

- 13** Ali, Bharti and Chan were in partnership sharing profit and losses in the ratio 3 : 2 : 1. Bharti retired from the partnership on 30 June 2016.

The following were the balances available at 30 June 2016.

|                  | Ali (\$)  | Bharti (\$) | Chan (\$) |
|------------------|-----------|-------------|-----------|
| capital accounts | 60 000 Cr | 40 000 Cr   | 20 000 Cr |
| current accounts | 18 650 Cr | 6 100 Dr    | 8 950 Cr  |

On her retirement, Bharti retained a partnership motor vehicle at an agreed valuation of \$4000.

Goodwill was valued at \$39 000.

How much was payable to Bharti on her retirement?

- A** \$33 900      **B** \$42 900      **C** \$46 900      **D** \$50 900

- 14** A partnership maintains both capital and current accounts for its partners.

What is the correct accounting entry for recording interest on capital for partner X?

|          | account to be debited | account to be credited |
|----------|-----------------------|------------------------|
| <b>A</b> | appropriation         | X's capital            |
| <b>B</b> | appropriation         | X's current            |
| <b>C</b> | X's capital           | appropriation          |
| <b>D</b> | X's current           | appropriation          |

- 15** Which statement describes the treatment of purchased goodwill for a limited company?

- A** a tangible non-current asset that can be amortised  
**B** a tangible non-current asset that can be depreciated  
**C** an intangible non-current asset that can be amortised  
**D** an intangible non-current asset that can be depreciated