

Q-3 Satyam, Shivam and Sundaram were partners in the firm of 1-1-2017. (15)
is 1/2 of Shivam and Shivam's share is 2/3 of Sundaram:

Trail Balance as at 31st March, 2018

Debit	Rs.	Credit	Rs.
Drawings: Satyam	10,000	Capital: Satyam	30,000
Shivam	20,000	Shivam	40,000
Sundaram	30,000	Sundaram	50,000
Cash at Bank: Firm	56,000	Clients Ledger balances	92,000
Clients	1,00,000	Directors Fees: Satyam	8,000
Debtors for fees	80,000	Shivam	16,000
Clients sundry Exps.	20,000	Sundaram	14,000
Clients Ledger balances	88,000	Insurance commission received	20,000
Salaries to staff	60,000	Creditors	10,000
Office expenses	24,000	Reserve for fees(1-4-2017)	80,000
Furniture and Fittings	12,000	Bills of fees	1,40,000
	5,00,000		5,00,000

Additional Informations:

- (1) At the end of the year incomplete work is Rs.20,000.
 - (2) Interest on capital is calculated at 10%.
 - (3) Each partner takes one-half of the Director's fees earned by him, the remainder being for general profit and loss account.
 - (4) Write down furniture and fittings to Rs.8,000.
 - (5) Office expenses of Rs.2,000 is included in sundry expenses for clients by mistake
- Prepare the Profit and Loss Account for the year ending 31st March,2018 and show the Balance Sheet as on the date.

OR

Q-3 Shri Sanjay gives you the following information for the F.Y ending 31-3-2018: (15)

Particulars	Rs.	Particulars	Rs.
Capital Account	1,25,000	Depreciation on Building	15,500
Reserve for fees (1-4-2017)	35,000	Clients disbursement Ledger	25,000
Office Expenses	35,000	Bank (office)	41,000
Total Fees	2,15,000	Bank (Clients)	30,000
Cash received from clients	1,96,500	Cash on hand	5,000
Outstanding salary	5,000	Debtors for fees	42,000
Advance from clients	30,000	Books	30,000
Building	80,000	Furniture	45,000
Discount allowed to clients	11,500	Motor car	65,000
Apprentice Premium	15,000		

Other Information:

- (1) Write off depreciation at 10% on Motor Car and Furniture.
- (2) Rs. 10,000 fee received in advance from clients is wrongly included in bills of fees.
- (3) Rs.8,000 received from clients for sundry expenses are credited in advance of clients.
- (4) Stationery stock was Rs.5,000