BRAIN INTERNATIONAL SCHOOL

SUBJECT: ACCOUNTANCY **CLASS XII** **JUNE'21**

CHAPTER 1 : NOT FOR PROFIT ORGANISATIONS

1. What do you mean by Not - For - Profit Organisation? Do they promote any values. Name them.
2. Give two differences between Capital Fund and Capital.
3. Differentiate between Fund Based Accounting and Non - Fund Based Accounting.
4. What is Income and Expenditure Account? State its major sources of income.
5. Show the following information in the Final Accounts of Golden Club, Delhi as on 31st March, 2016 :

	(Rs.)
Match Fund	60,000.00
Match Expenses	83,000.00
Donation for Match Fund	25,000.00
Sale of Match Tickets	10,000.00

6. Calculate the amount of subscription to be credited to Income and Expenditure Account for the year 2012-13.

	(Rs.)
Subscription received during the year 2012-13	50,000.00
Subscription outstanding at the closing of 2012-13	8,000.00
Subscription Outstanding at the beginning of 2012-13	6,000.00

7. From the following summary of cash transactions of Friends club for the year ended 31st March 2016.Prepare Income and Expenditure Account and Balance Sheet for the year ended 31st March 2016.

Receipts	**Rs.**	**Payments**	**Rs.**
To Cash in Hand	1,41,300	By Rent & Taxes	86,100
To Entrance Fees	55,200	By Salaries	1,09,000
To Subscription	2,20,000	By Electricity charges	6,200
To Donation	1,06,100	By General expenses	12,500
To Interest	4,100	By Books	31,200
To Surplus from cultural program	8,200	By Office expenses	45,000
		By Investments	1,40,000
		By Cash at Bank	61,900
		By Cash in Hand	43,000
	5,34,900		**5,34,900**

Additional Information:

i. In the beginning of the year, the club had Books worth Rs. 3,00,000 and Furniture worth Rs. 58,000.
ii. Subscriptions, in arrears, on 1st April 2015 were Rs. 6,000 and Rs. 7,000 on 31st March 2016.
iii. Rs. 18,000 was due by way of Rent in the beginning as well as at the end of the year.
iv. Write off Rs. 5,000 from Furniture and Rs. 30,000 from Book.

8. Following is the Receipt & Payment a/c of Excellent Recreation Club, for the year ended 31st March 2015: -

RECEIPTS AND PAYMENT ACCOUNT

For the year ended 31st March 2015

Receipts	**Rs.**	**Payments**	**Rs.**
To Cash in Hand	500	By Salaries	24,000
To Cash at Bank	5,650	By Rent	7,200

To Subscription (including Rs. 1,000 for 2013-14 and Rs. 1,500 for 2015-16)	45,500	By Postage	300
To Interest on Investment	20,000	By Printing & Stationery	2,550
To Bank interest	250	By Electricity Charges	3,000
To Sale of Furniture	3,000	By Meeting expenses	1,500
		By Library Books	10,000
		By Investments in Bonds	10,000
		By Cash in Hand	1,550
		By Cash at Bank	14,800
	74,900		**74,900**

Additional Information:

i. On 1st April 2014, the Club had following assets and liabilities:

ii. Investments Rs. 4,00,000; Furniture Rs. 30,000; Library Books Rs. 50,000; Liability for Rent Rs. 600 and for Salaries Rs.2,000.

iii. On 31st March 2015, rent of Rs. 800 and salaries of Rs. 2,500 were in arrears. The book value of furniture sold was Rs. 2,500.

Prepare Income & Expenditure account of the Club and Balance sheet for the year ended 31st March 2015.

CHAPTER 2 FUNDAMANTAL OF PARTNERSHIP

1. Amit and Vijay started a partnership business on 1st April, 2010. Their capital contributions were Rs.2,00,000 and Rs.1,50,000 respectively. The partnership deed provided inter alia that:

(a) Interest on capital @ 10% p.a.
(b) Amit to get a salary of Rs.2,000 per month and Vijay Rs.3,000 per month.
(c) Profits are to be shared in the ratio of 3:2.

The profits for the year ended 31st March, 2011 before making above appropriations were Rs.2,16,000. Interest on drawings amounted to Rs.2,200 for Amit and Rs.2,500 for Vijay. Prepare Profit and Loss Appropriation A/c.

2. A, B and C were partners in a firm having capitals ofRs.50,000; Rs.50,000 and Rs.1,00,000 respectively. Their current account balances were A: Rs.10,000 B: Rs.5,000 and C: Rs.2,000 (Dr.). According to the partnership deed the partners were entitled to an interest on capital @ 10% p.a. C being the working partner was also entitled to a salary of Rs.12,000 p.a. The profits were to be shared as:

(a) The first Rs.20,000 in the proportion to their capitals.
(b) Next Rs.30,000 in the ratio of 5:3:2.
(c) Remaining profits to be shared equally.

3. Ram, Mohan and Sohan sharing profits and losses equally have capitals Rs.1,20,000; Rs.90,000 and Rs.60,000. For the year 2009, interest was credited to them @ 6% instead of 5%. Give the adjusting journal entry.

4. A, B and C are partners in a firm. Their profit sharing ratio is 2:2:1. However, C is guaranteed a minimum amount of Rs.10,000 as share of profits every year. Any deficiency arising on that amount shall be met by B. The profits for the two years ended 31st March, 2009 and 31st March, 2010 were Rs.40,000 and Rs.60,000 respectively. Prepare the profit and loss appropriation account for the two years.

5. A partnership deed provides for the payment of interest on capital but there was a loss instead of profits during the year 2010-2011. At what rate will the interest on capital be allowed?

6. A and B are partner's dealing in manufacturing Plastic Polythene were sharing profits in the ratio of 3:2. Their capitals are Rs. 70,000/- and Rs. 50,000/- respectively. The government banned the plastic and therefore, they shifted to manufacturing paper bags. Their sale was going down consistently as compared to previous years. They employed a new marketing manager to uplift the sale volume from the current year. To motivate the manager, firm provided him 5% commission on net profit earned during the year. Net profit earned during the year was Rs. 2,00,000/-. The firm also admitted one new partner C, who is marketing expert, for 1/4th share with a guarantee of minimum profit of Rs. 50,000/- every year as he needed this money for her daughter's marriage.

Prepare profit and Loss Appropriation Account to show the effect of the above transactions.

7. A, B and C are partners in a firm. A and B sharing profits in the ratio of 5:3 and C receiving a salary of Rs.150 per month, plus a commission of 5% on the profits after charging such salary and commission or 1/5 the of the profits of the firm, whichever is larger. Any excess of the latter over the former is, under the partnership agreement, to be borne personally by A. The profits for the year ended 31st March, 2010 amounted to Rs.10,710 after charging C's salary. Prepare the Profit and Loss Appropriation Account showing the division of the profits of the firm.

8. The partners of a firm distributed the profits for the year ended 31st March, 2011, Rs.90,000 in the ratio of 3:2:1 without providing for the following adjustments –

(a) A and B were entitled to a salary of Rs.1,500 each p.a.
(b) B was entitled to a commission of Rs.4,500.
(c) B and C guaranteed a minimum profit of Rs.35,000 p.a. to A.
(d) Profits were to be shared in the ratio of 3:3:2.

Pass the necessary journal entry for the above adjustments in the books of the firm.