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### Revaluation Account

Debit		Credit	
Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Furniture	30,000	By Stock	30,000
To Profit Transferred to: Sanjana Capital A/c	24,000	By Investment	40,000
Alok's Capital A/c	16,000		
<b>Total</b>	<b>70,000</b>	<b>Total</b>	<b>70,000</b>

### Partner's Capital Account

Debit				Credit			
Particulars	Sanjana (Rs.)	Alok (Rs.)	Nidhi (Rs.)	Particulars	Sanjana (Rs.)	Alok (Rs.)	Nidhi (Rs.)
To Cash	30,000	20,000	-	By Balance b/d	5,00,000	4,00,000	-
To Investment	-	3,00,000	-	By Premium for goodwill A/c	60,000	40,000	-
To Cash A/c	1,40,000	-	-	By Cash A/c	-	-	3,00,000
To Balance c/d	4,50,000	3,00,000	3,00,000	By Revaluation (Profit)	24,000	16,000	-
				By Workmens' Compensation Fund	36,000	24,000	-
				By Cash A/c	-	140,000	-
	<b>6,20,000</b>	<b>6,20,000</b>	<b>3,00,000</b>		<b>6,20,000</b>	<b>6,20,000</b>	<b>3,00,000</b>

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**Cash Account**

Debit		Credit	
Particulars	Amount (Rs.)	Particulars	Amount (Rs.)
To Balance b/d	1,66,000	By Sanjana's Capital A/c	30,000
To Premium for Goodwill	1,00,000	By Alok's Capital A/c	20,000
To Nidhi's Capital A/c	3,00,000	By Sanjana's Capital A/c	1,40,000
To Alok's Capital A/c	1,40,000	By Balance c/d	5,16,000
<b>Total</b>	<b>7,06,000</b>	<b>Total</b>	<b>7,06,000</b>

**Balance Sheet**

as at ....

Debit		Credit	
Liabilities	Amount (Rs.)	Assets	Amount (Rs.)
Creditors	60,000	Stock	1,80,000
Capital A/c		Furniture	2,70,000
Sanjana	4,50,000	Debtors	1,46,000
Alok	3,00,000	Less:- Provision for Doubtful	(2,000)
Nidhi	3,00,000	Debts	1,44,000
	10,50,000	Cash	5,16,000
<b>Total</b>	<b>11,10,000</b>	<b>Total</b>	<b>11,10,000</b>



### Working Notes

1. Firm's goodwill = Rs. 4,00,000

Nidhi's share of goodwill =  $4,00,000 \times \frac{1}{4}$  = Rs. 1,00,000 to be distributed among Sanjana and Alok in sacrificing ratio.

2. Sanjana's capital after adjustment

= Rs. 5,90,000

Alok's capital after adjustment

= Rs. 1,60,000

Rs. 7,50,000

to be in profit sharing ratio

Sanjana =  $7,50,000 \times \frac{3}{5}$  = 4,50,000 - 5,90,000 = Rs. 1,40,000 cash withdrew

Alok =  $7,50,000 \times \frac{2}{5}$  = 3,00,000 - 1,60,000 = Rs. 1,40,000 cash brought in