



# St. Lawrence High School

*A Jesuit Christian Minority Institution*



## Worksheet 5

Class: XII

Sub: Accountancy

Chapter: Unit I: Introduction to Partnership

Topic: Partners' Capital Account

F.M.: 15

Date: 7/05/2020

Choose the correct alternatives:

1 x 15 = 15

1. Methods of preparing partners capital account can be classified into  
(a) two categories; (b) three categories; (c) four categories; (d) none of these.
2. Partners' capital account is  
(a) real account; (b) nominal account; (c) personal account; (d) valuation account.
3. Balances of partners capital account are usually  
(a) debit; (b) credit; (c) no balance; (d) none of these.
4. Under fixed capital method partners'  
(a) current account is opened; (b) capital account is not opened; (c) both a and b; (d) none of these.
5. Withdrawal of capital comes in partners'  
(a) current account; (b) capital account; (c) profit and loss account; (d) profit and loss appropriation account.
6. Partners may have debit balance in their  
(a) current account; (b) both capital and current account; (c) capital account; (d) none of these.
7. Partners current account is  
(a) real account; (b) nominal account; (c) personal account; (d) valuation account.
8. Under fluctuating capital method, partners'  
(a) capital and current accounts are prepared; (b) current account is prepared; (c) capital account is prepared; (d) none of these.
9. One similarity between partners' capital and partners' current account is  
(a) both are prepared by partnership firm; (b) both are personal accounts; (c) both are usually shown in the liability side of the balance sheet; (d) all of these.
10. Under fluctuating method, distributable profit \_\_\_\_\_ partners' capital balance.  
(a) decreases; (b) increases; (c) remains same; (d) none of these.
11. Under fixed method, partners salary comes in the partners'  
(a) capital account; (b) current account; (c) both capital and current accounts; (d) none of these.
12. Under fixed method, partners drawings comes in the partners'  
(a) capital account; (b) current account; (c) both capital and current accounts; (d) none of these.
13. Debit balance of partners' current account signifies  
(a) asset; (b) liability; (c) income; (d) expense.
14. Under fixed capital method, capital remains  
(a) fixed; (b) fluctuating; (c) rarely fluctuate; (d) none of these.
15. Interest on partners' drawings comes in the debit side of  
(a) partners' current account ; (b) profit and loss appropriation account; (c) profit and loss account; (d) none of these.

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