

Solution-18

(i) When its Market Value is not given

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Date	Particulars	L.F.	Dr Amount (₹)	Cr Amount (₹)
	Investment Fluctuation Reserve A/c Dr.		60,000	
	To Nitin's Capital A/c			20,000
	To Tarun's Capital A/c			20,000
	To Samar's Capital A/c			20,000
	(Distribution of the balance in the Investment Fluctuation Reserve in the profit-sharing ratio of 1:1:1)			

(ii) When its Market Value is ₹4,00,000

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Date	Particulars	L.F.	Dr Amount (₹)	Cr Amount (₹)
	Investment Fluctuation Reserve A/c Dr.		60,000	
	To Nitin's Capital A/c			20,000
	To Tarun's Capital A/c			20,000
	To Samar's Capital A/c			20,000
	(Distribution of the balance in the Investment Fluctuation Reserve in the profit-sharing ratio of 1:1:1)			

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(iii) When its Market Value is ₹4,24,000

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Date	Particulars	L.F.	Dr Amount (₹)	Cr Amount (₹)
	Investment Fluctuation Reserve A/c Dr.		60,000	
	To Nitin's Capital A/c			20,000
	To Tarun's Capital A/c			20,000
	To Samar's Capital A/c			20,000
	(Distribution of the balance in the Investment Fluctuation Reserve in the profit-sharing ratio of 1:1:1)			
	Investments A/c Dr.		24,000	
	To Revaluation A/c			24,000
	(Value of Investments reinstated at its market value and increase in value adjusted with Revaluation A/c)			
	Revaluation A/c Dr.		24,000	
	To Nitin's Capital A/c			8,000
	To Tarun's Capital A/c			8,000
	To Samar's Capital A/c			8,000
	(Revaluation A/c debited to the Partners' Capital A/c in the profit-sharing ratio of 1:1:1)			

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(iv) When its Market Value is ₹3,70,000

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Date	Particulars	L.F.	Dr Amount (₹)	Cr Amount (₹)
	Investment Fluctuation Reserve A/c Dr. To Investment A/c (Value of Investments reinstated at its market value and fall in value adjusted with Investment Fluctuation Reserve)		30,000	30,000
	Investment Fluctuation Reserve A/c Dr. To Nitin's Capital A/c To Tarun's Capital A/c To Samar's Capital A/c (Distribution of the balance in the Investment Fluctuation Reserve in the profit-sharing ratio of 5:3:2)		30,000	10,000 10,000 10,000

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(v) When its Market Value is ₹3,71,000

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Date	Particulars	L.F.	Dr Amount (₹)	Cr Amount (₹)
	Investment Fluctuation Reserve A/c	Dr.	60,000	
	Revaluation A/c	Dr.	30,000	
	To Investment A/c			90,000
	(Value of Investments reinstated at its market value and fall in value adjusted with Investment Fluctuation Reserve & debited to Revaluation A/c)			
	Nitin's Capital A/c	Dr.	10,000	
	Tarun's Capital A/c	Dr.	10,000	
	Samar's Capital A/c	Dr.	10,000	
	To Revaluation A/c			30,000
	(Revaluation A/c debited to the Partners' Capital A/c in the profit-sharing ratio of 1:1:1)			