**Blog Question**

**Principles of Accounts**

**Topic: Partnership Accounts Class: 10-T Week: 29th jan-2 Feb. 18**

Gray, Wilkes and Booth are partners. They share profits and losses in the ratios of 3/8, 3/8

and 1/4 respectively.

For the year ended 31 December 20X3 their capital accounts remained fixed at the following

amounts:

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Gray 50,000

Wilkes 40,000

Booth 30,000

They have agreed to give each other 5 per cent interest per annum on their capital accounts.

In addition to the above, partnership salaries of $32,000 for Wilkes and $14,000 for Booth are to

be charged.

The net profit of the partnership before taking any of the above into account was $84,800.

**Required:**

Draw up the appropriation account of the partnership for the year ended 31 December 20X3.