

## Chapter End Test

(2019-20)

Date : _____ Duration: 1:00 Hr. M. Marks : 30	<b>Accountancy</b> <b>Topic : Non-Profit Organisation</b>	<b>CLASS-XII</b>
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- Excess of expenditure over income in a non-profit organization refers to  
(a) Surplus (b) Deficit  
(c) Net profit (d) Gross Profit
- Following is not a source of funds for most of non-profit organizations  
(a) Grants in aid (b) Sale of goods  
(c) Legacy (d) Income from investments.
- Non-Profit organizations include  
(a) Religious organizations (b) Trade unions  
(c) Clubs (d) All of the above
- In a NPO membership fee paid by the members every year is known as  
(a) Grant (b) Legacy  
(c) Subscription (d) Donation
- Following is not a non-profit organization  
(a) College (b) Clubs  
(c) Schools (d) None of the above

**Answer question 6 to 10 based on the information given below.**

As per Receipts and Payments Account for the year ended on March 31, 2019, the subscriptions received were ₹1,72,000. Additional Information given is as follows:

Subscriptions Outstanding on 1.4.2018 ₹4,000.

Total Subscriptions Outstanding on 31.3.2019 ₹7,000

Total number of Members: 1,250

Annual Subscription: ₹140

Amount received during includes ₹2,500 for previous year.

- What amount will be shown in Income & expenditure amount  
(a) ₹1,57,000 (b) ₹1,75,000  
(c) ₹1,50,000 (d) ₹1,25,000
- What is the amount outstanding in current year from previous year?  
(a) ₹4,000 (b) ₹2,500  
(c) ₹1,500 (d) None of these
- What amount will be appearing for outstanding subscription in Balance sheet in the beginning?  
(a) ₹5,500 (b) ₹4,000  
(c) ₹1,500 (d) None of these
- Calculate the amount of subscription outstanding for the current year.  
(a) ₹5,500 (b) ₹3,000  
(c) ₹6,500 (d) ₹500
- What amount will be appearing for outstanding subscription in Balance sheet at the end?  
(a) ₹7,000 (b) ₹1,500  
(c) ₹3,000 (d) ₹5,500

11. Match fund ₹6,000; Interest earned on match fund ₹2,000; Match Expenses ₹400; in which account will you treat the above?  
 (a) Income and expenditure account (b) Receipts and payments  
 (c) Balance sheet (d) None of the above
12. A machine was purchased on 1<sup>st</sup> April 2015 for ₹5,00,000 and on 1<sup>st</sup> October 2015 a new machine is added for ₹2,00,000. Calculate the amount of depreciation charged to Income and Expenditure account for the year ending 31<sup>st</sup> March 2016, if depreciation is charged at 20% per annum on written down value method  
 (a) ₹1,40,000 (b) ₹1,20,000  
 (c) ₹1,10,000 (d) ₹70,000
13. Opening creditor ₹1,00,000  
 Closing creditors ₹1,80,000  
 Opening Stock ₹1,10,000 Closing stock ₹10,000  
 Payment made to creditors during the year is ₹3,00,000  
 Amount of stock charged to Income and Expenditure account will be:-  
 (a) ₹4,80,000 (b) ₹3,80,000  
 (c) ₹3,70,000 (d) ₹3,00,000
14. There was no entry as to purchase and sale of Investment in the receipts and payment account, but an entry related to receipt of interest on investment for ₹8000 @10% was mentioned. What logical conclusion can be drawn from the above statement?  
 (a) Investments were there in the beginning of year.  
 (b) Closing Balance sheet will show Investment Valued at ₹80,000.  
 (c) Both A and B  
 (d) Wrong entry is passed for Interest.
15. On completion of building, Building fund will be transferred to ....?  
 (a) General Reserves. (b) Capital Reserves.  
 (c) General Fund. (d) Capital Fund.
16. Explain the term Legacy with respect to a Non-Profit Organisation. [1]
17. How an Entrance fee is treated in final accounts of not-for-profit organisations? [1]
18. Building fund in the beginning of the year was ₹4,50,000. During the year another ₹3,00,000 was received as building fund and ₹6,00,000 were spend on the construction of building. Give journal entries for the above transactions. [3]
19. Show the following information in the financial statements of Amazing Club as on 31.3.2017:
- | Particulars                                     | Debit    | Credit   |
|---|----------|----------|
| Tournament Fund —                               |          | 3,80,000 |
| Tournament Fund Investment                      | 2,80,000 |          |
| Interest received on Tournament Fund Investment |          | 28,000   |
| Tournament Expenditure                          | 87,000   |          |
| Match Expenses                                  | 20,000   |          |
- Additional information: Interest accrued on tournament fund investment ₹19,000. [4]

20. Following particulars relate to Modern United Club for the year 31st March, 2017:

**Receipts and Payments Account**

<i>Recei</i>	<i>Amount</i>	<i>Payments</i>	<i>Amount</i>
To Balance b/d	51,000	By Salaries	1,04,000
To Subscriptions:		By Stationery	24,000
Arrear           2,400		By Rates and Taxes	56,000
Current        1,26,600		By Telephone Expenses	6,000
Advance        4,800	1,33,800	By Investments	1,75,000
To Profit from Canteen	82,000	By Advertisement	31,000
To Miscellaneous	4,000	By Postages	10,000
To Sale of Old Newspapers	11,000	By Sundry Expenses	30,000
To Dividends	68,000	By Balance c/d	1,64,000
To Donation	80,000		
To Entrance Fee	60,000		
To Pavilion Fund	1,10,000		
	<b>6,00,000</b>		<b>6,00,000</b>

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

- (a) There are 400 members each paying an annual subscription of ₹350 and ₹3,150 being in arrears.
- (b) Expenditure on construction of Pavilion is ₹60,000. The construction work is in progress and has not yet completed.
- (c) A donation of ₹20,000 was wrongly included in subscriptions of the current year.
- (d) Half of Entrance Fees are to be capitalised.
- (e) Stock of Stationery on 31st March, 2016 was ₹3,000 and on 31st March, 2017 ₹5,400.
- (f) Cost of Building is ₹6,00,000. Depreciate @ 5%p.a.

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