

ACCOUNTANCY CLASS 12

PRACTICE SHEET (10 marks)

1. Raju, Ratan and Ramesh were partners in a firm. Their balance sheet as on 31st march 2011 is as follows:

Liabilities		Amount	Assests		Amount
Creditors		500	Machinery	4,000	
Bills receivables		500	Building	3,000	
Loan from light Ltd		891	Cycle	1,000	
Loan from hard Ltd		109	Cash	1,000	
Capital A/c's		9,000	HDFC Bank A/C	2,000	
Raju	3,000				
Ratan	3,000				
Ramesh	3,000				
		11,000		11,000	

Ratan retires on 31st march 2012. Partners decided to make following adjustments:

- Machinery valued at Rs.3,000
- Building valued at Rs. 2,000
- Cycle valued at Rs. 1,200
- Goodwill of firm valued at Rs.1.800 (6 Marks)

Prepare all necessary accounts and Balance sheet of new firm.

2. What is Goodwill? (1m)
3. What is profit? (1m)
4. What is Revaluation A/C? (1m)
5. Define Partnership? (1m)