

Solution-26

Date	Particulars	L.F.	Debit Amount	Credit Amount
	A's Capital A/c (30,000 x 1/10) Dr.		3,000	
	To B's Capital A/c (30,000 x 1/10)			3,000
	(Adjustment entry for carrying on revalued Assets & Liabilities at book values)			

	Old Ratio	New Ratio	Sacrificing/Gaining Ratio		
A	$\frac{2}{5}$	$\frac{5}{10}$	$\frac{4-5}{10}$	$\frac{-1}{10}$	Gain
B	$\frac{2}{5}$	$\frac{3}{10}$	$\frac{4-3}{10}$	$\frac{1}{10}$	Sacrifice
C	$\frac{1}{5}$	$\frac{2}{10}$	$\frac{2-2}{10}$	Nil	

Assets/Liabilities	Revaluation Loss	Revaluation Profit
Machinery		50,000
Computers	25,000	
Sundry Creditors		15,000
Outstanding Expenses	10,000	
Total	35,000	65,000
Gain on revaluation		30,000