unrecorded investment	25000	681000
			By Bank - Vichal took Machinery		280000
To Profit Transferred to :					
Achal Capital A/c	16125				
Vichal Capital A/c	26875	43000			
Total		1161000	Total		1161000

Partners Capital A/c

Particulars	Achal	Vichal	Particulars	Achal	Vichal
			By Balance B/d	300000	500000
			By Realization - Profit	16125	26875
To Bank A/c	316125	526875			
Total	316125	526875	Total	316125	526875

Bank A/c

Particulars	Amount	Particulars	Amount
To Balance B/d	78000	By Realization A/c-Liabilities Paid	196000
To Realization A/c-Sale of assets	681000	By Partner Capital A/c	
To Realization A/c-Machinery	280000	Ramesh	316125
		Umesh	526875
Total	1039000	Total	1039000

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Realization A/c

Particulars	Amount	Particulars	Amount
To Building A/c	45000	By Creditors	14000
To Machinery	15000		

To Furniture	12000			
To Debtors	8000	By Bank		
To Stock	24000	Stock	22000	
		Debtors	7500	
To Bank A/c - Realization Exp	2500	Machinery	16000	
To Bank A/c - Creditors	14000	Building	35000	80500
		By Yale Capital A/c - Furniture		9000
		By Loan from Bale A/c (3000 - 2500)		500
		By Loss on realization transferred :		
		Bale Capital A/c	8250	
		Yale Capital A/c	8250	16500
Total	120500	Total		120500

Partners Capital A/c

Particulars	Bale	Yale	Particulars	Bale	Yale
To Realization A/c - Loss	8250	8250	By Balance B/d	50000	40000
To Realization A/c - Furniture		9000	By General Reserve	4000	4000
To Bank A/c	45750	26750			

Total	54000	44000	Total	54000	44000
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Bank A/c

Particulars	Amount	Particulars	Amount
To Balance B/d	11000	By Realization A/c-Liabilities Paid	14000
		By Realization A/c-Realization Exp	2500
		By Loan from Bale	2500
To Realization A/c-Sale of assets	80500	By Partner Capital A/c	
		Ramesh	45750
		Umesh	26750
			72500
Total	91500	Total	91500

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Realization A/c

Particulars	Amount	Particulars	Amount
To Stock	5500	By Prov for Bad Debts	450
To Investments	15000	By Creditors	10000
To Debtors	7100	By Bills Payable	3700
To Plant and Machinery	30000	By Investment Fluctuation Reserve	4500
To Bank A/c - Creditors	13700	By Bank	
To Bank A/c - Realization Exp	900	Stock and Debtors	11500
To P's Capital A/c - Commission	1000	Plant and Machinery	22500
		Unrecorded Assets	1500
			35500

		By P's Capital A/c - Investments	12500
		By Loss of Dissolution transferred :	
		A's Capital A/c	3275
		B's Capital A/c	1965
		C's Capital A/c	1310
			6550
Total	73200	Total	73200

Partners Capital A/c

Particulars	P	Q	R	Particulars	P	Q	R
To Balance B/d			8000	By Balance B/d	37550	15000	
To Realization A/c	3275	1965	1310	By Realization A/c - Comm.	1000		
To Realization A/c - Inv	12500						
To Bank A/c	22775	13035		By Bank A/c			9310
Total	38550	15000	9310	Total	38550	15000	9310

Bank A/c

Particulars	Amount	Particulars	Amount
To Balance B/d	5600	By Realization A/c - Creditors	13700

To Realization A/c	35500	By Realization A/c - Realization Exp	900
To Partner Capital A/c - R	9310	By Partner Capital A/c	
		P	22775
		Q	13035
			0
			35810
Total	50410	Total	50410

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Realization A/c

Particulars	Amount	Particulars	Amount
To Land	81000	By Bank Loan	20000
To Stock	56760	By Creditors	37000
To Debtors	18600	By Prov for Doubtful Debts	1200
To Shilpa Capital A/c - Bank Loan	20000	By Bank	
To Bank A/c - Realization A/c	1200	Stock	14000
To Bank A/c		Debtors	12300
Creditors	31000	Land	110000
			136300
		By Shilpa's Capital A/c - Stock	35000
To Profit on Realization Transferred			
Shilpa Capital A/c	10470		
Meena Capital A/c	6980		

Nanda Capital A/c	3490	20940		
Total		229500	Total	229500

Note :

1 Amount realized by Debtors

Debtors	Part 1	Part 2	Total
Book Va	10000	8600	18600
Amt Rea	8000	4300	12300

2 No entry required for unrecorded typewriter taken over by creditor

Partners Capital A/c

Particulars	Shilpa	Meena	Nanda	Particulars	Shilpa	Meena	Nanda
To Balance B/d			23000	By Balance B/d	80000	40000	
To Realization A/c -Stock	35000			By Realization A/c - Profit	10470	6980	3490
To Bank A/c	81470	50980		By Realization A/c - Loan	20000		
				By General Reserve	6000	4000	2000
				By Bank A/c			17510
Total	116470	50980	23000	Total	116470	50980	23000

Bank A/c

Particulars	Amount	Particulars	Amount
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To Balance B/d	10840	By Realization A/c - Creditors	31000
		By Realization A/c - Realization Exp	1200
To Realization A/c-Assets	136300	By Partner Capital A/c	
		Shilpa	81470
To Partner Capital A/c - Nanda	17510	Meena	50980
			132450
Total	164650	Total	164650

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Realization A/c

Particulars	Amount	Particulars	Amount
To Stock	6000	By Creditors	38000
To Debtors	19000	By Loan by Mrs A	10000
To Furniture	4000		
To Plant	28000	By A's Capital A/c - Investments	8000
To Investments	10000		
		By Bank A/c	
To A's Capital A/c - Mrs A's Loan	10000	Stock	5000
To Bank A/c - Realization Exp	1600	Debtors	18500
To Bank A/c - Creditors	37000	Furniture	4500
		Plant	25000
			53000
		By Loss on realization transferred :	

		Bale Capital A/c	3960	
		Yale Capital A/c	2640	6600
Total	115600	Total	115600	

Partners Capital A/c

Particulars	A	B	Particulars	A	B
To Realization A/c - Loss	3960	2640	By Balance B/d	10000	8000
To Profit and Loss A/c	4500	3000	By Reserve	3000	2000
To Realization A/c - Investment	8000		By Realization A/c - Ms A's Loan	10000	
To Bank A/c	6540	4360			
Total	23000	10000	Total	23000	10000

Bank A/c

Particulars	Amount	Particulars	Amount
To Balance B/d	11500	By Realization A/c-Liabilities Paid	37000
		By Realization A/c-Realization Exp	1600
		By Loan by B	15000
To Realization A/c-Sale of assets	53000	By Partner Capital A/c	
		Ramesh	6540
		Umesh	4360
			10900

Total	64500	Total	64500
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Realization A/c

Particulars		Amount	Particulars		Amount
To Stock A/c		19000	By Prov for Doubtful Debts		2000
To Sundry Debtors		42000	By Bills Payable		40000
To Building		40000	By Loan from Bank		30000
To Plant and Machinery		40000			
To Bank A/c			By Bank A/c		
Bills Payable	32000		Stock	23400	
Loan from Bank	30000		Debtors	21000	
Electricity Bill	800	62800	Building	36000	
			Plant and Machinery	36000	116400
To Realization Exp - Realization Exp		1250			
			By Loss of Dissolution transferred :		
			A's Capital A/c	8325	
			B's Capital A/c	4995	
			C's Capital A/c	3330	16650
Total		205050	Total		205050

Partners Capital A/c

Particulars	P	Q	R	Particulars	P	Q	R
To Realization A/c	8325	4995	3330	By Balance B/d	44000	36000	20000
				By General Reserve	5000	3000	1000
To Bank A/c	40675	34005	17670				
Total	49000	39000	21000	Total	49000	39000	21000

Bank A/c

Particulars	Amount	Particulars	Amount
To Balance B/d	40000	By Realization A/c - Liabilities	62800
To Realization A/c - Assets	116400	By Realization A/c - Realization Exp	1250
		By Partner Capital A/c	
		P	40675
		Q	34005
		R	17670
Total	156400	Total	156400

To Realization A/c - Mach.&Furn.		80000	By Realization - Liabilities	88000	50000
To Realization A/c - Stock&Inv.	48000	32000			
To Bank A/c	56600		By Bank A/c		5600
Total	199600	112000	Total	199600	112000

Bank A/c

Particulars	Amount	Particulars	Amount
To Balance B/d	8000	By Realization A/c-Liabilities Paid	0
To Realization A/c-Sale of assets	46000	By Realization A/c-Realization Exp	3000
To Partner Capital A/c Harish	5600	By Partner Capital A/c Ashu	56600
	5600		56600
Total	59600	Total	59600

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Realization A/c

Particulars	Amount	Particulars	Amount
To Stock	20100	By Creditors	50400
To Debtors	62600		
To Investments	16000	By A's Capital A/c - Investments	18000
To Furniture	6500		

To Building	23500	By Bank A/c		
		Fixed Assets	29700	
To Bank A/c - Realization A/c	1300	Stock and Debtors	80000	109700
To Bank A/c - Creditors	49600			
To Bank A/c - Dishonoured Bill	1500			
		By Loss of Dissolution transferred :		
		A's Capital A/c	1000	
		B's Capital A/c	1000	
		C's Capital A/c	1000	3000
Total	181100	Total		181100

Partners Capital A/c

Particulars	A	B	C	Particulars	A	B	C
To Realization A/c	1000	1000	1000	By Balance B/d	40000	25000	15000
To Loan to A	10000			By Reserve	4000	4000	4000
To Realization A/c	18000						
To Bank A/c	15000	28000	18000				

Total	44000	29000	19000	Total	44000	29000	19000
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Bank A/c

Particulars	Amount	Particulars	Amount
To Balance B/d	3700	By Realization - Realization Exp	1300
		By Realization - Creditors	49600
To Realization A/c	109700	By Realization - Dishonoured bill	1500
		By Partners Capital A/c	
		A	15000
		B	28000
		C	18000
			61000
Total	113400	Total	113400