



St. Lawrence High School

A Jesuit Christian Minority Institution



Answer Key 24

Sub: Accountancy

Class: XII

Chapter: Unit 2: Reconstruction of Partnership

F.M.: 15

Topic: Change in Profit Sharing Ratio 3

Date: 25/06/2020

Choose the correct alternatives:

1 x 15 =15

1. Revaluation account is required to be prepared at the time of
(a) admission; (b) retirement; (c) change in profit sharing ratio; **(d) all of these.**
2. Total of the given balance sheet in the problem is
(a) ₹7,00,000; (b) ₹10,00,000; (c) ₹8,00,000; (d) none of these.
3. Stock is reduced by
(a) ₹1,90,000; **(b) ₹10,000;** (c) ₹2,00,000; (d) none of these.
4. Land & Building increased to
(a) ₹2,30,000; (b) ₹50,000; (c) ₹1,80,000; (d) none of these.
5. Outstanding salary is
(a) an asset; **(b) a liability;** (c) an income; (d) none of these.
6. Outstanding salary is
(a) personal account; (b) real account; (c) nominal account; (d) none of these.
7. Profit sharing ratio has been changed to
(a) 3:2:1; (b) 5:3:2; (c) 1:1:1; (d) none of these.
8. Depreciation means
(a) increase in value; **(b) decrease in value;** (c) no change in value; (d) none of these.
9. Profit on revaluation is shared in
(a) 3:2:1; **(b) 5:3:2;** (c) 1:1:1; (d) none of these.
10. Ratio of partners' capital as on 31.03.2019 is
(a) 3:2:1; (b) 5:3:2; (c) 1:1:1; (d) none of these.
11. Provision for Bad Debt is a/an
(a) asset; **(b) liability;** (c) expense; (d) none of these.
12. Due to change in profit sharing ratio, the amount of bank balance
(a) increases; (b) decreases; **(c) unaltered;** (d) none of these.
13. When reserve restored in balance sheet, then Reserve A/c is
(a) debited; **(b) credited;** (c) not entered in the journal; (d) none of these.
14. Old ratio means
(a) future ratio; **(b) existing ratio;** (c) capital ratio; (d) none of these.
15. For distribution of general reserve, the general reserve account is to be
(a) debited; (b) credited; (c) kept unaltered; (d) none of these.

Compiled by
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