

11	Goodwill A/c	Dr..	100000		
		To Hari Capital A/c		50000	(100000*5/10)
		To Ram Capital A/c		30000	(100000*3/10)
		To Shyam Capital A/c		20000	(100000*2/10)
	(Being Goodwill raised)				
	Hari Capital A/c	Dr..	40000		(100000*2/5)
	Ram Capital A/c	Dr..	40000		(100000*2/5)
	Shyam Capital A/c	Dr..	20000		(100000*1/5)
		To Goodwill A/c		100000	
	(Being Goodwill Written Off)				
	Hari Capital A/c	Dr..	20000		(40000*5/10)
	Ram Capital A/c	Dr..	12000		(40000*3/10)
	Shyam Capital A/c	Dr..	8000		(40000*2/10)
		To Goodwill A/c		40000	
	(Being Existing Goodwill Written Off)				

12(a) **Calculation of Sacrificing/Gaining Ratio**

Old Ratio	A	B	C	Total
	3	2	1	6
New ratio	A	B	C	Total

1	1	1	3

Gain/Sacrifice

A	B	C	Total
1/6		- 1/6	0

Sacrifice

Gain

Value of Firm's Goodwill

18000

A Sacrifice

(18000 X 1/6)

3000.00

0.00

C Gain

(18000 X 2/15)

3000.00

**Journal Entry**

C Capital A/c

Dr..

3000.00

To A Capital A/c

3000.00

(Being Goodwill Adjusted)

12(b)

Goodwill A/c

Dr..

18000

To A Capital A/c

9000

To B Capital A/c

6000

To C Capital A/c

3000

(Being Goodwill raised)

A Capital A/c	Dr..	6000	
B Capital A/c	Dr..	6000	
C Capital A/c	Dr..	6000	
	To Goodwill A/c		18000
(Being Goodwill Written Off)			

13 Old Ratio

Naman	Aman	Raman	Total
2	2	1	5

Naman New Share  $(\frac{2}{5} + \frac{3}{25})$   $\frac{13}{25}$

Aman New Shhare  $(\frac{2}{5} - \frac{5}{25})$   $\frac{1}{5}$

Raman New Share  $(\frac{1}{5} + \frac{2}{25})$   $\frac{7}{25}$

Old Ratio

Naman	Aman	Raman	Total
$\frac{13}{25}$	$\frac{1}{5}$	$\frac{7}{25}$	1
13	5	7	25

14 Profit and Loss A/c	Dr..	150000	
	To Nitya Capital A/c		75000
	To Anand Capital A/c		75000

15	Om Capital A/c	Dr..	80000		Old ratio = : 4:1
	Shiv Capital A/c	Dr..	20000		
		To Profit and Loss A/c		100000	

16 (i)	Workmen Compensation Reserve A/c	Dr..	120000		
		To A's Capital A/c		60000	
		To B's Capital A/c		36000	
		To C's Capital A/c		24000	

16(ii) Same as above

17	Workmen Compensation Reserve A/c	Dr..	120000		
		To Workmen Compensation Claim		80000	
		To X's Capital A/c		20000	
		To Y's Capital A/c		12000	
		To Z's Capital A/c		8000	

18	Workmen Compensation Reserve A/c	Dr..	120000		
	Revaluation A/c	Dr..	30000		
		To Workmen Compensation Claim		150000	

Ashok Capital A/c	Dr..	15000	
Bhim Capital A/c	Dr..	9000	
Chetan Capital A/c	Dr..	6000	
	To Revaluation A/c		30000

19	Investment Fluctuation Reserve A/c	Dr..	20000		
	To Investment A/c			5000	(1L Less 95K)
	To A's Capital A/c			7500	
	To B's Capital A/c			4500	
	To C's Capital A/c			3000	

20 (i)	Investment Fluctuation Reserve A/c	Dr..	60000		
	To Nitin Capital A/c			20000	
	To Tarun Capital A/c			20000	
	To Amar Capital A/c			20000	

Note : Since market value is not given in question  
 So we assume that there is no fall in value of investments  
 So full reserve transferred to partners capital A/c

20 (ii)	Investment Fluctuation Reserve A/c	Dr..	60000		
	To Nitin Capital A/c			20000	
	To Tarun Capital A/c			20000	
	To Amar Capital A/c			20000	

Note : The market value of investment is same as Book Value

There is no fall in value of investments and so reserve transferred to partners capital A/c

20 (iii)	Investment Fluctuation Reserve A/c	Dr..	60000		
	To Nitin Capital A/c			20000	
	To Tarun Capital A/c			20000	
	To Amar Capital A/c			20000	

Note : The market value of investment is higher than Book Value

There is no fall in value of investments and so reserve transferred to partners capital A/c

20 (iv)	Investment Fluctuation Reserve A/c	Dr..	60000		
	To Investment A/c			30000	(4L Less 3.7L)
	To Nitin Capital A/c			10000	
	To Tarun Capital A/c			10000	
	To Amar Capital A/c			10000	
20 (v)	Investment Fluctuation Reserve A/c	Dr..	60000		
	Revaluation A/c	Dr..	30000		(90K Less 60K)
	To Investment A/c			90000	
	Nitin Capital A/c	Dr..	10000		
	Tarun Capital A/c	Dr..	10000		
	Amar Capital A/c	Dr..	10000		
	To Revaluation A/c			30000	