

Model Question Paper
Partnership accounts - Basic concepts - Part III
12th Standard
Accountancy

Reg.No. :

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I. Answer all the questions.
II. Use blue pen only.

Time : 02:00:00 Hrs

Total Marks : 90

5 x 1 = 5

Part-A

- 1) Current accounts for partners will be opened under
(a) Fixed capital method (b) Fluctuating capital method (c) Either fixed capital method or fluctuating capital method
- 2) In the absence of an agreement profits and losses are divided
(a) in the ratio of capitals (b) in the ratio of time devoted by each partner (c) equally
- 3) X and Y are partners sharing the profits and losses in the ratio of 2:3 with capitals of Rs.1,20,000 and Rs.60,000 respectively. Profits for the year are Rs.9,000. If the partnership deed is silent as to interest on capital. Show how profit is shared among X and Y
(a) Profit : X - Rs. 6,000; Y - Rs.3,000 (b) Profit : X - Rs. 3,600; Y - Rs.5,400 (c) Profit : X - Rs. 3,000; Y - Rs.6,000
- 4) Where a partner is entitled to interest on capital such interest will be payable,
(a) Only out of profits (b) Only out of capital (c) Out of profits or out of capital
- 5) In the absence of partnership deed, partners shall
(a) be paid salaries (b) not to be paid salaries (c) paid salaries to those who work for the firm

Part-B

5 x 5 = 25

- 6) What is super profit?
- 7) What is partner's current account?
- 8) What is profit and loss Appropriation Account ?
- 9) Explain the terms Partnership, Partners and Firm.
- 10) Ravi and Raghu started business on April 1, 2003 with capitals of Rs. 90,000 and Rs. 70,000 respectively. Ravi introduced Rs.10,000 as additional capital on July 1, 2003. Interest on capital is to be allowed @ 10%. Calculate the interest payable to Ravi and Raghu for the year ending March 31, 2004.

Part-C

5 x 12 = 60

- 11) Show the format to prepare capital accounts under (i) Fluctuating capital method and (ii) Fixed capital method.
- 12) How will you calculate interest on capital? Show the entries.
- 13) Explain the methods to calculate interest on drawings. Show the journal entries.
- 14) Write short notes on salary or commission payable to partners. How will you compute the commission?
- 15) Show how the following items will appear in the capital accounts of the partners, Anbu and Balu. When their capitals are (a) fixed and (b) fluctuating.

	Anbu	Balu
	Rs.	Rs.
Capital on 1.4.2004	90,000	70,000
Drawings during 2004 - 2005	12,000	9,000
Interest on drawings	360	270
Interest on capital	5,400	4,200
Partner's salary	12,000	-----
Commission	-----	6,000
Share of profit for 2004 - 2005	6,000	4,000
