

- Q.3 Prem and Gunjan are partners sharing profits & losses in the ratio of 2:1. They decided to dissolve the firm on 31-12-2017 when the B/s stood as under : [15]

**Balance sheet as on 31-12-2017**

Liabilities	Rs.	Assets	Rs.
Capital		Land & Building	64000
Prem      68000		Machinery	70000
Gunjan    49000	117000	Stock	20000
Prem's Loan	40000	Debtors      25000	
General Reserve	3000	- BDR      1000	24000
Creditors	70000	Bills receivable	34000
Bank loan	10000	Cash balance	22000
		Profit & Loss A/c	6000
	240000		240000

Additional information

- Assets realised as follows :  
Land & Building Rs. 80000/-      Debtors Rs. 14000/-  
Stock Rs. 10000/-      Bills receivable Rs. 28000/-
  - Machinery was taken over by 'Prem' for Rs. 76000/-.
  - 'Gunjan' agreed to pay bank loan.
  - Creditors were paid Rs. 65000 in full settlement.
  - An unrecorded asset Rs. 10000/-
  - An unrecorded liability paid Rs. 5000/-
  - Expenses of realisation amounted to Rs. 12000/-
- Prepare necessary ledger accounts to close the books of the firm.

**OR**

- Q.3 X, Y & Z are partners of 3:2:1. They decided to dissolve the partnership [15]  
firm on 31-03-2017 when the B/s showed the following position :

**Balance sheet as on 31-03-2017**

Liabilities	Rs.	Assets	Rs.
Capital		Machinery	28000
X          23000		Stock	19500
Y          8000		Debtors      8000	
Z          2000	33000	- BDR      1000	7000
Creditors	15000	Cash	6000
Bank over drafts	6500		
Profit and Loss A/c	6000		
	60500		60500

Additional information

- Assets realised as follows :  
Stock Rs. 8500/-, Machinery Rs. 17000/-, Debtors Rs. 5000/-
  - For liabilities Rs. 18000 were paid in full settlement.
  - Dissolution expenses amounted to Rs. 1800/-
  - Rs. 200/- paid for unrecorded liability.
- 'Z' was declare insolvent 30 paise per rupee was received from his personal asset.

Prepare necessary ledger A/cs to close the books of the firm.  
(Make necessary calculation for the capital deficiency of 'Z' )