

Solution-59

JOURNAL

Date	Particulars	L.F.	Dr Amount (₹)	Cr Amount (₹)
	Ram's Capital A/c Dr To Sohan's Capital A/c (Being adjustment for correcting interest on capital and sharing profit)		300	300

Working Notes

Particulars	Ram's Capital		Mohan's Capital		Sohan's Capital		Firm	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
1. Interest on Capital difference of 1%	1,200		900		600			2,700
2. Above difference distributed in PSR		900		900		900	2,700	
	1,200	900	900	900	600	900	2,700	2,700
Net Effect	300 Dr		-		300 Cr			