

Solution-87

JOURNAL

Date	Particulars	L.F.	Dr Amount (₹)	Cr Amount (₹)
	Bhanu's Capital A/c	Dr	21,000	
	Chand's Capital A/c	Dr	2,000	
	To Alia's Capital A/c			23,000
	(Being adjustment entry towards correcting appropriations & corresponding impact on divisible profits)			

Working Notes

Particulars	Alia's Capital		Bhanu's Capital		Chand's Capital		Firm	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
1. Salary		18,000			18,000		36,000	
2. Commission				4,000			4,000	
3. Reversal of Profits distributed	30,000		30,000		20,000			80,000
4. Distribution of Profits		15,000		15,000		10,000	40,000	
5. Minimum Guarantee		20,000	10,000		10,000			
Total	30,000	53,000	40,000	19,000	30,000	28,000	80,000	80,000
Net Effect	23,000 Cr		21,000 Dr		2,000 Dr			