



ST. LAWRENCE HIGH SCHOOL

A Jesuit Christian Minority Institution



Answer Key 35

Sub: Accountancy

Class: XII

Chapter: Unit 2: Reconstruction of Partnership

F.M.: 15

Topic: Retirement of Partner 2

Date: 9/07/2020

Choose the correct alternatives:

1 x 15 =15

1. At the time of retirement goodwill is
(a) raised ; (b) written off; **(c) both raised and written off;** (d) none of these.
2. In retirement, retiring partner's share of goodwill is
(a) debited to his account; **(b) credited to his account;** (c) not recorded; (d) none of these.
3. Only purchased goodwill comes into the books of accounts as per
(a) AS 10; **(b) AS 26;** (c) AS 6; (d) none of these.
4. Adjustment of goodwill is made in retirement in
(a) sacrificing ratio; **(b) gaining ratio;** (c) old ratio; (d) new ratio.
5. Z's share of goodwill in the given problem is
(a) ₹60,000; (b) ₹30,000; (c) ₹15,000; **(d) ₹10,000.**
6. Total goodwill of the firm in the first problem is
(a) ₹60,000; (b) ₹30,000; (c) ₹15,000; (d) ₹10,000.
7. The gaining ratio of the first problem is
(a) 1:1; (b) 2:1; **(c) 3:2;** (d) none of these.
8. X's capital is debited by
(a) ₹10,000; **(b) ₹6,000;** (c) ₹4,000; (d) none of these.
9. Y's capital is debited by
(a) ₹10,000; **(b) ₹6,000;** **(c) ₹4,000;** (d) none of these.
10. Partners of the second problem are
(a) A, B & C; (b) X, Y & Z; **(c) P, Q & R;** (d) none of these.
11. Profit sharing ratio of the partners in the second problem is
(a) 3:2:1; (b) 5:4:2; **(c) 2:2:1;** (d) none of these.
12. R's share of goodwill is
(a) ₹5,000; **(b) ₹10,000;** (c) ₹50,000; (d) none of these.
13. P's share of goodwill is
(a) ₹5,000; (b) ₹10,000; (c) ₹50,000; (d) none of these.
14. Firm's goodwill in the second sum is
(a) ₹5,000; (b) ₹10,000; **(c) ₹50,000;** (d) none of these.
15. Gaining ratio of the second sum is
(a) 2:1; (b) 3:2; (c) 1:1; (d) none of these.

Compiled by
Partha Datta, Asst. Teacher.