

Test / Exam Name: AB  
Student Name: .....

Standard: 12TH COMMERCE  
Section: .....

Subject: ACCOUNTANCY  
Roll No.: .....

Questions: 56	Time: 60 Mins	Marks: 56
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**Q 1.** A, B and C were partners in a firm sharing profits and losses in the ratio of 5 : 3 : 2. C retired and his capital balance after adjustments regarding reserves, accumulated profits/ losses and his share of gain on revaluation was ₹ 2,50,000. C was paid ₹ 3,22,000 including his share of goodwill. The amount credited to C's capital account, on his retirement, for goodwill will be: **1 Marks**

- A. ₹ 72,000
- B. ₹ 7,200
- C. ₹ 24,000
- D. ₹ 36,000

**Q 2.** A, S, and R are partners sharing profit in the ratio 7:5:4. R died on 30th June 2019, and profits for the year 2018-19 were Rs. 12,000. How many shares in profits for the period 1st April 2019 to 30th June 2019 will be credited to R's account? **1 Marks**

- A. Rs. 750
- B. Rs. 5,000
- C. Rs. 7,000
- D. Nil

**Q 3.** A, B and C are partners sharing profit or loss in the ratio of 2 : 3 : 4. A retires and after A's retirement B and C agreed to share profit or loss in the ratio of 3 : 4 in future. Their gaining ratio will be: **1 Marks**

- A. 2 : 3
- B. 4 : 3
- C. 3 : 4
- D. 1 : 1

**Q 4.** In the absence of any information regarding the acquisition of share in profit of the retiring / deceased partner by the remaining partners. It is assumed that they will acquire his/her shares: **1 Marks**

- A. Old Profit Sharing ratio
- B. New Profit Sharing ratio
- C. Equal Ratio
- D. None of these

**Q 5.** The old profit-sharing ratio among three partners, Ramesh, Sanjana, and Tilak, was 2:2:1. The new profit-sharing ratio after Sanjana's retirement is 3:2. What is the gain ratio? **1 Marks**

- A. 1:2
- B. 1:1
- C. 2:3
- D. 3:2

**Q 6.** On retirement/ death of a partner, the remaining partner(s) who have gained due to change in profit sharing ratio should compensate the: **1 Marks**

- A. Retiring partners only.
- B. Remaining partners (who have sacrificed) as well as retiring partners.
- C. Remaining partners only (who have sacrificed).
- D. None of these.

**Q 7.** Piyush, Karan and Aarush were partners sharing profits in the ratio of 5 : 3 : 2. Piyush retired on 31<sup>st</sup> March, 2019. Balance in this Capital Account after all adjustments except goodwill was ₹ **1 Marks**

7,10,000, but he was paid ₹ 8,00,000 including his share of goodwill. The amount credited to his Capital Account on account of goodwill was:

- A. ₹ 45,000
- B. ₹ 27,000
- C. ₹ 90,000
- D. ₹ 18,000

**Q 8.** On death of a Partner, the remaining partner(s) who have gained due to change in profit sharing ratio should compensate the:

**1 Marks**

- A. Deceased partner only
- B. Remaining partners (who have sacrificed) as well as deceased partner
- C. Remaining partners only (who have sacrificed)
- D. None of the above

**Q 9.** A, B and C share profits and losses of the firm equally. B retires from business and his share is purchased by A and C in the ratio of 2 : 3. New profit sharing ratio between A and C respectively would be:

**1 Marks**

- A. 01 : 01
- B. 02 : 02
- C. 07 : 08
- D. 03 : 05

**Q 10.** The old profit sharing ratio among Rajendra, Satish and Tejpal were 2 : 2 : 1. The new profit sharing ratio after Satish's retirement is 3 : 2. The gaining ratio is:

**1 Marks**

- A. 3 : 2
- B. 2 : 1
- C. 1 : 1
- D. 2 : 2 A

**Q 11.** A, B and C were partners in a firm sharing profits in the ratio of 2 : 2 : 1. C retired. The balance in this capital account after adjustments regarding reserves, accumulated profits/ loss and revaluation of assets and liabilities was ₹ 4,40,000. C was paid ₹ 5,00,000 including his share of goodwill. The amount that was credited to his capital account on account of goodwill was:

**1 Marks**

- A. ₹ 60,000
- B. ₹ 3,00,000
- C. ₹ 1,00,000
- D. ₹ 12,000

**Q 12.** What treatment is made of accumulated profits and losses on the retirement of a partner?

**1 Marks**

- A. Credited to all partner's capital accounts in old ratio.
- B. Debited to all partner's capital accounts in old ratio.
- C. Credited to remaining partner's capital accounts in new ratio.
- D. Credited to remaining partner's capital accounts in gaining ratio.

**Q 13.** At the time of \_\_\_\_\_ revaluation, an account is prepared.

**1 Marks**

- A. Retirement of an existing partner
- B. Death of an existing partner
- C. Admission of a new partner
- D. All of the above

**Q 14.** Gobind, Hari and Pratap are partners. On retirement of Gobind, the goodwill already appears in the Balance Sheet at ₹ 24,000. The goodwill will be written-off:

**1 Marks**

- A. By debiting all partners' capital accounts in their old profit sharing ratio.
- B. By debiting remaining partners' capital accounts in their new profit sharing ratio.
- C. By debiting retiring partners' capital accounts from his share of goodwill.
- D. None of these.

**Q 15.** Mr. Akhil, Ms. Bhavya, and Ms. Clara are partners. On the retirement of Mr. Akhil, the goodwill that is already appearing in the balance sheet at Rs. 44,00,000 will be written off\_\_\_\_\_.  
A.By debiting the capital accounts of the remaining partners in their new profit-sharing ratio  
B.By debiting the capital account of the retiring partners from his share of goodwill  
C.By debiting the capital accounts of all partners in their old profit-sharing ratio  
D.None of the above

**1 Marks**

**Q 16.** At the time of retirement of a partner, profit on revaluation will be credited to the capital accounts of:

**1 Marks**

- A.Retiring Partner
- B.All partners, in the old profit sharing ratio
- C.The remaining partners in their old profit sharing ratio.
- D.The remaining partners in their new profit sharing ratio.

**Q 17.** A, B, and C share profits and losses of the company equally. B retires from business and his share is purchased by A and C in the ratio of 2:3. New profit sharing ratio between A and C respectively would be:

**1 Marks**

- A.1:1
- B.2:2
- C.7:8
- D.3:5

**Q 18.** Abhishek, Rajat and Vivek are partners sharing profits in the ratio of 5 : 3 : 2. If Vivek retires, the new Profit Sharing Ratio between Abhishek and Rajat will be:

**1 Marks**

- A.3 : 2
- B.5 : 3
- C.5 : 2
- D.None of these

**Q 19.** Karan, Aman and Girish were Partners with capitals of Rs. 3,00,000'; Rs.2,50,000 and Rs.2,00,000 respectively as on 31st March, 2018. Aman died, partners decided to pay the entire amount to Aman's Executor but they only had Rs.50,000 cash and rest of the amount was to be brought in by Karan and Girish in such a way that their future capital will be equal. Calculate the amount to be brought in by Karan and Girish.

**1 Marks**

- A.Rs.50,000 by Karan and Rs.1,50,000 by Girish
- B.Rs.50,000 by Girish and Rs.1,50,000 by Karan
- C.Rs.25,000 by Karan and Rs.1,25,000 by Girish
- D.Rs.25,000 by Girish and Rs.1,25,000 by Karan

**Q 20.** On the death of a partner, his share in the profits of the firm till the date of his death is transferred to the:

**1 Marks**

- A.Debit of Profit and Loss Account.
- B.Credit of Profit and Loss Account.
- C.Debit of Profit and Loss Suspense Account.
- D.Credit of Profit and Loss Suspense Account.

**Q 21.** On the retirement of Hari from the firm of 'Hari, Ram and Sharma' the balance sheet showed a debit balance of ₹ 12,000 in the profit and loss account. For calculating the amount payable to Hari this balance will be transferred.

**1 Marks**

- a. To the credit of the capital accounts of Hari, Ram and Sharma equally.
- b. To the debit of the capital accounts of Hari, Ram and Sharma equally.
- c. To the debit of the capital accounts of Ram and Sharma equally.

d. To the credit of the capital accounts of Ram and Sharma equally.

**Q 22.** An account operated to ascertain the loss or gain at the time of death of a Partner is called: **1 Marks**

- A.Realisation Account
- B.Executors Account
- C.Revaluation Account
- D.Deceased Partners capital account

**Q 23.** Retiring partner is compensated for parting with the firm's future profits in favour of remaining partners. The remaining partners contribute to such compensation amount in: **1 Marks**

- A.Gaining Ratio
- B.Capital Ratio
- C.Sacrificing Ratio
- D.Profit-Sharing Ratio

**Q 24.** X, Y and Z were partners in a firm sharing profits in the ratio of 3 : 2 : 1. X retired and the new profit sharing ratio between Y and Z will be 5 : 4. On X's retirement the goodwill of the firm was valued at ₹54,000. Journal entry will be: **1 Marks**

- A.Y's Capital A/c Dr. 24,000 Z's Capital A/c Dr. 30,000 To X's Capital A/c 54,000
- B.Y's Capital A/c Dr. 15,000 Z's Capital A/c Dr. 12,000 To X's Capital A/c 27,000
- C.Y's Capital A/c Dr. 12,000 Z's Capital A/c Dr. 15,000 To X's Capital A/c 27,000
- D.X's Capital A/c Dr. 27,000 To Y's Capital A/c 12,000 To Z's Capital A/c 15,000

**Q 25.** On the retirement of Hari from the firm of 'Hari, Ram and Sharma' the balance sheet showed a debit balance of ₹ 12,000 in the profit and loss account. For calculating the amount payable to Hari this balance will be transferred. **1 Marks**

- a. To the credit of the capital accounts of Hari, Ram and Sharma equally.
- b. To the debit of the capital accounts of Hari, Ram and Sharma equally.
- c. To the debit of the capital accounts of Ram and Sharma equally.
- d. To the credit of the capital accounts of Ram and Sharma equally.

**Q 26.** The amount of a joint life insurance policy is credited into the capital accounts of \_\_\_\_\_ on account of the death of a partner. **1 Marks**

- A.Deceased partner only
- B.The deceased partner as well as all the remaining partners.
- C.In the new profit-sharing ratio of the remaining partners.
- D.In the old profit-sharing ratio of the remaining partners.

**Q 27.** A, B and C are partners in a firm sharing profits and losses in the ratio of 2:2:1. On March, 31, 2018 C died. Accounts are closed on December 31st every year. The sales for the year 2017 was Rs. 6,00,000 and the profits were Rs. 60,000. The sales for the period for the period January 1, 2018 to March 31st 2018 were Rs.2,00,000. The share of deceased Partner in the current year's profit on the basis of sales is: **1 Marks**

- A.Rs.20,000
- B.Rs. 8,000
- C.Rs. 3,000
- D.Rs. 4,000

**Q 28.** On the death of a partner, his share in the profits of the firm till the date of his death is transferred to the: **1 Marks**

- A. Debit of Profit and Loss Account.
- B. Credit of Profit and Loss Account.
- C. Debit of Profit and Loss Suspense Account.
- D. Credit of Profit and Loss Suspense Account.

**Q 29.** On the death of a partner, his share in the profits of the firm till the date of his death is transferred to the:

**1 Marks**

- A. Debit of Profit and Loss Account.
- B. Credit of Profit and Loss Account.
- C. Debit of Profit and Loss Suspense Account.
- D. Credit of Profit and Loss Suspense Account.

**Q 30.** A, B and C were partners sharing profits and losses in the ratio of 2:2:1. Books are closed on 31st March every year. C died on November 5, 2018. Under the Partnership deed the executors of the deceased partner are entitled to his share of profit to the date of death calculated on the basis of last year's profit. Profit for the year ended 31st March, 2018 was Rs. 2,14,000. C's share of profit will be:

**1 Marks**

- A. Rs. 28,000
- B. Rs. 32,000
- C. Rs. 28,800
- D. Rs. 48,000

**Q 31.** Retiring Partner's share of goodwill is debited to remaining partners in their:

**1 Marks**

- A. Capital Ratio
- B. Gaining Ratio
- C. New Profit Sharing Ratio
- D. None of these

**Q 32.** The distribution of a joint life policy amount is received by a firm in \_\_\_\_\_.

**1 Marks**

- A. Capital ratio's closing balance
- B. Partner's old profit-sharing ratio
- C. New Profit-sharing Ratio
- D. Capital ratio's opening balance

**Q 33.** Esha, Yash, and Zack are partners sharing profits in the ratio of 7:5:4. On 30th June 2019, Zack died, and profits for the year ending 31st March 2020 were Rs. 24,00,000. How many shares in profits for the period 1st April to 30th June 2019 will be credited to Zack's account, assuming the profit incurred evenly throughout the year?

**1 Marks**

- A. Rs. 6,00,000
- B. Rs. 1,50,000
- C. Rs. 2,00,000
- D. Nil

**Q 34.** On the retirement of a partner, the capital account of the retiring partner will be credited with \_\_\_\_\_.

**1 Marks**

- A. Goodwill of the firm
- B. Shares of goodwill of the remaining partners
- C. His/her share of goodwill
- D. None of the above

**Q 35.** On the death of a partner, his share in the profits of the firm till the date of his death is transferred to the:

**1 Marks**

- A. Debit of Profit and Loss Account.
- B. Credit of Profit and Loss Account.
- C. Debit of Profit and Loss Suspense Account.
- D. Credit of Profit and Loss Suspense Account.

**Q 36.** Chaman, Raman and Suman are partners sharing profits in the ratio of 5 : 3 : 2. Raman retires, the new profit sharing ratio between Chaman and Suman will be 1 : 1. The goodwill of the firm is valued at ₹ 1,00,000 Raman's share of goodwill will be adjusted:

**1 Marks**

- A.By debiting Chaman's Capital account and Suman's Capital Account with ₹ 15,000 each.
- B.By debiting Chaman's Capital account and Suman's Capital Account with ₹ 21,429 and 8,571 respectively.
- C.By debiting only Suman's Capital Account with ₹ 30,000.
- D.By debiting Raman's Capital account with ₹ 30,000.

**Q 37.** P, Q and R are partners sharing profits in the ratio of 5 : 4 : 3. Q retires and P and R decide to share future profits equally. Gaining Ratio will be:

**1 Marks**

- A.5 : 3
- B.1 : 1
- C.1 : 3
- D.3 : 1

**Q 38.** On retirement of a partner, goodwill will be credited to the Capital Account of:

**1 Marks**

- A.Retiring Partner
- B.Remaining Partners
- C.All Partners
- D.None of the Above

**Q 39.** P, Q and R were partners sharing profits in the ratio of their Capital ' contribution which were ₹6,00,000; ₹4,00,000 and ₹5,00,000 respectively. Their books are closed on 31st March every year. P dies on 24th August, 2018. Under the partnership deed, deceased partner is entitled to his share of profit/loss to the date of death based on the average profits of preceding three years. Profits were 2015 ₹50,000; 2016 ₹1,20,000 (Loss); 2017 ₹30,000 and 2018 ₹60,000. P's share of profit/loss will be:

**1 Marks**

- A.₹3,200
- B.₹6,400
- C.₹12,000
- D.₹4,800

**Q 40.** Gaining Ratio' means:

**1 Marks**

- A.Old Ratio – New Ratio
- B.New Ratio – Old Ratio
- C.Old Ratio – Sacrificing Ratio
- D.New Ratio – Sacrificing Ratio

**Q 41.** On retirement of a partner, his capital account will be credited with:

**1 Marks**

- A.His/her share of goodwill.
- B.His share in reserves and surplus.
- C.His share of profit in revaluation
- D.All of the above

**Q 42.** Which account is opened to transfer deceased partner's share of profit to his capital account:

**1 Marks**

- A.P&L Adjustment account
- B.P&L Appropriation account
- C.P&L Suspense account
- D.None of the above

**Q 43.** According to the Partnership Act, 1932, the interest payable to the deceased partner on the amount left by him will be:

**1 Marks**

- A.6% p.a.
- B.10% p.a.
- C.12% p.a.

D.16% p.a.

**Q 44.** On the retirement of Hari from the firm of 'Hari, Ram and Sharma' the balance sheet showed a debit balance of ₹ 12,000 in the profit and loss account. For calculating the amount payable to Hari this balance will be transferred.

**1 Marks**

- a. To the credit of the capital accounts of Hari, Ram and Sharma equally.
- b. To the debit of the capital accounts of Hari, Ram and Sharma equally.
- c. To the debit of the capital accounts of Ram and Sharma equally.
- d. To the credit of the capital accounts of Ram and Sharma equally.

**Q 45.** On retirement, the value of goodwill is credited to:

**1 Marks**

- A.All partners.
- B.Continuing partners.
- C.Retiring partner.
- D.None of the above.

**Q 46.** Abhi, Bhanu, and Clarin are partners sharing profits in the ratio of 3:2:1. Together they had a joint life policy of Rs. 3,00,000. The surrender value of the joint life policy in the balance sheet is Rs. 90,000. Clarin dies; what is the share of each partner in the joint life policy?

**1 Marks**

- A.Rs. 45,000 , Rs. 30,000, Rs. 15,000
- B.Rs. 1,50,000 , Rs. 1,00,000 , Rs. 50,000
- C.Rs. 1,95,000 , Rs. 1,30,000 , Rs. 65,000
- D.Rs. 1,05,000 , Rs. 70,000, Rs. 35,000

**Q 47.** Abhishek, Rajat and Vivek are partners sharing profits in the ratio of 5 : 3 : 2. If Vivek retires, the New Profit Sharing Ratio between Abhishek and Rajat will be:

**1 Marks**

- A.3 : 2
- B.5 : 3
- C.5 : 2
- D.None of these.

**Q 48.** A, B and C are Partners Sharing Profit in the ratio of 2 : 2 : 1. C retired. The new Profit Sharing ratio between A and B will be:

**1 Marks**

- A.2 : 1
- B.1 : 1
- C.3 : 1
- D.4 : 1 A

**Q 49.** Kiran, umesh and Aditya were in Partnership firm. Suddenly on October 31,2018, Kiran died. Amount payable to her on that date amounted to Rs. 1,05,000. Rs. 5000 was paid immediately and balance was paid in 4 equal annual instalments along with interest @ 12% p.a.starting from 31st October 2019. Calculate the interest due as on 31st March, 2019. Financial year was followed as accounting year by the firm.

**1 Marks**

- A.Rs. 2,500
- B.Rs.3,000
- C.Rs.4,500
- D.Rs. 3,750

**Q 50.** The old profit sharing ratio among Rajender, Satish and Tejpal were 2 : 2 : 1. The New Profit Sharing Ratio after Satish's retirement is 3 : 2. The gaining ratio is:

**1 Marks**

- A.3 : 2
- B.2 : 1

- C.1 : 1
- D.2 : 2

**Q 51.** A, B and C are partners sharing profits in the ratio of 5 : 2 : 1. If the new ratio on the retirement of A is 3 : 2, what will be the gaining ratio? **1 Marks**

- A.11: 14
- B.3 : 2
- C.2 : 3
- D.14:11

**Q 52.** Anand, Bahadur and Chander are partners. Sharing Profit equally On Chander's retirement, his share is acquired by Anand and Bahadur in the ratio of 3 : 2. The New Profit Sharing Ratio between Anand and Bahadur will be: **1 Marks**

- A.8 : 7
- B.4 : 5
- C.3 : 2
- D.2 : 3

**Q 53.** On retirement/ death of a partner, the retiring/ deceased partner's capital account will be credited with: **1 Marks**

- A.His/ her share of goodwill.
- B.Goodwill of the firm.
- C.Shares of goodwill of remaining partners.
- D.None of these.

**Q 54.** A, B, and C are partners in a company sharing profit and loss in the ratio of 2:2:2. On March 31, 2018, C died. Accounts are closed on December 31st every year. The sale for the year 2017 was ₹6,00,000 and profits were ₹60,000. The sales for the period from Jan 1, 2018, to March 31, 2018, were ₹2,00,000. The share of the deceased partner in the current year's profits on the basis of sale is: **1 Marks**

- A.₹20,000
- B.₹8,000
- C.₹3,000
- D.₹4,000

**Q 55.** On the death of a partner, his share in the profits of the firm till the date of his death is transferred to the: **1 Marks**

- A.Debit of Profit and Loss Account.
- B.Credit of Profit and Loss Account.
- C.Debit of Profit and Loss Suspense Account.
- D.Credit of Profit and Loss Suspense Account.

**Q 56.** The deceased partner's due amount is to be paid to the \_\_\_\_\_. **1 Marks**

- A.Friends
- B.The Mother
- C.The executors
- D.The wife