

CHAPTER -5

DISSOLUTION OF PARTNERSHIP FIRM

Section -B: Questions for Two Marks:

1. What is Dissolution of Partnership?
2. Give the meaning of Dissolution of a Partnership Firm.
3. State any two circumstances under which a Partnership Firm is dissolved.
4. State any two differences between Dissolution of Partnership and Dissolution of Partnership Firm.
5. What is Realisation Account?
6. Why is Realisation Account prepared?
7. What is the accounting treatment for unrecorded Asset Realised on Dissolution of a Firm?
8. What is the accounting treatment for unrecorded Liability paid on Dissolution of a Firm?
9. How do you treat PBD on Dissolution of a firm?
10. Give the journal entry for an asset taken over by a partner on Dissolution of a Firm.
11. Give the journal entry for a liability taken over by a partner on Dissolution of a Firm.
12. Give the journal entry for transferring an asset to Realisation Account.
13. Write the journal entry for the transfer of a outside Liability to Realisation Account.
14. Give the journal entry for the payment of Partner's Loan on Dissolution of a Firm.
15. Give the journal entry for sale of an asset on Dissolution of a Firm.
16. Give the journal entry for payment of a liability on Dissolution of a Firm.
17. Give the journal entry for the transfer of profit on realization.
18. Give the journal entry for the transfer of loss on realization.
19. Give the journal entry for realization expenses paid by the firm.
20. How do you close realization A/c on dissolution of a firm?
21. Give the journal entry for Realization Expenses paid by the partner on behalf of the firm.