**Assignment Class 12 Accounts**

**Time Allowed: 1 hour. Maximum Marks:15**

**Que. 1 Following is the balance sheet of Sohan and Mohan as at 31st march 2021.**

**Liabilities Amount Assets Amount**

**Capital-Sohan 16,000 Goodwill 4000**

**Mohan 10,000 Plant & Machinery 6,000**

**Reserves 3,600 Plant 12,800**

**WCR 2000 Debtors 10,800**

**Creditors 5,400 Less: Provision 800 10,000**

**Bills payable 2,600 Bank 6,800**

**They decided to dissolve the firm. Assets are realized as follows:**

**1) Machinery 10% less than book value , plant rs. 12,500 and goodwill rs. 2520**

**2) Sohan is take over debtors amounting to rs. 6820 at rs 6000, remaining debtors were realized for 90% of the book value.**

**3) One bill of rs. 600 under discount having been dishonoured had to be taken by them**

**4) the Bills payable of rs 2600 to be assumed by Mohan at that figure**

**5) An amount of rs. 2500 had to be paid for Workmen compensation**

**6) The liquidation expenses amount rs. 400**

**7) Creditors are paid off by less 10%.**

**Prepare necessary accounts.**

**Q-2 Pass necessary journal entries in the following cases on the dissolution of a partnership firm of partners X,Y and Z**

**(1) Realization expenses of rs. 5000 were to be borne by X, a partner. However it was paid by Y.**

**(2) Investment costing rs. 25000 (comprising 1000 shares), had been written off from the books completely. Theses shares are valued at rs. 20 each and were divided amongst the partners.**

**(3) Y’s loan of rs. 50,000 settled at rs. 48000.**

**(4) Machinery (book value rs. 6,00,000) was given to a creditor at a discount of 20%.**

**(5) Expenses of realization rs. 4000 were to be born by X, X used the firm’s cash for paying these expenses.**

**(6) 100 shares of rs. 10 each have been taken over by partners at market value of rs. 20 per share in their profit sharing ratio, which is 3:2.**

**Q-3 Peter, Robert and Sunny commenced business on 1st April 2016 with capitals of rs. 60,000, Rs. 50,000 and rs. 40,000 respectively. Profit for the first year was rs. 48,000 while losses in the second year amounted to rs. 12,000. Drawings per partner rs. 7000 per annum.**

**The firm dissolved on the first day of the third year, 1st April 2018. Creditors on that day were rs. 14,000 who were paid rs. 12,500 in full and final settlement. Cash amounted to rs. 5,000 on that date. Other assets realized rs 1,62,000. Expenses amounted to rs. 3000.**

**Prepare realization account.**