

Year 13 Accounting Worksheet 6

Partnership Accounting – Capital Adjustment

(Note: Answer the following questions in your activity book.)

1. State **two** reasons for change in ownership of Partnership business.

(2 marks)

2. Explain **one** condition for change in ownership.

(2 marks)

3. Define Capital Adjustment account.

(2 marks)

4. Describe **step 1** to be followed when there is a change in ownership.

(2 marks)

5. If the original value of Land was \$45 000, and during the change of ownership it was revalued at \$55 00. Record the change of Land value in the necessary journal.

(2 marks)