

Q.1 Receipts and Payments Account of a club on 31.3.2020 shows a receipt of ₹5,250. There were 416 life members on 31.3.2019 the subscription payable by each member, to be a life time member is ₹125. How many total life members are there on 31.3.2020? How much amount of total life membership fees has been added to the capital fund on 31.3.2020? 1 mark

Q.2 Which of the following is never shown on the 'Payment side' of Receipts and Payments Account but is shown as an expense while preparing Income and Expenditure Account? (Choose the correct alternative) 1 mark

(a) Depreciation on fixed assets (b) Outstanding expenses
(c) Loss on sale of fixed assets (d) All of the above

Q.3 From the following information, calculate the amount of income from subscriptions to be shown in the Income and Expenditure Account for the year ended 31-3-2020 : 3 marks

Details	Amount (₹)
Subscriptions received during the year 2019-2020	3,40,000
Subscriptions outstanding as on 31-3-2020	47,000
Subscriptions received in advance as on 31-3-2020	35,000
Subscriptions outstanding as on 1-4-2019	28,000
Subscriptions received in advance as on 1-4-2019	25,000

Q.4 How would you treat the following items in the case of a 'not-for-profit' organisation for the year ending 31.3.2020? 3 marks

Details	Amount (₹)
Tournament Fund	40,000
Tournament Expenses	14,000
Receipts from Tournament	16,000
Table Tennis match expenses	4,000

Q.5 The Receipt and Payment Account of Harimohan charitable institution is given:

Receipt and Payment Account for the year ending March 31, 2020

Receipts	Amount (₹)	Payments	Amount (₹)
To Balance b/d		By Furniture	3,000
Cash at Bank	22,000	By Investments	55,000
Cash in Hand	8,800	By Advance for building	20,000
To Donations	32,000	By Charities	60,000
To Subscriptions	50,200	By Salaries	10,400
To Endowment fund	60,000	By Rent and Taxes	4,000
To Legacies	24,000	By Printing	1,000
To Interest on Investment	3,800	By Postage	300
To Interest on Deposits	800	By Advertisements	1,100
To Sale of old newspapers	500	By Insurance	4,800
		By Balance c/d:	
		Cash at bank	32,000
		Cash in hand	10,500
	2,02,100		2,02,100

Prepare Income and Expenditure Account for the Year ended on March 31, 2020 after considering the following:

(i) Treat 50% of the amount received on account of Legacies and Donations as income.

(ii) Liabilities to be provided for are:

Rent ₹ 800; Salaries ₹ 1,200; advertisement ₹ 200.

(iii) ₹ 2,000 due for interest on investment was not actually received.

6 marks

Q.6 Prepare Income and Expenditure Account and Balance Sheet for the year ended March 31, 2020 from the following Receipt and Payment Account and Balance Sheet of culture club:

6 marks

Receipt and Payment Account for the year ending March 31, 2020

Receipts		Amount (₹)	Payments		Amount (₹)
To Opening cash balance		12,000	By Furniture		4,000
To Subscription			By Telephone expenses		800
2018-19	2,000		By Salary		
2019-20	<u>22,000</u>	24,000	2018-19	1,000	
To Entrance fees		2,800	2019-20	<u>4,000</u>	5,000
To Locker rent		1,000	By Newspapers		700
To Life membership fee		1,200	By Sundry expenses		1,000
To Government grant		11,000	By Defence bonds		18,000
			By Land		20,000
			By Closing cash balance		2,500
		52,000			52,000

Balance Sheet for the year ending March 31, 2019

Liabilities		Amount (₹)	Assets		Amount (₹)
Advance locker rent		200	Cash in hand		12,000
Subscription received in Advance		1,000	Outstanding subscription		3,000
Outstanding salary		2,000	Building		35,000
Loan		10,000			
Capital fund		36,800			
		50,000			50,000