

Solution-17

**Profit and Loss Appropriation A/c**

Dr.			Cr.
Particulars	Amount (₹)	Particulars	Amount (₹)
To Interest on Capital		By Profit and Loss A/c	2,28,000
Atul's Current A/c	50,000		
Mithun's Current A/c	60,000	By Interest on Drawings	
	1,10,000	Atul's Current A/c	5,000
To Interest on Loan (Atul's Current A/c)		Mithun's Current A/c	10,000
(3,00,000x8%)	24,000	By Mithun's Current A/c	
To Profit transferred to		(Interest on Loan 2,00,000x8%)	16,000
Atul's Current A/c	72,000		
Mithun's Current A/c	48,000		
	1,20,000		
<b>Total</b>	<b>2,54,000</b>	<b>Total</b>	<b>2,54,000</b>

