

Dolly's Capital Account

Debit			Credit		
Date	Particulars	Amount (Rs.)	Date	Particulars	Amount (Rs.)
05.04.2016	To Dolly's Executor's A/c	2,06,200	01.04.2016	By Balance b/d	2,00,000
			05.04.2016	By Profit & Loss Suspense A/c	200
			05.04.2016	By Farhan's Capital A/c	3,750
			05.04.2016	By Hina's Capital A/c	2,250
	Total	2,06,200		Total	2,06,200

Working Notes:

1. Gaining Ratio of Farhan & Hina = 5:3
2. Dolly's share of Goodwill = $30,000 \times \frac{2}{10} = \text{Rs. } 6,000$
3. Farhan's Contribution = $6,000 \times \frac{5}{8} = \text{Rs. } 3,750$
4. Hina's Contribution = $6,000 \times \frac{3}{8} = \text{Rs. } 2,250$