

## MASTER QUESTION

## ACCOUNTANCY

## Non-profit organization

**MASTER QUESTIONS .** our aim of the master question(s) is/are to cover or summarised the whole chapters in one or two or more numerical questions

**Important points**

1. Donation for particular fund, life member ship fees ,legacy received are capital receipts and add into the capital fund
2. Entrance fees or admission fees is treated as revenue receipt until and unless mention in the question and is shown income side of income and expenditure account
3. General Donation received is treated as revenue receipt until and unless mention in the question and is shown income side of income and expenditure account

**Performa of subscription account**

Dr Subscription account or locker rent or any income Cr

Particulars	Amt	Particulars	Amt
To balance B/d (opening balance of outstanding) (Received during the year of P.Y + still outstanding of P.Y )	-----	By balance b/d (opening balance of advance)	-----
To income and expenditure account (income earned)	-----	By bank (received) P.Y ----- C.Y ----- N.Y -----	-----
To balance c/d (closing balance of advance)	-----	By balance c/d(closing balance of outstanding) --P.Y ----- (still outstanding of P.Y) --C.Y ----- ( outstanding of C.Y)	-----

**Performa of creditor for stationery /sports material/medicine etc**

Dr Creditor for stationery / Sports material/Medicine etc Cr

Particulars	Amt	Particulars	Amt
To balance B/d (opening balance of advance for creditors)	-----	By balance b/d (opening balance of creditor)	-----
To bank (amount paid to creditors )	-----	By stationery/sports material etc (purchase on credit)	-----
To balance c/d (closing balance of creditor)	-----	By balance c/d(closing balance of advance for creditors)	-----

## MASTER QUESTION

## ACCOUNTANCY

Non-profit organization

Dr		stationery / Sports material/Medicine etc A/c		Cr	
Particulars	Amt t	Particulars	Amt		
To balance B/d (opening balance of stock of stationery etc)	-----	By income and expenditure account ( Stationery etc consumed )	-----		
To bank (stationery etc purchased for cash )	-----	By balance c/d(closing balance of stock of stationery etc)	-----		
To creditor for stationery etc (stationery etc purchase on credit)	-----				

Dr		salaries, insurance or any expense		Cr	
Particulars	Amt t	Particulars	Amt		
To balance B/d (opening balance of advance for expenses)	-----	By balance b/d (opening balance of outstanding)	-----		
To bank (expenses paid )	-----	By income and expenditure	-----		
To balance c/d (closing balance of outstanding)	-----	By balance c/d(closing balance of advance for expenses)	-----		

**Question 1.(A)**

Stock of Stationery on april 1 <sup>st</sup> 2018	Rs. 300
Creditors for Stationery on april 1 <sup>st</sup> 2018	Rs. 200
Advance paid for Stationery on april 1 <sup>st</sup> 2018	Rs. 20
Stock of Stationery on 31 <sup>st</sup> march 2019	Rs. 50
Advance paid for Stationery on 31 <sup>st</sup> march 2019	Rs. 30
Amount paid for Stationery during the 2018-2019	Rs1080

Creditors for Stationery on 31<sup>st</sup> march 2019                      Rs. 130

## MASTER QUESTION

## ACCOUNTANCY

## Non-profit organization

Calculation of amount transfer to Income and Expenditure Account

**Question 1(B)**

. Find out amount of subscription will be shown in Income & Expenditure of the c.y. 1985

Subscription received during 30-12-1985	15000
Subscription outstanding on 30-12-1985	6000
Subscription outstanding on 1-1-1985	1500
Subscription Received in advance on 30-12-1985	2400
Subscription Received in advance on 1-1-1985	900

**Question 1 (C)**

Calculate the amount of Subscription credited to Income and Expenditure A/c for the year 2018-2019 and show the relevant information in opening and closing balance sheet

Subscription received during 2018-2019

(i) 2017-2018	Rs20,000
(ii) 2018-2019	Rs80,000
(iii) 2019-2020	Rs10,000

Subscription still outstanding for the year 2017-2018	Rs5,000
Subscription Advance as at 31-3-2018	Rs12,000
Subscription outstanding for the year 2018-2019	Rs25,000

Ans:- Subscription credited to income and expenditure A/c is Rs1,07,000

**Question 1 (D)**

Subscription Received during the year(2018-2019)	70,000
Subscription as at 31-3-2018 (outstanding)	10,000
Subscription Advance as on 31-3-2018	3,000
Subscription Advance as on 31-3-2019	4,000

There are 750 members. Each member paying Rs100. Calculate the subscription as on 31-3-2019

<b>Question 1(E)</b> Outstanding Locker Rent to be received as on 31-3-2018	10,000
Locker rent received as advance as on 31-3-2019	3,000
Locker rent received during the year	75,000
Locker rent outstanding as on 31-3-2019	2,000
Locker rent advance as on 31-3-2018	1,000

Calculate the Locker Rent Earned.

**Question 1(F)**

Subscription Received

## MASTER QUESTION

## ACCOUNTANCY

## Non-profit organization

2017-2018	5,000
2018-2019	75,000
2019-2020	30,000

Subscription outstanding for the year 2018-2019	9,000
Subscription Advance as on 31-3-2018	7,000
Subscription outstanding as on 31-3-2019	13,000

Calculate the amount of subscription credited to Income and Expenditure A/c and show the relevant information in opening and closing balance sheet

**Question 1(G)**

Subscription Received

2017-2018	5,000
2018-2019	80,000
2019-2020	10,000

Subscription outstanding as on 31-3-2019	16,000
Subscription advance as on 31-3-2018	7,000
Subscription still outstanding for the year 2017-2018	4,000

Calculate the amount of subscription credited to income and expenditure Account. and show the relevant information in opening and closing balance sheet

Question 1(H) How will you treat the following case while preparing the final accounts of a club

Trial balance as on 31-3-2019

particulars	Dr amount	Cr amount
sports fund		40,000
10% sports fund investment (face value 60,000)	40,000	
sports fund bank balance	1750	
sports fund investment interest		1,440
sports expenses	2,750	
donation for sports fund received		20,000
sports prize awarded	5,000	

**Question 1(I)**

how will you deal with following case while preparing the final accounts

Receipt and payment account

for the year ended 31-3-2019

Receipts	amount	payments	amount
To sale of sports material (Book value 2,00,000)	2,60,000	By creditors for sports material	6,10,000
		By cash purchase of sports material	1,00,000

Additional information

## MASTER QUESTION

## ACCOUNTANCY

## Non-profit organization

	As on 1-4-2018	As on 31-3-2019
Sports material	2,00,000	2,50,000
Creditors for sports materials	70,000	1,50,000

Question 1 (J). Present the following information for the year ended 31<sup>st</sup> march 2018 in the financial statement of a not for profit organization

Particulars	Amount
Opening balance of match fund	2,50,000
Sale of match tickets	1,87,500
Donation for match fund received	62,000
Match expenses	5,00,000

**Question2.**

Following particulars relate to Amritsar club for the year ended 31-3-2019

## Receipt and payment account

Receipt	amount	payment	amount
To bal b/d	40,000	By salaries	23,000
To Subscription		By stationery	8,000
2017-2018	2,000	By Rates and taxes	12,000
2018-2019	45,000	By telephone	4,000
2019-2020	2500	By general expenses	3,500
To profit from canteen	1500	By charities	12,000
To general incomes	2300	By electricity and power	15,000
To sale of old newspaper	530	By insurance(paid up to (30-9-2019)	12,000
To dividend	1200	By Furniture purchased on 1-1-2019	15,000
To sale of drama tickets	24,000	By postage and telegram	1,200
To donation	3,000	By sports material	30,000
To donation for building	60,000	By 10%investment (1-9-2018)	40,000
To entrance fees	25,000	By honorarium	1,500
To endowment fund	32,000	By purchase of national saving	
To legacies	90,000	Certificate	23,000
To interest on investment	2400	By upkeep of land	2,000
To sale of sports material	4,000	By expenses on charity show	1400
Book value 3,500		By refreshment expenses	1,000
To sale of furniture	5,000	By balance c/d	1,70,830
To life membership fees	35,000		
	3,75,430		3,75,430

Additional information

particulars	31-3-2018	31-3-2019
-------------	-----------	-----------

## MASTER QUESTION

CLASS-12

## ACCOUNTANCY

## Non-profit organization

Stock of stationery	1,500	600
Sports material	12,000	5,000
Furniture	15,000	3,000
Outstanding general expenses	2,000	2300
Prepaid expenses	1400	1700

There are 550 members each paying Rs 100 as annual subscription, Rs 3000 being in arrears for the year 2017-2018

Half of the entrance fees is treated to be capitalised

Cost of building as on 1-4-2018 for Rs 1,00,000

Depreciation on building @10% p.a