



Date: 12/09/2019

Test No:- 7

Marks:- 30

S.Y.J.C. / Accounts

Topic:- Non-Profit Organisation

Time: 1 ½ hrs.

Q. 1a) Answer in one sentence:

(3)

- 1) Why Income & Expenditure Account is prepared?
- 2) What final accounts does the Non-Trading Concern prepare?
- 3) How many types of Donations are there?

b) Fill in the blanks:

(3)

- 1) The receipt from the sale of old furniture of a club is _____ receipt.
(a) Revenue (b) Capital
- 2) Non-Profit organization prepares _____ A/c instead of Profit & Loss A/c.
(a) Income & Expenditure A/c
(b) Receipt & Payment A/c
(c) Profit & Loss Appn. A/c
- 3) Nagar Vachanalaya, Amaravati prepares an Income & Expenditure A/c instead of a _____ A/c.
(a) Trading A/c & Profit & Loss A/c (b) Receipt & Payment A/c

Q. 2 Following is the summary of Receipts and Payments of Jay Bajrangbali Vyayam Shala, Ajara for the year ending on 31-3-2007. **(12)**

Dr. Receipts and Payments A/c for the year ended on 31st March 2007 Cr.

Receipts	₹	Payments	₹
To Balance b/d	41,600	By Salary	55,000
To <u>Subscription</u>		By Lighting	10,000
2005-06	4,120	By General Expenses	15,360
2006-07	1,60,000	By Entertainment Expenses	25,800
To Donation for Building	50,000	By Taxes paid	5,000
To Receipts from		By Printing and Stationery	9,440
Entertainment	36,440	By Expenses paid of 05-06	24,000
To Interest	3,240	By Investments	1,20,000
To Entrance Fees	45,000	By Fixed Deposit with Ajara	
		Urban Bank	40,000
		By Balance c/d	35,800
	3,40,400		3,40,400

Adjustments:

- (1) Jay Bajrangbali Vyayam Shala has 4500 members paying annual subscription of ₹40 each.
- (2) Provide for outstanding salary ₹ 5,000.
- (3) On 1-4-2006 the assets stood as under:
(a) Land and Building ₹ 60,000
(b) Furniture ₹ 46,000.
(c) Depreciate the above assets at 10% p.a.
- (4) Interest on Investment ₹ 2,000 is not received.
- (5) Capital Fund was ₹ 1,27,720 on 1-4-2006.
- (6) 50% of the entrance fees is to be capitalised.

Prepare: Income and Expenditure Account for the year ended 31st March, 2007 and Balance Sheet as on that date.

- Q.3** Following is the Receipts and Payments Account and additional information of Kalpana Hospital, Sakri. **(12)**

Dr. Receipts and Payments Account for the year ended 31st March, 2010 Cr.

Receipts	Amt.(₹)	Payments	Amt. (₹)
To Balance b/d	6,000	By Medicines	10,000
To Subscriptions:		By Honorarium to Doctors	75,000
2008 – 2009 7,500		By Ambulance Maintenance	44,000
2009 – 2010 95,000		By Hospital Equipment	
2010 – 2011 <u>15,000</u>	1,17,500	Purchased	30,000
To Donations	55,000	By Furniture Purchased	25,000
To Life Membership Fees	25,000	By Fixed Deposits	1,00,000
To Hospital Receipts (Revenue)	1,50,000	By Balance c/d (31.3.10)	69,500
	3,53,500		3,53,500

Additional Information:

- 1) Outstanding subscription for 2009 – 2010 is amounted to ₹ 5,000.
- 2) Hospital equipments and furniture were purchased on 1.10.2009 and both were to be depreciated at 20% p.a.
- 3) Life membership fees are to be capitalized.
- 4) Donations represent donations for Building fund.
- 5) Staff salary for the current year is outstanding ₹ 7,500.
- 6) On 1.4.2009, the hospital had the following assets and liabilities:
Land ₹ 2,50,000, Investments ₹ 50,000, Ambulance ₹ 1,02,500, Bank Loan ₹ 2,00,000.
- 7) Capital fund as on 1.4.2009 was amounted to ₹ 2,16,000.

Prepare : Income and Expenditure Account for the year ending 31st March, 2010 and the Balance Sheet as on that date.

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Mumbai: 56. Ph: 9820418533**Date:** 12/09/2019**Test No:-** 7**Marks:-** 30**S.Y.J.C. / Accounts****Topic:- Non-Profit Organisation****(Solution)****Q. 1a) Answer in one sentence:****(3)**

1) Why Income & Expenditure Account is prepared?

Ans: Income and Expenditure Account is prepared to calculate whether there is surplus or deficit in the capital.

2) What final accounts does the Non-Trading Concern prepare?

Ans: NPO prepares Income & Expenditure A/c and Balance Sheet of the concern.

3) How many types of Donations are there?

Ans: There are two types of Donations General Donations and Liability Donations.**b) Fill in the blanks:****(3)**

1) The receipt from the sale of old furniture of a club is _____ receipt.

(a) Revenue

(b) Capital

2) Non-Profit organization prepares _____ A/c instead of Profit & Loss A/c.

(a) Income & Expenditure A/c

(b) Receipt & Payment A/c

(c) Profit & Loss Appn. A/c

3) Nagar Vachanalaya, Amaravati prepares an Income & Expenditure A/c instead of a _____ A/c.

(a) Trading A/c & Profit & Loss A/c

(b) Receipt & Payment A/c

Q. 2**In the books of****Income & Expenditure A/c for the year ended 31/3/2007**

Expenditure	Amt.(₹)	Amt(₹)	Income	Amt. (₹)	Amt(₹)
To Salary A/c	55,000		By Subscriptions	1,64,120	
Add: Outstanding	5,000	60,000	Less: Received of L. Y.	4,120	
To Lighting		10,000		1,60,000	
To Entertainment Exp.		25,800	Add: Receivable of C.Y.	20,000	1,80,000
To Taxes paid		5,000			
To Printing & Stationery		9,440	By Receipts from Entertainment		36,440
To General Expenses		15,360	By Interest	3,240	
To Depreciation			Add: Receivable of C.Y.	2,000	5,240
Land & Building	6,000		By Entrance Fees	45,000	
Furniture	4,600	10,600	Less: Capitalised (50%)	22,500	22,500
To Excess of income over expenditure (Surplus)		107980			
		244180			244180

Balance Sheet as on 31st March 2007

Liabilities	Amt.(₹)	Amt(₹)	Assets	Amt. (₹)	Amt(₹)
Capital Fund	1,27,720	2,58,200	Land & Building	60,000	54,000
Add: Entrance Fees	22,500		Less: Depreciation (10%)	6,000	
	1,50,220		Furniture	46,000	41,400
Add: Surplus	1,07,980		Less: Depreciation (10%)	4,600	
			Investments		1,20,000
			Fixed Deposit with Ajara Urban Bank		40,000
Donation for building		50,000	Receivable Subscription		20,000
Salary Outstanding		5,000	Interest on Investment Receivable		2,000
			Cash		35,800
		3,13,200			3,13,200

Q. 3

In the books of Kalpana Hospital

Income & Expenditure A/c for the year ended 31st March, 2010

Expenditure	Amt.(₹)	Amt(₹)	Income	Amt. (₹)	Amt(₹)
To Medicines		10,000	By Subscriptions	117500	1,00,000
To Honorarium to to Doctors		75,000	Less: Receivable of L.Y.	7,500	
To Ambulance Maintenance		44,000	Less: Receivable of N.Y.	15,000	
To Salary		7,500	Add: Receivable of C.Y.	5,000	
To Depreciation Equipments	3,000	5,500	By Hospital Receipts		
Furniture	2,500				
To Excess of income over expenditure (Surplus)		1,08,000			
		2,50,000			

Balance Sheet as on 31st March 2010

Liabilities	Amt.(₹)	Amt(₹)	Assets	Amt. (₹)	Amt(₹)
Capital Fund	2,16,000	3,49,000	Land		2,50,000
Add: Life membership Fees	25,000		Investments		50,000
	2,41,000		Ambulance		1,02,500
Add: Surplus	1,08,000		Equipments	30,000	
Bank Loan		2,00,000	Less: Depreciation	3,000	27,000
Subscription prerece		15,000	Furniture	25,000	
Donations for building fund		55,000	Less: Depreciation	2,500	22,500
Outstanding Salary		7,500	Fixed Deposits		1,00,000
			Cash		69,500
			Subscription Receivable		5,000
		6,26,500			6,26,500
