



1. (c) Credit of Realisation Account.
2. (c) Bank Account.
3. (d) Bina paying loan amount through Cash or Cheque.
4. (d) ₹ 1,50,000 (Loss).

**Working Note:**

*Other Assets on the date of Dissolution:*

$$\begin{aligned}
 &= \text{Creditors} + \text{Firm's Capital} - \text{Cash} \\
 &= ₹ 3,50,000 + ₹ 6,00,000 - ₹ 50,000 = ₹ 9,00,000 \\
 \text{Loss in Realisation Account} &= \text{Book Value of Assets} - \text{Realised Value of Assets} \\
 &= ₹ 9,00,000 - ₹ 7,50,000 = ₹ \mathbf{1,50,000 \text{ Loss.}}
 \end{aligned}$$

5. (a) ₹ 1,01,600.

**Working Note:**

$$₹ 72,000 + \frac{80}{100} (₹ 1,17,000 - ₹ 80,000) = ₹ 1,01,600$$

$$*\text{Book Value of Sundry Assets taken over by Y} = ₹ 72,000 \times \frac{100}{90} = ₹ 80,000.$$

6. (d) Firm's debt due to outside parties.
7. (b) Both Assertion (A) and Reason (R) are correct, but Reason (R) is not the correct explanation of Assertion (A)
8. (c) Cash A/c ...Dr. ₹ 7,000  
To Realisation A/c ₹ 7,000
9. (a) Dr. X's Capital A/c and Cr. Realisation A/c by ₹ 25,200.  
(b) Dr. Realisation A/c and Cr. Y's Capital A/c by ₹ 16,200.  
(c) No Journal entry.  
(d) Dr. Realisation A/c and Cr. Bank A/c by ₹ 20,000.  
(e) Dr. Cash/Bank A/c and Cr. Realisation A/c by ₹ 4,000.  
(f) Dr. Realisation A/c and Cr. X's Capital A/c by ₹ 25,000.

10. (i)

PARTNERS' CAPITAL ACCOUNTS

Particulars	Keshav (₹)	Pankaj (₹)	Particulars	Keshav (₹)	Pankaj (₹)
To Balance b/d	...	50,000	By Balance b/d	1,00,000	...
To Profit & Loss A/c	12,500	12,500	By General Reserve A/c	8,750	8,750
To Bank A/c (Dissolution Exp.)	2,500	...	By Realisation A/c	7,500	...
To Realisation A/c	...	5,000	(Unrecorded Liability)		
(Unrecorded Asset)			By Bank A/c	...	<b>1,33,750</b>
To Realisation A/c (Loss)	75,000	75,000	(Amount Brought—Bal. Fig.)		
To Bank A/c	<b>26,250</b>	...			
(Final Payment—Bal. Fig.)					
	1,16,250	1,42,500		1,16,250	1,42,500

(ii)

KESHAV'S LOAN ACCOUNT			
Dr.			Cr.
Particulars	₹	Particulars	₹
To Bank A/c (Payment)	38,750	By Balance b/d	37,500
		By Interest on Loan A/c	1,250
	38,750		38,750

11. (a)

REALISATION ACCOUNT			
Dr.			Cr.
Particulars	₹	Particulars	₹
To Sundry Assets A/c (WN 1)	16,30,000	By Sundry Liabilities A/c:	
To Cash A/c:		Creditors	2,00,000
Creditors	1,99,000	Bills Payable	60,000
Bills Payable	59,000	Mrs. Mohan's Loan	3,40,000
Mrs. Mohan's Loan	3,40,000	By Workmen Compensation Reserve A/c	40,000
To Cash A/c—Workmen Compensation		(Note 1)	
Claim (Note 1)	40,000	By Cash A/c (Assets Realised)	14,00,000
To Mohan's Capital A/c (Remuneration)	30,000	By Loss transferred to:	
		Mohan's Capital A/c (3/5)	1,54,800
		Mayank's Capital A/c (2/5)	1,03,200
	22,98,000		2,58,000
			22,98,000

(b)

PARTNERS' CAPITAL ACCOUNTS					
Dr.					Cr.
Particulars	Mohan (₹)	Mayank (₹)	Particulars	Mohan (₹)	Mayank (₹)
To Realisation A/c (Loss)	1,54,800	1,03,200	By Balance b/d	6,00,000	4,00,000
To Cash A/c (Realisation Expenses)	25,000	...	By Workmen Compensation		
To Cash A/c (Final Payment)	4,86,200	3,20,800	Reserve A/c	36,000	24,000
			By Realisation A/c	30,000	...
	6,66,000	4,24,000		6,66,000	4,24,000

**Notes:**

1. Workmen's Compensation Reserve to the extent of liability (i.e., ₹ 40,000) is transferred to the credit side of Realisation Account and balance (i.e., ₹ 1,00,000 – ₹ 60,000 = ₹ 40,000) is transferred to Partners' Capital Accounts in their profit-sharing ratio.
2. Mohan was to bear the realisation expenses. Thus, there will be no effect of the transaction on Realisation Account.