



# St. Lawrence High School

*A Jesuit Christian Minority Institution*



**Answer Key 7**

**Sub: Accountancy**

**Class: XII**

**Chapter: Unit I: Introduction to Partnership**

**F.M.: 15**

**Topic: Problem & Solution from P/L Appropriation A/c 2**

**Date: 9/05/2020**

1. X and Y are sharing profit and losses in the ratio of  
(a) 1:1; (b) 3:1; **(c) 3:2**; (c) 3:3.
2. Which of the following statement is correct?  
(a) Y is receiving salary; **(b) X is receiving salary**; (c) both X and Y are receiving salary; (d) none of them getting salary.
3. Net profit for the year is  
(a) ₹1,00,000; (b) ₹2,00,000; (c) ₹3,00,000; **(d) ₹4,00,000**.
4. Which of the following statement is correct?  
(a) reserve is created out of loss; **(b) part of the distributable profit transferred to reserve**; (c) reserve is a fixed asset; (d) reserve decreases the liability of the business.
5. Amount of interest on drawings of X is  
(a) ₹720; **(b) ₹390**; (c) ₹360; (d) none of these.
6. Amount of interest on drawings of Y is  
**(a) ₹495**; (b) ₹585; (c) ₹540; (d) none of these.
7. Interest of capital of X and Y are  
(a) ₹5,000 & ₹3,000; **(b) ₹50,000 & ₹30,000**; (c) ₹5,000 & ₹5,000; (d) ₹3,000 & ₹3,000.
8. Indian Partnership Act, 1932 reveals  
(a) there must be mandatory transfer to reserve; (b) at least 5% of net profit is transferred to reserve; **(c) no such provision for transferring to reserve**; (d) none of these.
9. Y's commission is  
(a) charge against profit; **(b) appropriation of profit**; (c) debited to trading account; (d) none of these.
10. If X and Y are equal partners, then they share profits  
(a) equally; (b) evenly; (c) 1:1; **(d) all of these**.
11. Y's commission is  
**(a) ₹13,185**; (b) ₹20,000; (c) ₹13,844; (d) none of these.
12. Share of profit of X and Y is  
(a) ₹2,40,000 & ₹1,60,000; **(b) ₹1,58,220 & ₹1,05,480**; (c) ₹2,00,000 & ₹2,00,000; (d) none of these.
13. If same amount is withdrawn as drawings at the beginning of each month, then interest is to be calculated for  
(a) 6 months; **(b) 6.5 months**; (c) 5.5 months; (d) none of these.
14. If same amount is withdrawn as drawings at the middle of each month, then interest is to be calculated for  
**(a) 6 months**; (b) 6.5 months; (c) 5.5 months; (d) none of these.
15. If same amount is withdrawn as drawings at the end of each month, then interest is to be calculated for  
(a) 6 months; (b) 6.5 months; **(c) 5.5 months**; (d) none of these.

Compiled by  
Partha Datta, Asst. Teacher.