



Seven Star International School Bani

Time:1 Hour Unit Test. Class -12<sup>th</sup>. Accountancy MM: 30

1. A business has earned Average profit of Rs 1,00,000 during the last few years and normal rate of return in business is 10%. Find out the value of goodwill by:

- capitalisation of super profit method
- super profit method if the Goodwill is valued at 3 years purchase of super profit

The Assets of the business Rs.10,00,000 and its external Liabilities Rs 1,80,000 (3)

2. Manoj, Pradeep and Mohit are sharing profits and losses in the ratio of 5:3:2. They decide to share future profits and losses in the ratio of 2 : 3 :5 with effect from 1<sup>st</sup> April, 2024. They also decide to record the effect of the following accumulated profits, losses and reserves without affecting their book figures by passing a single entry:

General Reserve Rs. 12,000

Profit and Loss Account (Cr.) Rs 48,000

Advertisement Suspense Account Rs. 24,000

Pass adjustment entry. (3)

3. Naman, Suman and Mohit were partners in a firm sharing profits in the ratio 8: 5:3. With effect from 1<sup>st</sup> April, 2022, they decided that in future. They will share the profits in the ratio 5 : 6:5 Identify the gain or sacrifice by the partners due to change in profit sharing ratio,

- Naman's gain 3/16, Suman's sacrifice 1/16, Mohit's sacrifice 2/16
- Naman's sacrifice 3/16, Suman's gain 1/16, Mohit's gain 2/16

© Naman's sacrifice 3/16, Suman's gain 2/16, Mohit's gain 1/16

(d) Naman's gain 3/16, Suman's sacrifice 2/16, Mohit's sacrifice 1/16

4.. Raman and Bajan were partners in a firm sharing profits or losses in the ratio of 3 :1. With effect from 1<sup>st</sup> January, 2025, they agreed to share profits in the ratio of 2 :1. Due to change in profit-sharing ratio ,Bajan's gain or sacrifice will be

- Gain 1/12.
- Sacrifice 1/12.
- Gain 2/60.
- Sacrifice

5.. On 1<sup>st</sup> April, 2023, a partnership firm had assets of 2,00,000 including cash of 6,000 and bank balance of 14,000. The partners' capital accounts showed a balance of 1,90,000 and reserves constituted the rest. If the normal rate of return is 10% and the goodwill of the firm is valued at 60,000 at 4 years purchase of super profits, find the average profits of the firm. (3)

6.. Average profit of a firm during the last few years is 2,00,000 and the normal rate of return in a similar business is 10%. If the goodwill of the firm is 2,50,000 at 4 years' purchase of super profit, find the capital employed by the firm. (3)

7. Samiksha, Ash and Divya were partners in a firm sharing profits and losses in the ratio of 5:3:2. With effect from 1<sup>st</sup> April, 2019, they agreed to share future profits and losses in the ratio of 2:5:3. Their Balance Sheet showed a debit balance of 50,000 in the Profit & Loss Account and a balance of 40,000 in the Investment Fluctuation Fund. For this Purpose, it was agreed that:

- Goodwill of the firm be valued at 3,00,000.
- Investments of book value of 5,00,000 be valued at 4,80,000.

Pass the necessary Journal entries to record the above transactions in the books of the firm. (4)

8. X,y,z are partner sharing profit and losses in the ratio of 4:3:2 decided profit in future in the ratio 2: 3 :4. At that time from balance sheet show workmen compensation reserve rupees 1,80,000.

show accounting entries under the following cases

- if there is no other information
- if the claim for workmen compensation is Rs 90,000
- if the claim for workmen compensation is Rs. 1,98,000. (3)

9. Anil ,Sunil and Ramesh are partner sharing profits in the ratio of 5:3:2 they decide to share future profit equally from 1-4 -2025 Goodwill of the firm is valued Rs 1,08,000.

Goodwill exist in the books at Rs 18,000

Pass necessary entries.(3)

10. L,M and N R partner sharing profits in the ratio of 5:3:2 they decide to share profits equally. There was a balance of Rs. 2,00,000 in General Reserve and credit balance of profit and loss account Rs 4,00,000.

pass necessary entries .(3)

11. The average profit earned by a firm Rs. 2,50,000 which include over valuation of stock Rs 10,000 on average basis the capital invested in the business is Rs 14,00,000 and normal rate of return is 15% calculate goodwill of the firm on the basis of 4 times the super profit. (3)



Print Layout



Headings



Edit



Share



Read Aloud