

DELHI PUBLIC SCHOOL

ACCOUNTANCY

Class: XII

Answer Key

1. It means one partner is purchasing from another partner a share of profit which previously belonged to the former.
2. Partly in shares because it provides liquidity, safety, capital appreciation and assured returns from the debentures to the investors.
3. Endowment Fund.
4. Yes, if the partnership deed provides as if the partner is a minor.
5. Rs. 76, 800.
6. Refer the text.
7. Amount of Subscriptions Rs. 68, 000.
8. Capital Reserve Rs. 500.
9. Profit Rs. 1, 40, 000 (50,000 ; 44, 000; 46, 000)
10. Normal transfer entry and Calculate the sacrifice and gain – M's 16, 000 H's 10, 000 & R's 6, 000.
11. Dr. Own debentures, Cr. Bank by 9, 500 ; Dr. Debentures Rs. 10, 000 Cr. Own debentures 9, 500 and Dr. Gain on cancellation of debentures Rs. 500; Dr. Gain on cancellation of debentures Rs. 500 Cr. Capital reserve by Rs. 500.
12. Surplus Rs.99, 200 and Accrued Interest Rs. 10, 000..
13. Dr. Realisation , Cr. Cash by Rs. 1, 000
Dr. Rohit's Capital Rs. 24, 000 and Suresh's Capital Rs. 36, 000 Cr. Deferred Exp Rs. 60, 000
Dr. Rohit's Capital , Cr. Realisation by Rs. 18, 000.
Dr. Suresh's Capital Cr. Realisation Rs. 3, 000.
Dr. Realisation , Cr. Cash by Rs. 22, 000 ; Dr. Rohit's Capital Cr. Loan to Rohit Rs. 15, 000.

14. Capital Reserve Rs. 1, 00, 000. Amount settled by 9% Debentures of Rs. 12, 00, 000 and a cheque of Rs. 3, 00, 000
15. Revaluation Profit Rs. 1, 800 and B/S Rs. 69, 000. OR total capital of the firm – 1, 89, 500
16. i) CR – 600 ii) CR – 1, 000 iii) CR – 500 OR CR = 7, 500
17. Because CFS shows cash flow and cash equivalent during a particular period.
18. When company is A Financing company.
- 19 $100 - 88.94 = 16.06\%$.
20. Refer Text
21. 31.25 % and Gain – 1, 20, 000
22. LR = 1:1 and CR = 1.17:1
23. Operating Activities – 31, 500 ; Investing – 88, 000 ; financing – 38, 000.