

Solution-75

JOURNAL

Date	Particulars	L.F.	Dr Amount (₹)	Cr Amount (₹)
	Kajal's Capital A/c Dr		66,000	
	To Neerav's Capital A/c			30,000
	To Alisha's Capital A/c			36,000
	(Being adjustment entry for correcting appropriations and impact of divisible profits)			

	Kajal	Neerav	Alisha
Capital as at 31-03-2025	90,000	3,30,000	6,60,000
Add:			
Drawings	3,60,000	3,60,000	3,60,000
Less:			
Profit distributed for the year	(1,20,000)	(30,000)	(30,000)
Interest on Capital @ 10%	(30,000)	(60,000)	(90,000)
Capital as at 31-03-2024	3,00,000	6,00,000	9,00,000
Interest on Capital difference @ 2%	6,000 Cr	12,000 Cr	18,000 Cr
Reversal of earlier profits	1,20,000 Dr	30,000 Dr	30,000 Dr
Profit distribution in right ratio	60,000 Cr	60,000 Cr	60,000 Cr
Effect on divisible profits	12,000 Dr	12,000 Dr	12,000 Dr
Net Effect	66,000 Dr	30,000 Cr	36,000 Cr