

Quick Question On Admitting A New Partner

The capital balances of XYZ Company are as follows: X has \$30,000, Y has \$15,000, and Z has \$105,000. New partner A joins the partnership under each of the following independent situations. Make the necessary Journal Entries.

- (1) A pays Z \$75,000 for half of Z's interest.
- (2) A invests \$50,000 for a $\frac{1}{4}$ interest in the partnership.
- (3) A invests \$100,000 for a $\frac{1}{2}$ interest in the partnership.
- (4) A invests \$120,000 for a $\frac{1}{3}$ interest in the partnership.

DATA SUMMARY:

DATE		ACCOUNT TITLE AND DESCRIPTION	PR	DEBIT		CREDIT	