

Uva Wellassa University

Faculty of Management

Degree of Bachelor of Business Management in Entrepreneurship and Management

Year 2 Semester I - Examination December/ January 2009/2010

EMG 211-3 Financial Accounting in Management



Index No:

Time : 30 minutes

Total marks : 20

Each question has one correct answer. Indicate it by underlining the correct answer.

06 Marks)

12 Marks)

March

08 Marks)

10 Marks)

136 Marks

2009 / 2010

PART C

Answer only two questions including question number 01

01.

- i) State when does the partnership business can dissolve their business without a court order? (3 Marks)
- ii) Briefly describe the "en bloc" sale and the "piecemeal" dissolution? (4 marks)
- iii) State two techniques of distribution on piecemeal dissolution to ensure fair distribution among partners. (2 Marks)
- iv) What is the objective of preparing realization account? (1 Mark)
- v) **Anil, Besil and Sisil** were partners carrying a partnership business sharing profits or losses in the ratio of 5:3:2 respectively. They decided to dissolve their partnership as on 31 March 2009 on which date their balance sheet was prepared as follows.

Capital Accounts			Non Current Assets		
Anil	225000		Land and building	250,000	
Besil	180000		Motor Vehicle	120,000	
Sisil	50000	455000	Furniture	130,000	500,000
Current Account			Current Assets		
Anil	10000		Inventory	85000	
Besil	9000		Debtors	95000	
Sisil	25000	44000	Cash	9000	189000
Reserves		100000			
Creditors	75000				
Bank OD	15000	90000			
		689000			689000