

Summer Assignment

Accountancy (055)

Class – XII

General Instructions:

1. It is compulsory for all to complete this assignment.
2. Due to COVID 19 if any problem arise in future then on the basis of this assignment your internal assessment will be done. So you have to solve the questions in proper and fair manner.
3. If having any doubts in solving the questions then you can refer our schools you tube Channel in which videos relating to the topic are already uploaded.
4. You all have to submit this assignment by June 5, 2020 through schools E – mail : sgems4321@gmail.com.
5. Your attendance of April will be put on the basis of this assignment.

Topic –

Not for Profit Organisations

&

Change in Existing Ratio of Partners

Q. 1 Distinguish between Receipt and Payment A/c and Income and Expenditure a/c on the basis of Balance?

Q. 2 A NPO prepares three financial statements, one of which is Income and Expenditure a/c. Name other two financial statement prepared by it.

Q. 3 A legal firm was set up by freshly qualified lawyers to assist the business firms of the locality and in the legal matters. They charge legal fees from their clients according to the nature of their cases. In some cases, they give free legal assistance to their business organisations related to their family and friends. Can these legal firms be termed as NPO? Why (give reason)

Q. 4 State any two reasons under which a firm can be reconstituted.

Q. 5 Anant, Gulab and Khushbu were partners in a firm sharing profits and losses in the ratio of 5: 3: 2. From 1st April 2017, they decided to share equally. For this purpose the goodwill of the firm was valued at Rs. 240000. Pass necessary journal entry for the treatment of goodwill on change in profit sharing ratio.

Q. 6 Satish and Taruna were partners in a firm sharing profits and losses in the ratio of 3:2. On that date their Balance Sheet showed a credit balance of Rs. 35000 in workmen compensation reserve, Rs. 40000 in

general reserve. The goodwill of the firm on that date was valued at Rs. 50000. The firm accepted a claim of Rs. 40000 for workmen compensation. Pass necessary journal entry for the above transactions on the reconstitution of the firm.

Q. 7 Calculate the value of goodwill of the firm of Chander and Gupta, on the basis of capitalisation of Average profit:

- i. Avg. capital employed in the business is Rs. 700000
- ii. Net Trading Result of the business 2014 – Rs. 147600, 2015 – Rs 148100(Loss), 2016 – Rs. 448700
- iii. Expected Rate of Return 18%
- iv. Remuneration to each partner for his service Rs. 500 per month.

Q. 8 Following is the Receipt and Payment A/c of Safdarjung Club for the year ended December 31st 2016:

Receipts	Amt.	Payments	Amt.
To Balance b/d		By Salaries	
Cash - Rs. 2000		Secretary – Rs 6000	
Bank – <u>Rs. 12000</u>	14000	Staff – <u>Rs. 5000</u>	11000
To Subscriptions		By Canteen Exp.	12000
2015 – Rs. 500		By Misc. Exp.	2500
2016 – Rs. 5500		By Construction of	15000
2017 – <u>Rs. 400</u>	6400	Building	
To Interest from Bank	1000	By Balance c/d	
To Sale proceeds of old newspaper	400	Cash - Rs 1300	
To sale of old furniture	2000	Bank - <u>Rs 4000</u>	5300
To Canteen Collection	12000		
To Donation for building fund	10000		
	45800		45800

With the additional information given below, prepare the Income and Expenditure A/c for the year ended 31st Dec. 2016 and the Balance Sheet as on that date:

	31 st Dec. 2015	31 st Dec. 2016
i. Subscription Receivable	1000	600
ii. Subscription Received in Advance	200	400
iii. Salary of staff outstanding	1000	2000
iv. Canteen Exp. prepaid	1000	2000
v. Furniture at Book Value	14000	?
vi. Building	15000	?
vii. Fixed deposit with Bank	10000	10000
viii. Book Value of Furniture sold during 2017 was Rs. 3500		
ix. Charge depreciation on Furniture @ 10% per annum		

Q. 9 Prepare Income and Expenditure A/c and a Balance sheet from the following Receipts and Payment a/c and Balance sheet:

Receipt & Payment A/c
For the year ended 2011

Receipts	Amt.	Payments	Amt.
To Balance b/d	10000	By Exp.	
To Subscriptions		2010 - 1200	
2015 – Rs. 200		2011 – <u>2000</u>	3200
2016 – Rs. 2100		By Land	4000
2017 – <u>Rs. 150</u>	2450	By Interest	400
To Entrance Fees	800	By Misc. Exp.	2000
To Locker Rent	700	By Balance c/d	8350
To Misc. Incomes	4000	(31.12.2011)	
	17950		17950

Balance Sheet
As on 31st Dec. 2010

Liabilities	Amt.	Assets	Amt.
Capital Fund	33620	Buildings	30000
Subscription recd.in advance	600	Outstanding Subscription	380
Outstanding Exp.	1400	Outstanding Lockers	
Loan	500	rent	240
	40620	Cash	10000
			40620

xxxxxxxxxx Stay Healthy – Stay Safe – Take Care xxxxxxxxxxxx