

Solution-85

Profit and Loss Appropriation A/c For the year ended 31st March, 2025

Dr.			Cr.
Particulars	Amount (₹)	Particulars	Amount (₹)
To Profit transferred to Partners' Capital A/cs		By Profit and Loss A/c (Net profit)	4,00,000
P	2,18,750		
Less: Guarantee to R	(15,000)		
Q	1,31,250		
Less: Guarantee to R	10,000		
R	50,000		
Add: Guarantee from P	15,000		
Add: Guarantee from Q	10,000		
Total	4,00,000	Total	4,00,000

Distribution of profits

Partner	Profit	Guarantee	Deficit	Born by	Final Profit
P	2,18,750			(15,000)	2,03,750
Q	1,31,250			(10,000)	1,21,250
R	50,000	75,000	25,000		75,000