|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| |  | | --- | | `ACCOUNTANCY | | Accounting for Not-for-Profit Organisation | |  | | Amit Kumar | |  | |
|  |
|  |
| |  | | --- | | Concept Name | | |  |  | | --- | --- | | 1. Introduction Of Not for Profit Organisation(NPO) | 3 | | 3. Illustrations on Not for Profit Organisation(NPO) | 4 | | 4. Balance Sheet | 1 | | 6. Accounting Treatment of Important Items of Income and Expenditure Account | 11 | | Total | 19 | | |

**Chapter Name: Accounting for Not-for-Profit Organisation**

**Concept: Illustrations on Not for Profit Organisation (NPO)**

**Level: Skill: Time:**

**Hard (1-4) Evaluating 90**

What amount will be credited the Income and Expenditure Account for the year ending 31st March, 2019 on the basis of following information?

|  |  |  |
| --- | --- | --- |
|  | 01-04-2018 | 31-03-2019 |
| Outstanding Subscription | 15,000 | 18,000 |

Subscriptions received during the year 2018 – 19 were 1,80,000.

@

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 1,80,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 1,83,000 |

**(b)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 1,90,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 1,93,000 |

**(c)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions |  | 1,80,000 |
|  |  |  |  |  |

**@**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 1,77,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 1,80,000 |

**Answer: @**

What amount will be credited the Income and Expenditure Account for the year ending 31st March, 2020 on the basis of following information?

|  |  |  |
| --- | --- | --- |
|  | 01-04-2019 | 31-03-2020 |
| Outstanding Subscription | 25,000 | 28,000 |

Subscriptions received during the year 2019 – 20 were 1,60,000.

@

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 1,57,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 1,60,000 |

**(b)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 1,60,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 1,63,000 |

**(c)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions |  | 1,60,000 |
|  |  |  |  |  |

**@**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 1,70,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 1,73,000 |

**Answer: (b)**

What amount will be credited the Income and Expenditure Account for the year ending 31st March, 2015 on the basis of following information?

|  |  |  |
| --- | --- | --- |
|  | 01-04-2014 | 31-03-2015 |
| Outstanding Subscription | 25,000 | 28,000 |

Subscriptions received during the year 2014 – 15 were 2,50,000.

@

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 2,60,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 2,63,000 |

**(b)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 2,50,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 2,53,000 |

**(c)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions |  | 2,50,000 |
|  |  |  |  |  |

**@**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 2,70,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 2,73,000 |

**Answer: (b)**

What amount will be credited the Income and Expenditure Account for the year ending 31st March, 2015 on the basis of following information?

|  |  |  |
| --- | --- | --- |
|  | 01-04-2014 | 31-03-2015 |
| Outstanding Subscription | 25,000 | 28,000 |

Subscriptions received during the year 2014 – 15 were 2,50,000

@

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 2,60,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 2,63,000 |

**(b)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 2,50,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 2,53,000 |

**(c)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions |  | 2,50,000 |
|  |  |  |  |  |

**@**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 2,70,000 |  |
|  |  | Add : Outstanding Subscription | 3,000 | 2,73,000 |

**Answer: (b)**

What amount will be credited the Income and Expenditure Account for the year ending 31st March, 2015 on the basis of following information?

|  |  |  |
| --- | --- | --- |
|  | 01-04-2014 | 31-03-2015 |
| Outstanding Subscription | 5,000 | 10,000 |

Subscriptions received during the year 2014 – 15 were 2,50,000.

@

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 2,50,000 |  |
|  |  | Add : Outstanding Subscription | 5,000 | 2,55,000 |

**(b)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 2,50,000 |  |
|  |  | Add : Outstanding Subscription | 10,000 | 2,60,000 |

**(c)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions |  | 2,50,000 |
|  |  |  |  |  |

**@**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Expenditure** | **Amount** | **Income** | | **Amount** |
|  |  | Subscriptions | 2,60,000 |  |
|  |  | Add : Outstanding Subscription | 5,000 | 2,65,000 |

**Answer: @**

**Chapter Name: Accounting for Not-for-Profit Organisation**

**Concept: Balance Sheet**

**Level: Skill: Time:**

**Easy (1) Understanding 30**

Which of the following is regarded as apt to show purchase of fixed asset for a non-profit organisation@Income & Expenditure Account@Profit & Loss Account@Balance Sheet@None of the above@0010

**Chapter Name: Accounting for Not-for-Profit Organisation**

**Concept: Accounting Treatment of Important Items of Income and Expenditure Account**

**Level: Skill: Time:**

**Easy (1-6) Understanding 30**

The surplus or deficit revealed by income and expenditure account is transferred to:@Receipts and payments account@Profit and loss account@Capital account@Capital fund@0001

Which statement is true for Capital Expenditure?@Maintain earning capacity@Seeks to improve earning capacity@Not good for Earning capacity@None of these@0100

M's Vinod Enterprises Limited has received Rs. 10 Lakh from an issue of further shares, the expenses of the issue being Rs. 10,000. Which of the following is the correct treatment in respect of the above transaction?@Rs. 10 Lakh is capital receipt and Rs. 10,000 is deferred revenue expenditure.@Rs. 10 Lakh is capital receipt and there is no treatment for Rs. 10,000.@Rs. 10.10 Lakh is capital receipt.@ Rs. 10 Lakh is capital receipt and Rs. 10,000 is revenue expenditure.@1000

Freight expenses for moving machinery to factory are?@ Capital expenditure@Deferred revenue expenditure@Revenue expenses@None of the above@1000

Which of the following is correct?@Personal disposable income = personal income + personal tax payment – non-tax payment@Personal disposable income = personal income + personal tax payment + non-tax payment@Personal disposable income = personal income – personal tax payment – non-tax payment@Personal disposable income = personal income – personal tax payment + non-tax payment@0010

Which of the following statement is true in respect of Income and Expenditure account?@It does not show non-cash items.@It contains only the items of revenue nature of current accounting period only@It follows cash system of accounting@It is a real account.@0100