

Death of a Partner 1

1. B, C and D were partners in a firm sharing profits in the ratio of 5:4:1. The profit of the firm for the year ending on March 31, 2023 was Rs.1,00,000. C died on June 30, 2023. B and D decided to share profits equally. C's share of profit will be calculated on the basis of last year's profit. What will be C's share of profit for the period from April 1 to June 30, 2023?
(A) Rs.20,000 (B) Rs.10,000
(C) Rs.40,000 (D) Rs.50,000
2. In case of death of a partner, his share in the profit up to the date of his death is calculated on the basis of:
(A) Time (B) Sale
(C) Any of these (D) None of these
3. X, Y and Z were partners in a firm sharing profits in the ratio of 2:2:1. Z died on 1st Oct, 2023. Z's share of profit as to be calculated on the basis of sales. The sales during the year 2022-23 were Rs. 8,00,000 and the profit for the year was Rs.1,00,000. The sales from April 1, 2023 to Sep 30, 2023 were Rs. 3,00,000. Z's share in profit will be:
(A) Rs.7500 (B) Rs.20,000
(C) Rs.10,000 (D) Rs.3750
4. V, A and S are partners in a firm sharing profits and losses in the ratio of 7: 5: 3. S died on 28th August, 2021. His share in the profits of the firm till the date of his death was determined at Rs 75,000. It will be debited to which of the following accounts?
(A) Profit and Loss Suspense Account
(B) Profit and Loss Account
(C) Profit and Loss Adjustment Account
(D) Profit and Loss Appropriation Account
5. D, E and F are partners sharing profits and losses in the ratio of (1/8) : (3/8) : (4/8). F died and (1/2) of his share is taken over by D and remaining by E. Calculate the new profit sharing ratio between D and E.
(A) 6:10 (B) 4:4 (C) 2:3 (D) None of the above

ACC – HITESH NANKANI
CONTACT NO. 7737910006, 9166066051

6. A, M and S were partners in a firm sharing profits in the ratio of 5:3:2. M died on 1st January, 2023. A and S will acquire M's share in the ratio of:
(A) 1:1 (B) 3:2 (C) 5:3` (D) 5:2
7. A, B and C are partners. B expired on 18th December, 2023 and as per agreement surviving partners A and C directed the accountant to prepare financial statements as on 18th December, 2023 and accordingly the share of profits of B (deceased partner) was calculated as Rs 6,00,000. Which account will be debited to transfer B's share of profits?
(A) Profit and Loss Suspense Account
(B) Profit and loss Account
(C) Profit and Loss Appropriation Account
(D) Gaining Partner's Capital A/c
8. V, S and M were partners in a firm sharing profits in the ratio of 4:3:1. M died and her entire share was taken up by V. The new profit sharing ratio of V and S will be:
(A) 1:1 (B) 5:3 (C) 3:5 (D) 5:2