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අධ්‍යයන පොදු සහතික පත්‍ර (උසස් පෙළ) විභාගය - 2021 අගෝස්තු  
 கல்விப் பொதுத் தரப்பரப் பத்திர (உயர் தர)ப் பரீட்சை - 2021 ஓசஸ்ற்  
 General Certificate of Education (Adv. Level) Exam - August 2021

නව නිර්දේශය  
 புதிய பாடத்திட்டம்  
 New syllabus

ගිණුම්කරණය I  
 கணக்கடு I  
 Accounting I

33 E I

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 ஒரு மணித்தியாலங்கள்  
 One Hour

**Instructions:**

**15 Weeks more**

**Paper No 29**

\*Answer all questions in Part II

\*Relevant workings should be attached to the answer script

**PART II**

**01.** You have been provided following assets liabilities and equity balances as at 01.04.2019 of the partnership carries by Arjuna and Bhagya by sharing profit and losses in the ratio of 3:2

Item	Amount (Rs. '000)
Inventory	300
Cash	400
Land	2 250
Building	400
Motor vehicle	600
Debtors	1 000
Bank loan	200
Creditors	300
Accrued expenses	300
<b>Current Account</b>	
Arjuna	100
Bhagya	50

A summary of the cash transactions for the year ended 31.03.2020 is given below:

Item	Amount (Rs. '000)
Cash sales	1 200
Receipts from debtors	1 600
Rent received	400
Cash brought by Chathuri	300
Payments to creditors	800
Land	400
Expenses	380
<b>Partners salary</b>	
Arjuna	120
Bhagya	80
Re-payment of bank loan	120
Insurance	400

**Additional Information:**

- (1) Chathuri was joined to the partnership on 01.04.2019 and agreed to pay 1/6 of the profit to her
- (2) Capital contribution ratio between Arjuna and Bhaya as at 01.04.2019 was 3:2
- (3) At the admission Chathuri invested Rs. 300 000 in cash and a motor vehicle with a fair value of Rs. 800 000
- (4) Arjuna and Bhagya are entitled to a monthly salary of Rs. 15 000 and Rs. 10 000 respectively.
- (5) Partners are entitle to a 10% interest on closing capital balance.
- (6) At the admission of Chathuri, the goodwill was estimated at Rs. 120 000 and agreed to adjust it through capital accounts.
- (7) Insurance payment mentioned in cash payments was a payment done on personal insurance policies of Arajuna.
- (8) Property, Plant and Equipment are depreciated 10% on carrying amount.
- (9) Rs. 20 000 interest was included in the bank loan installment paid.
- (10) Net changes in current assets and liabilities as at 31.03.2020 are as follows:

	Rs. '000
Inventory	(40)
Debtors	(100)
Creditors	(150)
Accrued expenses	10

- (11)Rs. 20 000 worth of goods have been taken by Arjuna during the year for his personal use.
- (12) A building premises owns by the partnership has been rented out for monthly rent of Rs. 30 000 from the beginning of the year

**Required:**

1. Income statement for the year ended 31.03.2020
2. Current Accounts and Capital Accounts of partners
3. Statement of financial position as at 31.03.2020

**(20 Marks)**

**02.** Maduranga and Miyuranga were partners sharing profit and losses in the ratio of 3:2, on 31.03.2020 Miyuranga was retired from the partnership and Viduranga was admitted to the business. Viduranga contributed his own Motor vehicle Rs. 75 000 to the business as the share of capital and this has not yet been recorded in the books.

New partnership agreement is as follows:

- (i) Profit and losses are shared among Madhuranga and Viduranga in the ratio of 1:1
- (ii) New partners agreed to continue same conditions included in existing agreement
  - 10% annual interest on opening capital balances.
  - Monthly salary of Rs. 2 000 for each partner.
- (iii) The goodwill of the partnership was estimated as Rs. 40 000 and all adjustments in this regard should be made through partner's capital account
- (iv) Miyurang has agreed to take the motor vehicle at carrying amount as a part settlement and the balance has transferred to a loan account

The trial balance prepared after the preparation of the trading account for the year ended 31.03.2020 is given below.

Description	Debit (Rs. '000)	Credit (Rs. '000)
Gross profit		228
Inventory as at 31.03.2020	65	
Trade receivables and trade payables	41	38
Property Plant and equipment (carrying amount)	270	
Depreciation of PPE	7	
Accrued electricity 01.04.2019		2
Electricity charges	10	
10% bank loan (received 01.10.2019)		40
Salaries and wages	40	
Capital account 01.04.2019 – Madhuranga		130
Capital account 01.04.2019 – Miyuranga		70
Current account 01.04.2019 – Madhuranga		10
Current account 01.04.2019 – Miyuranga	2	
Operational expenses	8	
Cash and bank	75	
	<b>518</b>	<b>518</b>

Further investigation following error were disclosed

- (i) The balance of the return outward account Rs. 5 000 was recorded as return inward.
- (ii) Carriage outward Rs. 3 000 has been recorded as carriage inwards account
- (iii) Stock drawings Mahuranga and Miyuranga Rs. 8 000 and Rs. 7 000 respectively was not recorded in books

Following additional information has also been provided;

- (i) The carrying amount of motor vehicle is Rs. 20 000 which is taken by Miyuranga
- (ii) Miyuranga was taken his salary and it has recorded in the salary account
- (iii) Accrued electricity for the last year and Rs.1 000 paid for the next year are included in electricity charges

**Required:**

- (i) The statement of correction of the gross profit
- (ii) The income statement for the year ended 31.03.2020 (include appropriation of partners)
- (iii) Partners current accounts and capital accounts for the year ended 31.03.2020

**(20 Marks)**