



ACCOUNTS

NCERT - NCERT ACCOUNTS(HINGLISH)

ACCOUNTING FOR NOT-FOT PROFIT ORGANISATION

Others

1. From the following particulars relating to Silver Point, prepare a Receipt and Payment

account for the year ending March 31, 2017.

| Particulars | Amount (Rs.) | Particulars | Amount (Rs.) |
|------------------------------|-----------------|---|-----------------|
| Opening cash balance | 1,000 | Sale of old sports materials | 1,200 |
| Opening bank balance | 7,200 | Donation received for pavilion | 4,600 |
| Subscriptions collected for: | | Rent paid | 3,000 |
| 2015-16 Rs. 500 | | Sports materials purchases | 4,800 |
| 2016-17 Rs. 7,600 | | Purchase of refreshments | 600 |
| 2017-18 Rs. 900 | 9,000 | Expenses for maintenance of tennis court | 2,000 |
| Sale of refreshments | 1,000 | Salary paid | 2,500 |
| Entrance fees received | 1,000 | Tournament expenses | 2,400 |
| | | Furniture purchased | 1,500 |
| | | Office expenses | 1,200 |
| | | Closing cash in hand | 400 |



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2. From the Receipt and Payment Account given below, prepare the Income and Expenditure Account of Clean Delhi Club for the year ended March 31, 2017.

Receipt and Payment Account for the year

ending March 31, 2017

| <i>Receipts</i> | <i>Amount (Rs.)</i> | <i>Payments</i> | <i>Amount (Rs.)</i> |
|-------------------------------|-------------------------|--|-------------------------|
| Balance b/d (Cash in hand) | 3,200 | Salary | 1,500 |
| Subscriptions | 22,500 | Rent | 800 |
| Entrance Fees | 1,250 | Electricity | 3,500 |
| Donations | 2,500 | Taxes | 1,700 |
| Rent of hall | 750 | Printing and Stationery | 380 |
| Sale of investments | 3,000 | Sundry expenses | 920 |
| | | Books purchased | 7,500 |
| | | Govt. bonds purchased | 10,000 |
| | | Fixed deposit with bank (on 31.03.2017) | 5,000 |
| | | Balance c/d | |
| | | Cash in hand | 400 |
| | | Cash at bank | 1,500 |
| | 33,200 | | 1,900 |
| | | | 33,200 |



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3. From the following Receipt and Payment Account for the year ending March 31, 2015 of Negi's Club, prepare Income and Expenditure Account for the same period:

Receipt and Payment Account for the year

ending March 31, 2015

| <i>Expenditure</i> | <i>Amount (Rs.)</i> | <i>Income</i> | <i>Amount (Rs.)</i> |
|---------------------------|-------------------------|--|-------------------------|
| Balance c/d Bank | 25,000 | Purchase of furniture (1.7.14) | 5,000 |
| Subscriptions | | Salaries | 2,000 |
| 2013 | 1,500 | Telephone expenses | 300 |
| 2014 | 10,000 | Electricity charges | 600 |
| 2015 | <u>500</u> | Postage and Stationery | 150 |
| Donation | 12,000 | Purchase of books | 2,500 |
| Hall rent | 300 | Entertainment expenses | 900 |
| Interest on bank deposits | 450 | Purchase of 5% government papers (1.7.14) | 8,000 |
| Entrance fees | 1,000 | Miscellaneous expenses | (400) |
| | | Balance c/d: | |
| | | Cash | 300 |
| | | Bank | 20,400 |
| | 40,750 | | 40,750 |

The following additional information is available:

(i) Salaries outstanding – Rs. 1,500,

(ii) Entertainment expenses outstanding – Rs. 500,

(iii) Bank interest receivable – Rs. 150,

(iv) Subscriptions accrued – Rs. 400,

(v) 50 per cent of entrance fees is to be

capitalised,

(vi) Furniture is to be depreciated at 10 per cent per annum.



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4. From the following Receipt and Payment Account and additional information relating to Excellent Cricket Club, prepare Income and Expenditure Account for the year ended March 31, 2015 and Balance Sheet as on date.

Dr.

| Receipts | Amount (Rs.) | Payments | Amount (Rs.) |
|------------------------------|--------------|------------------------------|--------------|
| Balance b/d (Cash in Hand) | 18,000 | Balance b/d (bank overdraft) | 16,000 |
| Member's subscriptions | 2,50,000 | Upkeep of field and pavilion | 1,15,000 |
| Member's admission fee | 15,000 | Tournament expenses | 40,000 |
| Sale of old sports materials | 2,500 | Rates and Insurance | 10,000 |
| Hire of ground | 28,000 | Telephone | 3,500 |
| Subscription for tournament | 60,000 | Postage and Courier charges | 4,000 |
| Life membership fee | 20,000 | Printing and Stationery | 26,000 |
| Donations | 6,00,000 | Miscellaneous expenses | 4,400 |

| | | |
|--|------------------------------|-----------------|
| | Secretary's honorarium | 30,000 |
| | Grass seeds | 2,500 |
| | Investments | 6,00,000 |
| | Purchase of sports materials | 68,000 |
| | Balance c/d | 74,000 |
| | 9,93,500 | 9,93,500 |

Assets at the beginning of the year were:

| | |
|---------------------------|-----------|
| | <i>Rs</i> |
| Play ground | 5,00,000 |
| Cash in hand | 18,000 |
| Stock of sports materials | 85,000 |
| Printing and Stationery | 11,000 |
| Subscriptions receivable | 28,000 |

Donations and Surplus on account of tournament are to be kept in Reserve for a permanent pavilion. Subscriptions due on March 31, 2015 were Rs. 42,000. Write-off fifty

per cent of sports materials and thirty per cent of printing and stationery.



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5. As per Receipt and Payment Account for the year ended on March 31, 2017, the subscriptions received were Rs. 2,50,000.

Additional Information given is as follows:

1. Subscriptions Outstanding on 1.4.2016 Rs. 50,000
2. Subscriptions Outstanding on 31.3.2017

Rs.35,000

3. Subscriptions Received in Advance as on

1.4.2016 Rs.25,000

4. Subscriptions Received in Advance as on

31.3.2017 Rs.30,000

Ascertain the amount of income from subscriptions for the year 2016–17 and show how relevant items of subscriptions appear in opening and closing balance sheets.



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6. Extracts of Receipt and Payment Account for the year ended March 31, 2017 are given below:

| <i>Receipt Subscriptions</i> | (Rs.) |
|------------------------------|---------------|
| 2015-16 | 2,3500 |
| 2016-17 | 20,750 |
| 2017-18 | <u>1,000</u> |
| | <u>30,250</u> |

Additional Information:

Total number of members: 230.

Annual membership fee: Rs. 125.

Subscriptions outstandings on April 1, 2016:

Rs. 2,750.

Prepare a statement showing all relevant items of subscriptions viz., income, advance, outstandings, etc.



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7. From the following extract of Receipt and Payment Account and the additional information, compute the amount of income from subscriptions and show as how they would appear in the Income and Expenditure Account for the year ending March 31, 2015 and the Balance Sheet.

Receipt and Payment Account for the year ending March 31, 2015

| Receipts | | Amount (Rs.) | Payments | Amount (Rs.) |
|----------------|--------|---------------|----------|--------------|
| Subscriptions: | | | | |
| 2013-14 | 7,000 | | | |
| 2014-15 | 30,000 | | | |
| 2015-16 | 5,000 | 42,000 | | |

Additional Information:

Additional Information:

- | | |
|---|-----------|
| 1. Subscriptions outstanding March 31, 2014 | Rs. 8,500 |
| 2. Total Subscriptions outstanding March 31, 2015 | 18,500 |
| 3. Subscriptions received in advance | 4,000 |



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8. Show how you would deal with the following items in the financial statements of a Club:

| Details | Debit Amount (Rs.) | Credit Amount (Rs.) |
|------------------------------------|--------------------|---------------------|
| Prize Fund | | 80,000 |
| Prize Fund Investments | 80,000 | |
| Income from Prize Fund Investments | | 8,000 |
| Prizes awarded | 6,000 | |



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9. (a) Show the following information in financial statements of a 'Not-for-Profit' Organisation:

| Details | Amount (Rs.) |
|-------------------------|--------------|
| Match Expenses | 10,000 |
| Match Fund | 8,000 |
| Donation for Match Fund | 5,000 |
| Sale of Match tickets | 7,000 |

(b) What will be the effect, if match expenses go up by Rs. 6,000 other things remaining the same?



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10. Extract of a Receipt and Payment Account for the year ended on March 31, 2015:

Payments:

Stationery Rs. 23,000

Additional Information:

| <i>Details</i> | <i>April 1, 2014</i> | <i>March 31, 2015</i> |
|--------------------------|----------------------|-----------------------|
| Stock of stationery | 4,000 | 3,000 |
| Creditors for stationery | 9,000 | 2,500 |



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11. Following is the Receipt and Payment Account of an Entertainment Club for the

period April 1, 2016 to March 31, 2017.

Receipt and Payment Account for the year ending March 31, 2017

| Receipts | Amount (Rs.) | Payments | Amount (Rs.) |
|--|-----------------|------------------------------|-----------------|
| Balance b/d | | Salaries | 24,000 |
| Cash | 27,500 | Electric bill | 21,000 |
| Bank | <u>60,000</u> | Food stuff for restaurant | 60,000 |
| Member's subscriptions: | | Telephone bill | 35,000 |
| 2015-2016 | 12,500 | Subscription for periodicals | 14,500 |
| 2016-2017 | 1,00,000 | Printing and stationery | 13,000 |
| 2017-2018 | <u>10,000</u> | Sports expenses | 50,000 |
| Sale of furniture | | Secretary's honorarium | 30,000 |
| (book value: Rs. 8,000) | 10,000 | 8% Investments (31.3.2017) | 1,00,000 |
| Sale of food stuffs | 1,00,000 | Balance c/d: | |
| Sale of old periodicals and newspapers | 3,200 | Cash | 21,500 |
| Hire of ground used for marriage | 48,750 | Bank | <u>45,000</u> |
| Donation for sports fund | 25,000 | | |
| Locker Rent | 17,050 | | |
| | <u>4,14,000</u> | | <u>4,14,000</u> |

Additional Information

1. The club had 225 members, each paying an annual subscription of Rs. 500. Subscription outstanding as on 31 March 2016 Rs. 15,000.
2. Telephone bill outstanding for the year 2016-2017 is Rs. 2,000.

3. Locker Rent Rs. 3,050 outstanding for the year 2015-16 and Rs. 1,500 for 2016-17.

4. Salary outstanding for the year 2016-17 Rs. 4,000.

5. Opening Stock of Printing and stationery Rs. 2,000 and closing stock of printing and stationery is Rs. 3,000 for the year 2016-17.

6. On 1st April 2016 other balances were as under:

| | |
|-------------|----------|
| Furniture | Rs. |
| Building | 1,00,000 |
| Sports fund | 6,50,000 |
| | 15,000 |

7. Depreciation Furniture and Building @ 12.5% and 5% respectively assuming that it is

on reducing balance for the year ending
March 31,2017

Prepare Income and Expenditure account and
Balance Sheet as on that date.



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12. Prepare Income and Expenditure Account
and Balance Sheet for the year ended March
31, 2015 from the following information.

Receipt and Payment Account for the year
ending March 31, 2015

Receipt and Payment Account for the year ending March 31, 2015

| Receipts | Amount (Rs.) | Payments | Amount (Rs.) |
|--------------------------|-----------------|----------------------|-----------------|
| Balance b/d | 41,000 | Salaries and Wages: | |
| Subscriptions: | | 2013-14 | 4,800 |
| 2013-14 | 7,200 | 2014-15 | <u>83,200</u> |
| 2014-15 | 3,37,600 | Sundry expenses | 88,000 |
| 2015-16 | <u>12,000</u> | Freehold land | 37,000 |
| Entrance fees | 3,56,800 | Stationery | 16,000 |
| Locker rent | 16,000 | Rates | 60,000 |
| Revenue from refreshment | 58,000 | Refreshment expenses | 24,000 |
| Income from investments | 48,000 | Telephone charges | 37,500 |
| | 56,000 | Investments | 4,000 |
| | | Audit fee | 2,50,000 |
| | | Balance c/d | 6,000 |
| | | | 53,300 |
| | 5,75,800 | | 5,75,800 |

The following additional information is provided to you:

1. There are 1800 members each paying an annual subscription of Rs. 200, Rs. 8,000 were in arrears for 2013-14 as on April 1, 2014.
2. On March 31, 2015 the rates were prepaid to June 2015, the charge paid every year being Rs. 24,000.
3. There was an outstanding telephone bill for

Rs. 1,400 on March 31, 2015.

4. Outstanding sundry expenses as on March 31, 2014 totaled Rs. 2,800.

5. Stock of stationery as on March 31, 2014 was Rs. 2,000, on March 31, 2015, it was Rs. 3,600.

6. On March 31, 2014 Building stood at Rs. 4,00,000 and it was subject to depreciation @ 2.5% p. a.

7. Investment on March 31, 2014 stood at Rs. 8,00,000.

8. On March 31, 2015, income accrued on investments purchased during the year amounted to Rs. 1,500.



13. Following is the Receipt and Payment Account of Friendship Club in respect of the Year on 31.3.2016.

Receipt and Payment Account for the year ending March 31, 2016.

| <i>Receipts</i> | <i>Amount (Rs.)</i> | <i>Payment</i> | <i>Amount (Rs.)</i> |
|---------------------------------|-------------------------|----------------------------|-------------------------|
| Opening cash in hand | 10,000 | Salaries | 20,000 |
| Subscription: | | Stationery | 4,500 |
| 2014-15 | 15,000 | Rates and Taxes | 1,500 |
| 2015-16 | 20,000 | Telephone charges | 7,500 |
| 2016-17 | <u>5,000</u> | 8% govt. securities at par | 25,000 |
| Profit from sports | 17,800 | Sundry expenses | 500 |
| Interest on 8% govt. securities | 5,000 | Courier service charges | 300 |
| | | Closing cash in hand | 13,500 |
| | 72,800 | | 72,800 |

Additional Information :

1. There are 500 members, each paying an annual subscription of Rs. 50, Rs. 17,500 being in arrears for 2014-15 at the beginning of 2015-

16. During 2014-15, subscriptions were paid in advance by 40 members for 2015-16.

2. Stock of stationery on March 31, 2015, was Rs. 1,500 and on March 31, 2016, Rs. 2,000.

3. On March 31, 2016, the rates and taxes were prepaid to the following January 31, the annual charge being Rs. 1,500.

4. A quarter's charge for telephone is outstanding, the amount accrued being Rs.1,500. There is no change in quarterly charge.

5. Sundry expenses accruing at 31.3.2015 were Rs. 250 and at March 31, 2016 Rs. 300.

6. On March 31, 2015 Building stood in the books at Rs. 2,00,000 and it is required to write off depreciation @ 10% p.a.

7. Value of 8% Government Securities on March 31, 2015 was Rs. 75,000 which were purchased at that date at Par. Additional Government Securities worth Rs. 25,000 are purchased on March 31, 2016.

You are required to prepare:

(a) An Income and Expenditure Account for the year ended on 31.3.2016

(b) A Balance Sheet on that date.



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14. From the trial balance and other information given below for a school, prepare Income and Expenditure Account for the year ended on 31.3.2017 and a Balance Sheet as on that date:

| <i>Debit Balance</i> | | <i>Credit Balance</i> | |
|----------------------|---------------------|----------------------------|---------------------|
| | <i>Amount (Rs.)</i> | | <i>Amount (Rs.)</i> |
| Building | 6,25,000 | Admission fees | 12,500 |
| Furniture | 1,00,000 | Tuition fees received | 5,00,000 |
| Library books | 1,50,000 | Creditors for supplies | 15,000 |
| Investment @ 12% | 5,00,000 | Rent for the school hall | 10,000 |
| Salaries | 5,00,000 | Miscellaneous receipts | 30,000 |
| Stationery | 40,000 | Government grant | 3,50,000 |
| General expenses | 18,000 | General fund | 10,00,000 |
| Sports expenses | 15,000 | Donation for library books | 62,500 |
| Cash at bank | 50,000 | Sale of old furniture | 20,000 |
| Cash in hand | 2,000 | | |
| | 20,00,000 | | 20,00,000 |

Additional Information:

(i) Tution fee yet to be received for the year

are Rs. 25,000.

(ii) Salaries yet to be paid amount to Rs.30,000.

(iii) Furniture costing Rs. 40000 was purchased on October 1, 2016.

(iv) The book value of the furniture sold was Rs. 50,000 on April 1, 2016

(v) Depreciation is to be charged @ 10% p.a. on furniture, 15% p.a. on Library books, and 5% p.a. on building.



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15. Prepare Income and Expenditure Account of Entertainment Club for the year ending March 31, 2017 and Balance Sheet as on that date from the following information:

Receipt and Payment Account

For the year ending on March 31, 2017

| Receipt and Payment Account For the year ending on March 31, 2017 | | | |
|--|-----------------|--------------------------------|-----------------|
| <i>Receipts</i> | Amount (Rs.) | <i>Payments</i> | Amount (Rs.) |
| Balance b/d | 24,000 | Rent and Rates | 48,750 |
| Subscriptions | | Furniture purchased | 40,000 |
| 2015-16 | 23,250 | Creditors for sports materials | 61,000 |
| 2016-17 | 3,36,000 | Purchases for sports materials | 10,000 |
| 2017-18 | <u>13,000</u> | Cost of prizes awarded | 29,750 |
| Sale of sports materials | 3,72,250 | Match expenses | 35,150 |
| Entrance fees | 26,000 | Miscellaneous expenses | 1,50,000 |
| General donation | 40,000 | Balance c/d | 1,34,950 |
| Donation for prize fund | 20,250 | | |
| Interest on prize fund | 14,000 | | |
| Investments | 1,500 | | |
| Miscellaneous receipts | 1,700 | | |
| | 4,99,700 | | 4,99,700 |

Additional Information:

| Details | Apr. 01, 2016 | Mar. 31, 2017 |
|---|---------------|---------------|
| Sports materials | 20,000 | 25,000 |
| Furniture | 2,00,000 | ? |
| 5% Prize fund investments | 60,000 | ? |
| Creditors for sports materials | 7,000 | 14,750 |
| Subscription in arrears | 23,750 | ? |
| Prize fund | 60,000 | ? |
| Rent paid in advance | ----- | 3,750 |
| Outstanding rent | 3,750 | 20,100 |
| Outstanding miscellaneous expenses | 11,400 | 4,250 |
| Miscellaneous expenses paid in advance | 3,750 | |
| Book value of sports materials sold was Rs. 20000 | | |
| Depreciation on furniture is to be provided @ 10%. | | |
| Half of the entrance fee is to be capitalised. | | |
| There are 1440 members, each paying an annual subscription @ Rs. 250. | | |
| Subscription received in advance on 1.4.2016 were Rs. 7,000. | | |



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16. Shiv-e-Narain Education Trust provides the information in regard to Receipt and Payment Account and Income and Expenditure Account for the year ended March 31st 2017:

Receipt and Payment Account for the year ending March 31, 2017

| <i>Receipts</i> | | <i>Amount (Rs.)</i> | <i>Payments</i> | <i>Amount (Rs.)</i> |
|-------------------------------------|---------------|-------------------------|--------------------------------------|-------------------------|
| Cash in hand as on April 1, 2016 | | 3,000 | Printing and Stationery | 6,000 |
| Cash at bank as on April 1, 2016 | | 15,000 | Lighting & Water | 2,600 |
| <i>Subscription:</i> | | | Rent | 21,000 |
| 2015-16 | 12,000 | | Advertisement | 2,820 |
| 2016-17 | 46,000 | | Miscellaneous Expenses | 4,400 |
| 2017-18 | <u>15,600</u> | | Staff Salaries | 85,000 |
| Entrance fees | | 73,600 | Furniture purchased | 28,000 |
| <i>Tuition fees:</i> | | 25,200 | Honorarium | 15,000 |
| 2016-17 | 80,000 | | Books | 5,000 |
| 2017-18 | <u>10,000</u> | | Cash in hand as on March 31, 2017 | 9,180 |
| <i>Interest on investment:</i> | | 90,000 | Cash at bank as on March 31, 2017 | 45,000 |
| 2015-16 | 4,000 | | | |
| 2016-17 | <u>6,000</u> | | | |
| Miscellaneous receipts | | 10,000 | | |
| | | 7,200 | | |
| | | <u>2,24,000</u> | | <u>2,24,000</u> |

On March 31, 2016 the following balances appeared:

Investments Rs.1, 60,000, Furniture Rs.40, 000, and Books Rs.20, 000.

Income and Expenditure Account for the year ending on March 31, 2017

| <i>Expenditure</i> | <i>Amount (Rs.)</i> | <i>Income</i> | <i>Amount (Rs.)</i> |
|---|-------------------------|------------------------|-------------------------|
| Printing and Stationery | 7,800 | Subscription | 46,000 |
| Lighting & Water | 2,600 | Interest on Investment | 6,800 |
| Rent | 24,000 | Miscellaneous incomes | 7,200 |
| Staff salaries | 84,000 | Tuition fees | 90,000 |
| Advertisement | 3,200 | | |
| Honorarium | 15,000 | | |
| Misc. expenses | 4,400 | | |
| Depreciation on furniture | 4,000 | | |
| Surplus(Excess of income over expenditure) | 5,000 | | |
| | 1,50,000 | | 1,50,000 |

Prepare opening and closing balance sheet



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17. State with reasons whether the following statements are TRUE or FALSE:

Receipt and Payment Account is a summary of all capital receipts and payments



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18. State with reasons whether the following statements are TRUE or FALSE:

If there appears a sports fund, the expenses incurred on sports activities will be shown on the debit side of Income and Expenditure Account.



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19. State with reasons whether the following statements are TRUE or FALSE:

The balancing figure on credit side of Income and Expenditure Account denotes excess of expenses over incomes.



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20. State with reasons whether the following statements are TRUE or FALSE:

Scholarships granted to students out of funds provided by government will be debited to Income and Expenditure Account.



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21. State with reasons whether the following statements are TRUE or FALSE:

Receipt and Payment Account records the receipts and payments of revenue nature only.



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22. State with reasons whether the following statements are TRUE or FALSE:

Donations for specific purposes are always capitalized.



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23. State with reasons whether the following statements are TRUE or FALSE:

Opening balance sheet is prepared when the opening balance of capital fund is not given.



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24. State with reasons whether the following statements are TRUE or FALSE:

Surplus of Income and Expenditure Account is deducted from the capital/ general fund.



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25. State with reasons whether the following statements are TRUE or FALSE:

Receipt and Payment Account is equivalent to profit and loss account.



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26. State with reasons whether the following statements are TRUE or FALSE:

Receipt and Payment Account does not differentiate between capital and revenue receipts.



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27. How would you treat the following items in the case of a 'not-for-profit' organisation?

Tournament Fund Rs. 40,000. Tournament

Expenses Rs. 14,000. Receipts from
Tournament Rs. 16,000.



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28. How would you treat the following items in
the case of a 'not-for-profit' organisation?

Table Tennis match expenses Rs. 4,000.



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29. How would you treat the following items in the case of a 'not-for-profit' organisation?

Prize Fund Rs. 22,000. Interest on Prize fund

Investments Rs. 3,000. Prizes given Rs. 5,000.

Prize fund Investments Rs. 18,000.



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30. How would you treat the following items in the case of a 'not-for-profit' organisation?

Receipts from Charity Show Rs. 7,000.

Expenses on Charity Show Rs. 3,000.



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31. State the meaning of 'Not- for- Profit' Organisations.



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32. State the meaning of Receipt and Payment Account.



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33. State the meaning of Income and Expenditure Account.



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34. What are the feature of Receipt and Payment Account?



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35. What steps are taken to prepare Income and Expenditure Account from a Receipt and Payment Account?



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36. What is subscription? How is it calculated?



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37. What is Capital Fund? How is it calculated?





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38. Explain the statement: “Receipt and Payment Account is a summarised version of Cash Book”.



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39. “Income and Expenditure Account of a Not-for-Profit Organisation is akin to Profit and Loss Account of a business concern”. Explain the statement.



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40. Distinguish between Receipts and Payments Account and Income and Expenditure Account.



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41. Explain the basic features of Income and Expenditure Account and of Receipt and Payment Account.



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42. Show the treatment of the following items by a not-for-profit organisation:

- (i) Annual subscription
- (ii) Specific donation
- (iii) Sale of fixed assets
- (iv) Sale of old periodicals
- (v) Sale of sports materials
- (vi) Life membership fee



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43. Show the treatment of items of Income and Expenditure Account when there is a specific fund for those items.



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44. What is Receipt and Payment Account? How is it different from Income and Expenditure Account?



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45. From the following particulars taken from the Cash Book of a health club, prepare a Receipts and Payments Account.

| | <i>Rs.</i> |
|------------------------|------------|
| Opening balance: | |
| Cash in Hand | 5,000 |
| Cash at Bank | 25,000 |
| Subscriptions | 1,65,000 |
| Donations | 35,000 |
| Investment Purchased | 80,000 |
| Rent Paid | 20,000 |
| General Expenses | 21,500 |
| Postage and stationery | 2,000 |
| Courier charges | 1,000 |
| Sundry Expenses | 2,500 |
| Closing Cash in Hand | 12,000 |



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

Receipt and Payment Account for the year ending March 31, 2015

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

Prepare the Income and Expenditure Account for the Year ended on March 31, 2015 after considering the following:

(i) It was decided to treat Fifty per cent of the amount received on account of Legacies and Donations as income.

(ii) Liabilities to be provided for are:

Rent Rs. 800, Salaries Rs. 1,200, advertisement
Rs. 200.

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



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47. From the following particulars , prepare
Income and Expenditure account:

| <i>Details</i> | <i>Amount (Rs.)</i> |
|---|-------------------------|
| Fees collected, including Rs. 80,000 on account of the previous year | 5,20,000 |
| Fees for the year outstanding | 30,000 |
| Salary paid, including Rs. 5,000 on account of the previous year | 68,000 |
| Salary outstanding at the end of the year | 3,000 |
| Entertainment expenses | 8,000 |
| Tournament expenses | 25,000 |
| Meeting Expenses | 18,000 |
| Traveling Expenses | 7,000 |
| Purchase of Books and Periodicals, including Rs. 31,000 for purchase of Books | 40,000 |
| Rent | 15,000 |
| Postage, telegrams and telephones | 6,000 |
| Printing and Stationery | 18,000 |
| Donations received | 25,000 |



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48. Following is the information given in respect of certain items of a Sports Club. Show these items in the Income and Expenditure

Account and the Balance Sheet of the Club:

| | Rs. |
|--------------------------------------|--------|
| Sports Fund as on 1.4.2015 | 35,000 |
| Sports Fund Investments | 35,000 |
| Interest on Sports Fund | 4,000 |
| Donations for Sports Fund | 15,000 |
| Sports Prizes awarded | 10,000 |
| Expenses on Sports Events | 4,000 |
| General Fund | 80,000 |
| General Fund Investments | 80,000 |
| Interest on General Fund Investments | 8,000 |



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49. How will you deal with the following items while preparing for the Bombay Women Cricket Club its income and expenditure account for the year ending 31.3.2017 and its Balance Sheet as on 31.3.2017:

| | <i>Rs.</i> |
|--|------------|
| (a) Donation received during the year for the construction of a permanent Pavilion | 12,25,000 |
| Expenditure incurred up to 31.3.2017 on its construction | 10,80,000 |
| The total estimated expenditure on construction of Pavilion-being | 25,00,000 |
| (b) Tournament Fund: | |
| Balance as on 1.4.2016 | 10,700 |
| Subscriptions for tournament received during the year | 65,800 |
| Expenditure incurred during the year on conducting tournaments | 72,400 |
| (c) Life Membership fee received during the year | 28,000 |

Give reasons for your answers.



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50. From the following receipts and payments and information given below, Prepare Income and Expenditure Account and opening Balance Sheet of Adult Literacy Organisation as on December 31, 2017.

Receipt and Payment Account for the year ending as on December 31, 2017

| <i>Receipts</i> | <i>Amount (Rs.)</i> | <i>Payments</i> | <i>Amount (Rs.)</i> |
|---|-------------------------|---|-------------------------|
| Balance b/d | | General Expenses | 3,200 |
| Cash in hand | 4,000 | Newspaper | 1,850 |
| Cash at Bank | 15,550 | Electricity | 3,000 |
| Subscriptions | | Fixed deposit with bank (on 31.06.2017) @ 10% p.a. | 18,000 |
| 2016 | 1,200 | Books | 7,000 |
| 2017 | 26,500 | Salary | 3,600 |
| 2018 | <u>500</u> | Rent | 6,500 |
| Sale of old newspapers | 1,250 | Postage charges | 300 |
| Govt. grant | 12,000 | Furniture (purchased) | 10,500 |
| Sale of old furniture (book value Rs.5000) | 3,700 | Balance c/d | |
| Interest received on FD | 450 | Cash in hand | 3,000 |
| | | Cash at bank | 8,200 |
| | 65,150 | | 65,150 |

Information:

- (i) Subscription outstanding as on 31.12.2016 Rs.2,000 and on December 31, 2017 Rs.1,500.
- (ii) On December 31, 2017 Salary outstanding Rs.600, and one month Rent paid in advance.
- (iii) On Jan. 01, 2016 organisation owned Furniture Rs.12,000, Books Rs.5,000.



51. The following is the account of cash transactions of the Nari Kalayan Samittee for the year ended December 31, 2017:

| Receipts | Amount (Rs.) | Payments | Amount (Rs.) |
|--|-----------------|-------------------------|-----------------|
| Balance from last year | 2,270 | Rent | 6,600 |
| Subscriptions | 32,500 | Electric charges | 3,200 |
| Life membership fee | 3,250 | Lecturer's fee | 730 |
| Donation | 2,500 | Office expenses | 1,480 |
| Profit from entertainment | 7,250 | Printing and Stationery | 1,050 |
| Sale of old Books (books value Rs. 1,000) | 750 | Legal fee | 1,870 |
| Interest | 350 | Books | 6,500 |
| | | Furniture purchased | 8,600 |
| | | Expenses on nukar drama | 1,300 |
| | | Cash in hand | 8,040 |
| | | Cash at bank | 9,500 |
| | 48,870 | | 48,870 |

You are required to prepare an Income and Expenditure Account after the following adjustments:

(a) Subscription still to be received are Rs.750 , but subscription include Rs.500 for the year 2018.

(b) In the beginning of the year the Sangh owned building Rs.20,000 and furniture Rs.3,000 and Books Rs.2,000.

(c) Provide depreciation on furniture @5% (including purchase), books @ 10% and building @ 5%.



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52. Following is the Receipt and Payment Account of Indian Sports Club, prepared Income and Expenditure Account, Balance Sheet as on December 31, 2015:

Receipt and Payment Account for the year ending December 31, 2017

| <i>Receipts</i> | <i>Amount (Rs.)</i> | <i>Payments</i> | <i>Amount (Rs.)</i> |
|------------------------------|-------------------------|----------------------------|-------------------------|
| Balance b/d | 7,890 | Salary | 11,000 |
| Subscriptions | 52,000 | Electric charges | 5,500 |
| Life membership fee | 2,200 | Billiard Table | 17,500 |
| Entrance fee | 3,200 | Office expenses | 4,100 |
| Tournament fund | 26,000 | Printing & Stationery | 2,300 |
| Locker Rent | 1,250 | Tournament expenses | 18,500 |
| Sale of old sports equipment | | Repair of ground | 2,000 |
| (Costing Rs.2,200) | 2,500 | Furniture purchased | 7,700 |
| Sale of old newspaper | 750 | Sports equipment | 12,000 |
| Legacy | 37,500 | Cash in hand | 12,690 |
| | | Cash at bank | 10,000 |
| | | Fixed deposit | |
| | | (on 1.10.2017 for 10% p.a) | 30,000 |
| | 1,33,290 | | 1,33,290 |

Other Information:

Subscription outstanding was on December 31,

2016 Rs.1,200 and Rs.3,200 on December 31, 2017. Locker rent outstanding on December 31, 2017 Rs.250. Salary outstanding on December 31, 2017 Rs.1,000.

On January 1, 2017, club has Building Rs.36,000, furniture Rs.12,000, Sports equipments Rs.17,500. Depreciation charged on these items @ 10% (including Purchase).



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53. From the following Receipt and Payment Account of Jan Kalyan Club, prepare Income and Expenditure Account and Balance Sheet for the year ending March 31, 2017.

Receipt and Payment Account

for the year ending March 31, 2017

| <i>Receipts</i> | <i>Amount (Rs.)</i> | <i>Payments</i> | <i>Amount (Rs.)</i> |
|--|-------------------------|----------------------------|-------------------------|
| Cash in hand as on 1.4.16 | 6,800 | Salaries | 24,000 |
| Subscription | 60,200 | Traveling Expenses | 6,000 |
| Donation | 3,000 | Stationery | 2,300 |
| Sale of furniture (Book value Rs.6000) | 4,000 | Rent | 16,000 |
| Entrance fee | 800 | Repair | 700 |
| Life membership fee | 7,000 | Books purchased | 6,000 |
| Interest on investment (@ 5% for full year) | 5,000 | Building purchased | 30,000 |
| | | Cash in hand as 31.03.2017 | 1,800 |
| | 86,800 | | 86,800 |

Additional Information:

| | As on 01.04.2016 | As on 31.03.2017 |
|--------------------------------------|---------------------|---------------------|
| (i) Subscription received in advance | 1,000 | 3,200 |
| (ii) Outstanding subscription | 2,000 | 3,700 |
| (iii) Stock of stationery | 1,200 | 800 |
| (iv) Books | 13,500 | 16,500 |
| (v) Furniture | 16,000 | 8,000 |
| (vi) Outstanding rent | 1,000 | 2,000 |



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54. Receipt and Payment Account of Shankar Sports club is given below, for the year ended March 31, 2017

Receipt and Payment Account

for the year ending March 31, 2017

| <i>Receipts</i> | <i>Amount (Rs.)</i> | <i>Payments</i> | <i>Amount (Rs.)</i> |
|---------------------------|-------------------------|-----------------|-------------------------|
| Opening Cash in hand | 2,600 | Rent | 18,000 |
| Entrance fees | 3,200 | Wages | 7,000 |
| Donation for building | 23,000 | Billiard table | 14,000 |
| Locker rent | 1,200 | Furniture | 10,000 |
| Life membership fee | 7,000 | Interest | 2,000 |
| Profit from entertainment | 3,000 | Postage | 1,000 |
| Subscription | 40,000 | Salary | 24,000 |
| | | Cash in hand | 4,000 |
| | 80,000 | | 80,000 |

Prepare Income and Expenditure Account and Balance Sheet with help of following Information:

Subscription outstanding on March 31, 2016 is Rs.1, 200 and Rs.2, 300 on March 31, 2017, opening stock of postage stamps is Rs.300 and closing stock is Rs. 200, Rent Rs.1, 500 related to 2015 and Rs.1, 500 is still unpaid. On April 1, 2016 the club owned furniture Rs.15, 000, Furniture valued at Rs. 22,500

On March 31, 2017, the club took a loan of Rs.20,000 (@ 10% p.a) in 2017.



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55. Prepare Income and Expenditure Account and Balance Sheet for the year ended March 31, 2016 from the following Receipt and Payment Account and Balance Sheet of culture club:

Receipt and Payment Account

for the year ending March 31, 2016

| Receipts | Amount (Rs.) | Payments | Amount (Rs.) |
|----------------------|---------------|----------------------|---------------|
| Opening cash balance | 12,000 | Furniture | 4,000 |
| Subscription | | Telephone expenses | 800 |
| 2014-15 | 2,000 | Salary | |
| 2015-16 | <u>22,000</u> | 2014-15 | 1,000 |
| Entrance fees | 2,800 | 2015-16 | 4,000 |
| Locker rent | 1,000 | Newspapers | 700 |
| Life membership fee | 1,200 | Sundry expenses | 1,000 |
| Government grant | 11,000 | Defence bonds | 18,000 |
| | | Land | 20,000 |
| | | Closing cash balance | 2,500 |
| | 52,000 | | 52,000 |

Balance Sheet for the year ending March 31, 2016

| Liabilities | Amount (Rs.) | Assets | Amount (Rs.) |
|----------------------------------|---------------|--------------------------|---------------|
| 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 |



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56. From the following Receipt and Payment Account prepare final accounts of a Unity Club for the year ended March 31, 2017

Receipt and Payment Accounts for the year ending March 31, 2017

| Receipts | Amount (Rs.) | Payments | Amount (Rs.) |
|---|-----------------|------------------|-----------------|
| Balance b/d | 15,000 | Furniture | 18,000 |
| Sale of Old furniture (costing Rs. 6,000) | 4,000 | Library books | 10,000 |
| Subscriptions: | | Salaries | 72,000 |
| 2015-16 | 18,000 | General expenses | 18,000 |
| 2016-17 | 60,000 | Electric charges | 12,000 |
| 2017-18 | <u>12,000</u> | Newspapers | 33,800 |
| Sale of old newspapers | 90,000 | Postage | 3,000 |
| Profit from entertainment | 10,800 | Stationery | 40,000 |
| Rent | 44,000 | Audit fee | 8,000 |
| | 84,000 | Balance c/d | 33,000 |
| | 2,47,800 | | 2,47,800 |

Balance Sheet as on March 31, 2017

| Liabilities | Amount (Rs.) | Assets | Amount (Rs.) |
|--------------------|-----------------|--------------------------|-----------------|
| Outstanding Salary | 6,000 | Cash | 15,000 |
| Capital Fund | 6,94,000 | Outstanding subscription | 18,000 |
| | | Library Books | 30,000 |
| | | Furniture | 37,000 |
| | | Land and Building | 6,00,000 |
| | 7,00,000 | | 7,00,000 |

Additional Information:

1. The Club had 500 members each paying an annual subscription of Rs. 150.
2. On 31.3.2016 salaries outstanding amounted to Rs. 1,200 and salaries paid included Rs. 6,000 for the year 2015-16 .
3. Provide 5% depreciation on Land and Building.



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57. Following is the information in respect of certain items of a Sports Club. You are required to show them in the Income and Expenditure Account and the Balance Sheet.

| <i>Details</i> | <i>Amount (Rs.)</i> |
|--------------------------------------|-------------------------|
| Sports Fund as on April 1, 2016 | 80,000 |
| Sports Fund Investments | 80,000 |
| Interest on Sports Fund Investments | 8,000 |
| Donations for Sports Fund | 30,000 |
| Sports Prizes awarded | 16,000 |
| Expenses on Sports Events | 7,000 |
| General Fund | 2,00,000 |
| General Fund Investments | 2,00,000 |
| Interest on General Fund Investments | 20,000 |



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58. Receipt and Payment Account of Maitrey Sports Club showed that Rs. 68,500 were received by way of subscriptions for the year ended on March 31, 2017.

The additional information was as under:

1. Subscription Outstanding as on March 31, 2016 were Rs. 6,500.
2. Subscription received in advance as on March 31, 2016 were Rs. 4,100,
3. Subscription Outstanding as on March 31, 2017 were Rs. 5,400
4. Subscription received in advance as on

March 31, 2017 were Rs. 2,500.

Show how that above information would appear in the final accounts for the year ended on March 31, 2017 of Maitrey Sports Club.



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59. Following is the Receipt and Payment account of Rohatgi Trust :

Receipt and Payment Account for the year ending December 31, 2017

| Receipts | Amount (Rs.) | Payments | Amount (Rs.) |
|------------------------|-----------------|------------------------|-----------------|
| Cash in hand | 14,000 | Rent | 6,000 |
| Cash at bank | 60,000 | Salary | 12,000 |
| Subscription: | | Postage | 300 |
| 2016 | 5,000 | Electricity charges | 6,000 |
| 2017 | 83,000 | Purchase of furniture | 20,000 |
| 2018 | <u>3,000</u> | Books | 3,000 |
| Sale of investment | 90,000 | Defence Bonds | 1,50,000 |
| Interest on investment | 2,000 | Help to needy students | 22,000 |
| Sale of furniture | 3,200 | Cash in hand | 10,900 |
| (book value Rs.3,000) | | Cash at bank | 30,000 |
| | 2,60,200 | | 2,60,200 |

Prepare Income and expenditure account for the year ended December 31, 2017, and a balance sheet as on that date after the following adjustments: Subscription for 2017, still owing were Rs. 7,000. Interest due on defence bonds was Rs.7,000, Rent still owing was Rs. 1,000. The Book value of investment sold was Rs. 80,000, Rs. 30,000 of the investment were still in hand. Subscription

received in 2017 included Rs. 400 from a life member. The total furniture on January 1, 2017 was worth Rs.12,000. Salary paid for the year 2018 is Rs.2,000.



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60. Following Receipt and Payment Account was prepared from the cash book of Delhi Charitable Trust for the year ending December 31, 2017

Receipt and Payment Account for the year

ending December 31, 2017

| <i>Receipts</i> | Amount (Rs.) | Payment | Amount (Rs.) |
|------------------------|-----------------|----------------|-----------------|
| Balance b/d | | Charity | 11,500 |
| Cash in hand | 11,500 | Rent and taxes | 3,200 |
| Cash at bank | 12,600 | Salary | 6,000 |
| Donation | 9,000 | Printing | 600 |
| Subscription: | 42,800 | Postage | 300 |
| Legacies | 18,000 | Advertisements | 4,500 |
| Interest on investment | 4,500 | Insurance | 2,000 |
| Sale of old newspapers | 200 | Furniture | 21,600 |
| | | Investment | 23,000 |
| | | Balance c/d: | |
| | | Cash in hand | 9,900 |
| | | Cash at bank | 16,000 |
| | 98,600 | | 98,600 |

Prepare Income and expenditure account for the year ended December 31, 2017, and a balance sheet as on that date after the following adjustments:

(a) It was decided to treat one-third of the amount received on account of donation as income.

(b) Insurance premium was paid in advance for

three months.

(c) Interest on investment Rs.1,100 accrued was not received.

(d) Rent Rs.600: salary Rs.900 and advertisement expenses Rs.1,000 outstanding as on December 31, 2018.



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61. From the following Receipt and Payment Account of a club, prepare Income and Expenditure Account for the year ended March

31, 2017 and the Balance Sheet as on that date.

Receipt and Payment Account for the year

ending March 31, 2017

| <i>Receipts</i> | <i>Amount (Rs.)</i> | <i>Payments</i> | <i>Amount (Rs.)</i> |
|---------------------------|-------------------------|---------------------|-------------------------|
| Balance b/d | 3,500 | General expenses | 900 |
| Subscription: | | Salary | 16,000 |
| 2015-16 | 2,000 | Postage | 1,300 |
| 2016-17 | 70,000 | Electricity charges | 7,800 |
| 2017-18 | <u>3,000</u> | Furniture | 26,500 |
| Sale of old Books | 2,000 | Books | 13,000 |
| (costing Rs.3,200) | | Newspapers | 600 |
| Rent from use of hall | 17,000 | Meeting expenses | 7,200 |
| Sale of newspapers | 400 | T.V. set | 16,000 |
| Profit from entertainment | 7,300 | Balance c/d | 15,900 |
| | 1,05,200 | | 1,05,200 |

Additional Information:

(a) The club has 100 members each paying an annual subscription of Rs.900.

Subscriptions outstanding on March 31, 2016 were Rs.3,600.

(b) On March 31, 2017, salary outstanding

amounted to Rs.1,000, Salary paid included Rs. 1,000 for the year 2016.

(c) On April 1, 2017 the club owned land and building Rs.25,000, furniture Rs.2,600 and books Rs.6,200.



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62. As at March 31, 2015 the following balances have been extracted from the books of the Indian Chartered Accountants Recreation Club and you are asked to prepare (1) Trading

Account for ascertaining gross profit derived from running restaurant and dining room and (2) Income and Expenditure Account for the year ended March 31, 2017 (3) and a Balance Sheet as at that date.

| Debit Balances | | Credit Balances | |
|------------------------------|-----------------|---------------------------|-----------------|
| | Rs. | | Rs. |
| Stock-in-hand | 1170 | Receipts Dining Room | 87,660 |
| Purchases | 24,660 | Subscriptions | 9,450 |
| Dining Room | 32,370 | Billiard's Receipts | 7,300 |
| Rent | 10,470 | Sunday Receipts | 410 |
| Wages | 18,690 | Interest on Fixed Deposit | 270 |
| Repairs and Renewals | 5,400 | Sundry Creditors | 5370 |
| Fuel and Light | 5,280 | Grant from Institute | 42,000 |
| Misc. Expenses | 4,050 | (permanent) | |
| Cash in hand | 560 | Income and Exp. A/c | 1,380 |
| Cash at bank | 2,760 | (2016) | |
| Fixed Deposit | 8,500 | | |
| Sundry Debtors | 2,250 | | |
| China glass, cutlery & linen | 600 | | |
| Billiard Table | 2,070 | | |
| Fixtures and Fittings | 870 | | |
| Furniture | 4,140 | | |
| Club Premises | 30,000 | | |
| | 1,53,840 | | 1,53,840 |

On March 31, 2016 stock of restaurant consisted of Rs. 900 and Rs. 60 respectively. Provide depreciations Rs. 60 on fixtures and

fittings, Rs. 390 on billiard table and Rs. 560 on furniture.



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63. From the following particulars relating to Silver Point, prepare a Receipt and Payment account for the year ending March 31, 2017.



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64. From the Receipt and Payment Account given below, prepare the Income and Expenditure Account of Clean Delhi Club for the year ended March 31, 2017.

Receipt and Payment Account for the year ending March 31, 2017



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65. From the following Receipt and Payment Account for the year ending March 31, 2015 of Negi's Club, prepare Income and Expenditure Account for the same period:

Receipt and Payment Account for the year ending March 31, 2015



The following additional information is available:

(i) Salaries outstanding – Rs. 1,500,

(ii) Entertainment expenses outstanding – Rs. 500,

(iii) Bank interest receivable – Rs. 150,

(iv) Subscriptions accrued – Rs. 400,

(v) 50 per cent of entrance fees is to be capitalised,

(vi) Furniture is to be depreciated at 10 per cent per annum.



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66. From the following Receipt and Payment Account and additional information relating to Excellent Cricket Club, prepare Income and

Expenditure Account for the year ended March 31, 2015 and Balance Sheet as on date.



Assets at the beginning of the year were:

| | <i>Rs</i> |
|---------------------------|-----------|
| Play ground | 5,00,000 |
| Cash in hand | 18,000 |
| Stock of sports materials | 85,000 |
| Printing and Stationery | 11,000 |
| Subscriptions receivable | 28,000 |

Donations and Surplus on account of tournament are to be kept in Reserve for a permanent pavilion. Subscriptions due on March 31, 2015 were Rs. 42,000. Write-off fifty

per cent of sports materials and thirty per cent of printing and stationery.



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67. As per Receipt and Payment Account for the year ended on March 31, 2017, the subscriptions received were Rs. 2,50,000.

Additional Information given is as follows:

1. Subscriptions Outstanding on 1.4.2016 Rs. 50,000
2. Subscriptions Outstanding on 31.3.2017

Rs.35,000

3. Subscriptions Received in Advance as on

1.4.2016 Rs.25,000

4. Subscriptions Received in Advance as on

31.3.2017 Rs.30,000

Ascertain the amount of income from subscriptions for the year 2016–17 and show how relevant items of subscriptions appear in opening and closing balance sheets.



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68. Extracts of Receipt and Payment Account for the year ended March 31, 2017 are given below:



Additional Information:

Total number of members: 230.

Annual membership fee: Rs. 125.

Subscriptions outstandings on April 1, 2016:

Rs. 2,750.

Prepare a statement showing all relevant items of subscriptions viz., income, advance, outstandings, etc.



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69. From the following extract of Receipt and Payment Account and the additional information, compute the amount of income from subscriptions and show as how they would appear in the Income and Expenditure Account for the year ending March 31, 2015 and the Balance Sheet.

Receipt and Payment Account for the year ending March 31, 2015



Additional Information:



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70. Show how you would deal with the following items in the financial statements of a Club:



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71. (a) Show the following information in financial statements of a 'Not-for-Profit' Organisation:



(b) What will be the effect, if match expenses go up by Rs. 6,000 other things remaining the same?



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72. Extract of a Receipt and Payment Account for the year ended on March 31, 2015:

Payments:

Stationery Rs. 23,000

Additional Information:



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73. Following is the Receipt and Payment Account of an Entertainment Club for the

period April 1, 2016 to March 31, 2017.

Receipt and Payment Account for the year
ending March 31, 2017



Additional Information

1. The club had 225 members, each paying an annual subscription of Rs. 500. Subscription outstanding as on 31 March 2016 Rs. 15,000.
2. Telephone bill outstanding for the year 2016-2017 is Rs. 2,000.
3. Locker Rent Rs. 3,050 outstanding for the year 2015-16 and Rs. 1,500 for 2016-17.
4. Salary outstanding for the year 2016-17 Rs.

4,000.

5. Opening Stock of Printing and stationery Rs. 2,000 and closing stock of printing and stationery is Rs. 3,000 for the year 2016-17.

6. On 1st April 2016 other balances were as under:



7. Depreciation Furniture and Building @ 12.5% and 5% respectively assuming that it is on reducing balance for the year ending March 31,2017

Prepare Income and Expenditure account and Balance Sheet as on that date.



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74. Prepare Income and Expenditure Account and Balance Sheet for the year ended March 31, 2015 from the following information.

Receipt and Payment Account for the year ending March 31, 2015



The following additional information is provided to you:

1. There are 1800 members each paying an annual subscription of Rs. 200, Rs. 8,000 were

in arrears for 2013-14 as on April 1, 2014.

2. On March 31, 2015 the rates were prepaid to June 2015, the charge paid every year being Rs. 24,000.

3. There was an outstanding telephone bill for Rs. 1,400 on March 31, 2015.

4. Outstanding sundry expenses as on March 31, 2014 totaled Rs. 2,800.

5. Stock of stationery as on March 31, 2014 was Rs. 2000, on March 31, 2015, it was Rs. 3,600.

6. On March 31, 2014 Building stood at Rs. 4,00,000 and it was subject to depreciation @ 2.5% p. a.

7. Investment on March 31, 2014 stood at Rs. 8,00,000.

8. On March 31, 2015, income accrued on investments purchased during the year amounted to Rs. 1,500.

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75. Following is the Receipt and Payment Account of Friendship Club in respect of the Year on 31.3.2016.



Additional Information :

1. There are 500 members, each paying an annual subscription of Rs. 50, Rs. 17,500 being in arrears for 2014-15 at the beginning of 2015-16. During 2014-15, subscriptions were paid in advance by 40 members for 2015-16.
2. Stock of stationery on March 31, 2015, was Rs. 1,500 and on March 31, 2016, Rs. 2,000.
3. On March 31, 2016, the rates and taxes were prepaid to the following January 31, the annual charge being Rs. 1,500.
4. A quarter's charge for telephone is outstanding, the amount accrued being

Rs.1,500. There is no change in quarterly charge.

5. Sundry expenses accruing at 31.3.2015 were Rs. 250 and at March 31, 2016 Rs. 300.

6. On March 31, 2015 Building stood in the books at Rs. 2,00,000 and it is required to write off depreciation @ 10% p.a.

7. Value of 8% Government Securities on March 31, 2015 was Rs. 75,000 which were purchased at that date at Par. Additional Government Securities worth Rs. 25,000 are purchased on March 31, 2016.

You are required to prepare:

(a) An Income and Expenditure Account for the year ended on 31.3.2016

(b) A Balance Sheet on that date.



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76. From the trial balance and other information given below for a school, prepare Income and Expenditure Account for the year ended on 31.3.2017 and a Balance Sheet as on that date:



Additional Information:

(i) Tution fee yet to be received for the year are Rs. 25,000.

(ii) Salaries yet to be paid amount to Rs.30,000.

(iii) Furniture costing Rs. 40000 was purchased on October 1, 2016.

(iv) The book value of the furniture sold was Rs. 50,000 on April 1, 2016

(v) Depreciation is to be charged @ 10% p.a. on furniture, 15% p.a. on Library books, and 5% p.a. on building.

77. Prepare Income and Expenditure Account of Entertainment Club for the year ending March 31, 2017 and Balance Sheet as on that date from the following information:

Receipt and Payment Account

For the year ending on March 31, 2017



Additional Information:



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78. Shiv-e-Narain Education Trust provides the information in regard to Receipt and Payment Account and Income and Expenditure Account for the year ended March 31st 2017:

Receipt and Payment Account for the year ending March 31, 2017



On March 31, 2016 the following balances appeared:

Investments Rs.1, 60,000, Furniture Rs.40, 000, and Books Rs.20, 000.

Income and Expenditure Account for the year ending on March 31, 2017



Prepare opening and closing balance sheet



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79. State with reasons whether the following statements are TRUE or FALSE:

Receipt and Payment Account is a summary of all capital receipts and payments



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80. State with reasons whether the following statements are TRUE or FALSE:

If there appears a sports fund, the expenses incurred on sports activities will be shown on the debit side of Income and Expenditure Account.



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81. State with reasons whether the following statements are TRUE or FALSE:

The balancing figure on credit side of Income and Expenditure Account denotes excess of expenses over incomes.



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82. State with reasons whether the following statements are TRUE or FALSE:

Scholarships granted to students out of funds provided by government will be debited to Income and Expenditure Account.



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83. State with reasons whether the following statements are TRUE or FALSE:

Receipt and Payment Account records the receipts and payments of revenue nature only.



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84. State with reasons whether the following statements are TRUE or FALSE:

Donations for specific purposes are always capitalized.



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85. State with reasons whether the following statements are TRUE or FALSE:

Opening balance sheet is prepared when the opening balance of capital fund is not given.



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86. State with reasons whether the following statements are TRUE or FALSE:

Surplus of Income and Expenditure Account is deducted from the capital/ general fund.



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87. State with reasons whether the following statements are TRUE or FALSE:

Receipt and Payment Account is equivalent to profit and loss account.



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88. State with reasons whether the following statements are TRUE or FALSE:

Receipt and Payment Account does not differentiate between capital and revenue receipts.



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89. How would you treat the following items in the case of a 'not-for-profit' organisation?

Tournament Fund Rs. 40,000. Tournament

Expenses Rs. 14,000. Receipts from
Tournament Rs. 16,000.



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90. How would you treat the following items in
the case of a 'not-for-profit' organisation?

Table Tennis match expenses Rs. 4,000.



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91. How would you treat the following items in the case of a 'not-for-profit' organisation?

Prize Fund Rs. 22,000. Interest on Prize fund

Investments Rs. 3,000. Prizes given Rs. 5,000.

Prize fund Investments Rs. 18,000.



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92. How would you treat the following items in the case of a 'not-for-profit' organisation?

Receipts from Charity Show Rs. 7,000.

Expenses on Charity Show Rs. 3,000.



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93. State the meaning of 'Not- for- Profit' Organisations.



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94. State the meaning of Receipt and Payment Account.



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95. State the meaning of Income and Expenditure Account.



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96. What are the feature of Receipt and Payment Account?



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97. What steps are taken to prepare Income and Expenditure Account from a Receipt and Payment Account?



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98. What is subscription? How is it calculated?



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99. What is Capital Fund? How is it calculated?





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100. Explain the statement: “Receipt and Payment Account is a summarised version of Cash Book”.



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101. “Income and Expenditure Account of a Not-for-Profit Organisation is akin to Profit and Loss Account of a business concern”. Explain the statement.



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102. Distinguish between Receipts and Payments Account and Income and Expenditure Account.



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103. Explain the basic features of Income and Expenditure Account and of Receipt and Payment Account.



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104. Show the treatment of the following items by a not-for-profit organisation:

- (i) Annual subscription
- (ii) Specific donation
- (iii) Sale of fixed assets
- (iv) Sale of old periodicals
- (v) Sale of sports materials
- (vi) Life membership fee



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105. Show the treatment of items of Income and Expenditure Account when there is a specific fund for those items.



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106. What is Receipt and Payment Account? How is it different from Income and Expenditure Account?



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107. From the following particulars taken from the Cash Book of a health club, prepare a Receipts and Payments Account.



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

Receipt and Payment Account for the year ending March 31, 2015



Prepare the Income and Expenditure Account for the Year ended on March 31, 2015 after considering the following:

(i) It was decided to treat Fifty per cent of the amount received on account of Legacies and Donations as income.

(ii) Liabilities to be provided for are:

Rent Rs. 800, Salaries Rs. 1,200, advertisement Rs. 200.

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



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109. From the following particulars , prepare Income and Expenditure account:



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110. Following is the information given in respect of certain items of a Sports Club. Show these items in the Income and Expenditure Account and the Balance Sheet of the Club:





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111. How will you deal with the following items while preparing for the Bombay Women Cricket Club its income and expenditure account for the year ending 31.3.2017 and its Balance Sheet as on 31.3.2017:



Give reasons for your answers.



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112. From the following receipts and payments and information given below, Prepare Income and Expenditure Account and opening Balance Sheet of Adult Literacy Organisation as on December 31, 2017.

Receipt and Payment Account for the year ending as on December 31, 2017



Information:

(i) Subscription outstanding as on 31.12.2016 Rs.2,000 and on December 31, 2017 Rs.1,500.

(ii) On December 31, 2017 Salary outstanding

Rs.600, and one month Rent paid in advance.

(iii) On Jan. 01, 2016 organisation owned Furniture Rs.12,000, Books Rs.5,000.



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113. The following is the account of cash transactions of the Nari Kalayan Samittee for the year ended December 31, 2017:



You are required to prepare an Income and Expenditure Account after the following

adjustments:

(a) Subscription still to be received are Rs.750 , but subscription include Rs.500 for the year 2018.

(b) In the beginning of the year the Sangh owned building Rs.20,000 and furniture Rs.3,000 and Books Rs.2,000.

(c) Provide depreciation on furniture @5% (including purchase), books @ 10% and building @ 5%.



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114. Following is the Receipt and Payment Account of Indian Sports Club, prepared Income and Expenditure Account, Balance Sheet as on December 31, 2015:

Receipt and Payment Account for the year ending December 31, 2017



Other Information:

Subscription outstanding was on December 31, 2016 Rs.1,200 and Rs.3,200 on December 31, 2017. Locker rent outstanding on December 31, 2017 Rs.250. Salary outstanding on December 31, 2017 Rs.1,000.

On January 1, 2017, club has Building Rs.36,000, furniture Rs.12,000, Sports equipments Rs.17,500. Depreciation charged on these items @ 10% (including Purchase).



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115. From the following Receipt and Payment Account of Jan Kalyan Club, prepare Income and Expenditure Account and Balance Sheet for the year ending March 31, 2017.

Receipt and Payment Account

for the year ending March 31, 2017



Additional Information:



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116. Receipt and Payment Account of Shankar Sports club is given below, for the year ended March 31, 2017

Receipt and Payment Account

for the year ending March 31, 2017



Prepare Income and Expenditure Account and Balance Sheet with help of following Information:

Subscription outstanding on March 31, 2016 is Rs.1, 200 and Rs.2, 300 on March 31, 2017, opening stock of postage stamps is Rs.300 and closing stock is Rs. 200, Rent Rs.1, 500 related to 2015 and Rs.1, 500 is still unpaid. On April 1, 2016 the club owned furniture Rs.15, 000, Furniture valued at Rs. 22,500

On March 31, 2017, the club took a loan of Rs.20,000 (@ 10% p.a) in 2017.



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117. Prepare Income and Expenditure Account and Balance Sheet for the year ended March 31, 2016 from the following Receipt and Payment Account and Balance Sheet of culture club:

Receipt and Payment Account

for the year ending March 31, 2016



Balance Sheet for the year ending March 31,

2016



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118. From the following Receipt and Payment Account prepare final accounts of a Unity Club for the year ended March 31, 2017

Receipt and Payment Accounts for the year ending March 31, 2017



Balance Sheet as on March 31, 2017



Additional Information:

1. The Club had 500 members each paying an annual subscription of Rs. 150.
2. On 31.3.2016 salaries outstanding amounted to Rs. 1,200 and salaries paid included Rs. 6,000 for the year 2015-16 .
3. Provide 5% depreciation on Land and Building.



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119. Receipt and Payment Account of Maitrey Sports Club showed that Rs. 68,500 were received by way of subscriptions for the year ended on March 31, 2017.

The additional information was as under:

1. Subscription Outstanding as on March 31, 2016 were Rs. 6,500.
2. Subscription received in advance as on March 31, 2016 were Rs. 4,100,
3. Subscription Outstanding as on March 31, 2017 were Rs. 5,400
4. Subscription received in advance as on

March 31, 2017 were Rs. 2,500.

Show how that above information would appear in the final accounts for the year ended on March 31, 2017 of Maitrey Sports Club.



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120. Following is the Receipt and Payment account of Rohatgi Trust :

Receipt and Payment Account for the year ending December 31, 2017



Prepare Income and expenditure account for the year ended December 31, 2017, and a balance sheet as on that date after the following adjustments: Subscription for 2017, still owing were Rs. 7,000. Interest due on defence bonds was Rs.7,000, Rent still owing was Rs. 1,000. The Book value of investment sold was Rs. 80,000, Rs. 30,000 of the investment were still in hand. Subscription received in 2017 included Rs. 400 from a life member. The total furniture on January 1, 2017 was worth Rs.12,000. Salary paid for the year 2018 is Rs.2,000.



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121. Following Receipt and Payment Account was prepared from the cash book of Delhi Charitable Trust for the year ending December 31, 2017

Receipt and Payment Account for the year ending December 31, 2017



Prepare Income and expenditure account for the year ended December 31, 2017, and a balance sheet as on that date after the

following adjustments:

(a) It was decided to treat one-third of the amount received on account of donation as income.

(b) Insurance premium was paid in advance for three months.

(c) Interest on investment Rs.1,100 accrued was not received.

(d) Rent Rs.600: salary Rs.900 and advertisement expenses Rs.1,000 outstanding as on December 31, 2018.



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122. From the following Receipt and Payment Account of a club, prepare Income and Expenditure Account for the year ended March 31, 2017 and the Balance Sheet as on that date.

Receipt and Payment Account for the year ending March 31, 2017



Additional Information:

(a) The club has 100 members each paying an annual subscription of Rs.900.

Subscriptions outstanding on March 31, 2016 were Rs.3,600.

(b) On March 31, 2017, salary outstanding amounted to Rs.1,000, Salary paid included Rs. 1,000 for the year 2016.

(c) On April 1, 2017 the club owned land and building Rs.25,000, furniture Rs.2,600 and books Rs.6,200.



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123. As at March 31, 2015 the following balances have been extracted from the books of the Indian Chartered Accountants

Recreation Club and you are asked to prepare (1) Trading Account for ascertaining gross profit derived from running restaurant and dining room and (2) Income and Expenditure Account for the year ended March 31, 2017 (3) and a Balance Sheet as at that date.



On March 31, 2016 stock of restaurant consisted of Rs. 900 and Rs. 60 respectively. Provide depreciations Rs. 60 on fixtures and fittings, Rs. 390 on billiard table and Rs. 560 on furniture.

