



**CA FOUNDATION**  
**ACCOUNTS & ECONOMICS**  
**FOR MAY 2025**

**PREPARATION**  
**BOOSTER SERIES**

CA Hardik Manchanda

NPO - 2nd Session

Passbook

PYQ Jan 25

ILLUSTRATION 7

21-22

From the following information, calculate amount of subscriptions outstanding for the year ended 31st March, 2022.

Income-

A club has 350 members each paying an annual subscription of ₹ 1,050. The Receipts and Payments Account for the year showed a sum of ₹ 4,10,000 received as subscriptions. The following additional information is provided:

Subscriptions Outstanding on 31st March, 2021 – ₹ 45,000 ✓

Subscriptions Received in Advance on 31st March, 2022 – ₹ 62,000

Subscriptions Received in Advance on 31st March, 2021 – ₹ 30,000

Subscription A/c

Dr			Cr
To o/s Sub at the beg	45000	By Adv in the beg.	30000
To Income & Exp [ 350 x 1050]	367500	By Bank A/c	410000
To Adv at the end	62000	By o/s at the end (bal fig)	34500
	<u>          </u>		<u>          </u>

During the year ended 31st March, 2022, Sachin Cricket Club received subscriptions as follows:

For year ending <u>31st March, 2021</u> <span style="color: red;">PY</span>	₹ 12,000 ✓
For year ending <u>31st March, 2022</u>	6,15,000 ✓
For year ending <u>31st March, 2023</u> ✓	18,000 ✓
Total <span style="color: red;">NY</span>	6,45,000 ✓

$\frac{135000}{0.5}$

There are 500 members and annual subscription is ₹ 1,500 per member. CY Income - ₹ 750,000

On 31st March, 2022, a sum of ₹ 15,000 was still in arrears for subscriptions for the year ended 31st March, 2021. PY 20-21 27000 - 750,000

Ascertain the amount of subscriptions that will appear on the credit side of Income and Expenditure Account for the year ended 31st March, 2022. Also show how the items would appear in the Balance Sheet as on 31st March, 2021 and the Balance Sheet as on 31st March, 2022.

o/s sub in the beg - 27000 12000 Rec in CY  
15000 still o/s

Balance Sheet  
as on 31st Mar 21 ✓

Liab	₹	Assets	₹
		o/s sub. (12000 + 15000)	27000

Balance Sheet  
as on 31st Mar 22

Liab	₹	Assets	₹
Adv. Sub.	18000	O/S Sub. (135000 + 15000)	150000



PYQ

Following is the Receipts and Payments account of Pune Medical Aid Society for the year ended 31-12-2022.

Receipts and Payments Account for the year ended 31-12-2022

Receipts	Amount ₹	Payments	Amount ₹
To Opening cash in hand	12,000	By Medicine supply ✓	35,000
To Subscription	65,000	By Honorarium to Doctors ✓	15,000
To Donations	25,000	By Salaries ✓	36,000
To Interest on Investment (10%)	10,000	By Sundry expenses. ✓	950
To Charity show collection	16,500	By Purchase of Medical equipment ✓	25,000
		By Charity show expenses	2,750
		By Closing Cash in hand	13,800
	1,28,500		1,28,500

Cr. Dr.

The following is the additional information provided.

	01-01-2022	31-12-2022
	Amount ₹	Amount ₹
Subscription due o/s	2,500	3,100
Subscription received in advance	1,800	1,400
Stock of medicine ✓	12,500	17,250
Amount due for medicine supply - Creditors	12,000	16,500
Value of equipment	21,500	37,200
Value of building	65,000	61,750

Dep

You are required to prepare Income and Expenditure account, and Balance sheet as on 31-12-2022. (15 Marks)

21500  
+ 25000 - Dep = cl. bal

Income & Exp A/c

Exp	₹	Income	₹
To stock cons. Invn 20	34250	By sub. (wn1)	66000
To Dep on Eq	9300	By Donation	25000
To Dep on Build.	3250	By Int on Inv	10000
To Honorarium	15000	By profit on Charity show	
To salaries	36000	Collection - 16500	
To sundry exp	950	(- Exp (2750))	13750
To Surplus	<u>15500</u>		<u>          </u>

Balance Sheet  
as on 31-12-22

Liab	₹	Assets	₹
Capital Fund		o/s Sub.	3100
op bal 199100		Stock of Medicine	17250
+ Surplus- 15500	215200	Equipment	37200
		Building	61750
Adv Sub	1400	Investment	100000
Amt due for Med. Supply	16500	Cash	13800
	<u>233100</u>		<u>233100</u>

WNI

# Balance Sheet as on 31-12-21

Liab	₹	Assets	₹
Cap fund (Bal fig)	199700	O/s Sub.	2500
		Stock of Med.	12500
		Equipment	21500
		Building	65000
Adv Sub	1800	Cash In hand	12000
Am't due for MS	12000	Investment	100.000
	<u>213500</u>		<u>213500</u>

WN1

Sub A/c

To ops sub in beg.	2500	by Adv at beg.	1800
To Income & Exp (bal. fig)	66000	By Bank	65000
To Adv. at end	<u>1400</u>	by ops sub. at end	<u>3100</u>

WN2

Medicine Consumed:

Creditors A/c

to Bank	35000	by bal b/d	12000
To bal c/d	<u>16500</u>	By purch A/c (bal. fig)	39500
			<u>          </u>

Stock consumed = 12500 + 39500 - 17250  
= 34750

Medicine Equipment

to bal bld	21500	By Dep (bal fig)	9300
To Bank	25000	by bal cld	31200
	<u>          </u>		

WN      Let Investment be x

$$x \times \frac{10}{100} = 10,000$$

$$x = 100,000$$

CA Foundation - Accounts

The Income and Expenditure Account of the Women Club for the Year ended on December 31, 2021 is as follows.

Expenditure	₹	Income	₹
To Salaries	47,500	By Subscription	75,000
To General Expenses	5,000	By Entrance Fees	2,500
To Audit Fee	2,500	By Contribution for Annual Dinner	10,000
To Secretary's honorarium	10,000	By Annual Sports Meet Receipts	7,500
To Stationary and Printing	4,500		
To Annual Dinner Expenses	15,000		
To Interest and bank charges	1,500		
To Depreciation	3,000		
To Surplus	6,000		
	95,000		95,000

This account had been prepared after the following adjustments:

	₹
Subscription outstanding at the end of 2020	6,000
Subscription received in advance on 31 <sup>st</sup> December, 2020	4,500
Subscription received in advance on 31 <sup>st</sup> December, 2021	2,700
Subscription outstanding on 31 <sup>st</sup> December, 2021	7,500

Salaries outstanding at the beginning and end of the year 2021 were respectively ₹ 4,000 and ₹ 4,500. General Expenses include insurance prepaid to the extent of ₹ 600. Audit fee for the year 2021 is as yet unpaid. During the year 2021 audit fee for the year 2020 was paid amounting to ₹ 2,000

The Club owned a freehold lease of ground valued at ₹ 1,00,000. The club had sports equipment on 1<sup>st</sup> January, 2021 valued at ₹ 26,000. At the end of the year 2021, after depreciation, this equipment amounted to ₹ 27,000. In the year 2020, the Club had raised a bank loan of ₹ 20,000. This was outstanding throughout the year 2021. On 31<sup>st</sup> December, 2021 in hand was ₹ 16,000.

You are required to:

Prepare the Receipts and Payments Account for the year ended on December 31, 2021 and the Balance Sheet as on that date.

# Receipts & Payment A/c

Receipts	₹	Payment	₹
To bal bld	13900	By salaries (wn2)	41000
To Sub. (wn1)	7100	By Gen. expenses	5600
To rent fees	2500	[ CY Exp - 5000	
To cont for Dinner	10000	+ Prepaid 600 ]	
To Annual sports Meet Rec.	7500	By Audit fees	2000
		By sports Eq. (wn)	4000
		By honorarium	10000
		By Stationary	4500
		By Annual Dinner	15000
		By Int & Bank charges	1500
		By bal cld	16000
	105600		105600



Balance Sheet  
as on 31st Dec 21 ✓

Liab	₹	Assets	₹
Cop Fund op bal 115400 + Surplus- 6000	121400	o/s Sub. Prepaid Gen exp Freehold Ground	7500 600 100000
Adv. Sub.	2700	Sports Eq.	27000
o/s salary	4500	Cash in hand	16000
o/s Audit fees	2500		
Bank Loan	20000		
	<u>151100</u>		<u>151100</u>

WIN

# Balance Sheet as on 31-12-20

Liab	₹	Assets	₹
Cap fund Bal fig	115400	o/s Sub.	6000
		Freehold Ground	100000
		Sports Equipment	26000
		Cash in hand	13900
Adv. Sub.	4500		
o/s Salary	4000		
Audit fees o/s	2000		
Bank Loan	20000		
	<u>145900</u>		<u>145900</u>

WN1

Subscription A/c

To o/s in beg	6000	By Adv in the beg	4500
To Income & Exp	75000	By Bank (bal. fig)	71700
To Adv at end	<u>2100</u>	By o/s at the end	<u>7500</u>

WN2 Salary Paid

CY Expense - 47500  
+ o/s in the beg - 4000  
- o/s at the end (4500)  
47000

WN3

Sports Equipment

Cr.

To bal bld	26000	By Dep	3000
To Bank (Bal. fig)	4000	By bal cld	<u>27000</u>
	<u>30000</u>		<u>30000</u>

) The following is the Receipts and Payments Account of Mumbai Club for the year ended March 31, 2021:

Receipt and Payment Account of Mumbai Club

Receipts	Amount (₹)	Payments	Amount (₹)
Cash in hand	20,000	Ground man's Fee	75,000
Balance at Bank as per Pass Book: <b>Cash Book</b>		Purchase of Equipment's	1,55,000
Saving Account	1,93,000	Rent of Ground	25,000
<b>30,000</b> - Current Account	<b>60,000</b>	Club night expenses	38,000
Bank Interest	5,000	Printing and Office Expenses	30,000
Donations and Subscriptions	2,50,000	Repairs to Equipment	50,000
Entrance fees → <b>Cap fund</b>	18,000	Honorarium to Secretary	40,000
Contribution to Club night	10,000	(2019-20) <b>PY</b>	
Sale of Equipment	8,000	Balance at Bank as per Pass Book:	
Bar Room receipts	20,000	Saving Account	2,04,000
Proceeds from club night	78,000	Current Account	20,000
	6,62,000	Cash in hand	25,000
			6,62,000

**Handwritten notes:**

- 30,000** (next to Current Account)
- 30,000** (next to Club night expenses)
- Pass Book +25,000** (next to Repairs to Equipment)
- 25,000 (5,000) overdraft** (next to Cash in hand)

You are given the following additional information (All figures are in ₹)

	01.04.20	31.03.21
Subscription due ✓ o/s	15,000	10,000
Amount due for printing etc. o/s Exp	10,000	8,000
Cheques unpresented being payment for repairs	30,000	25,000
Interest not yet entered in the Pass book	-	2,000
Estimated value of machinery and equipment	80,000	1,75,000

**Handwritten notes:**

- Cash book ↓** (next to 8,000)
- Pass Book x** (next to 25,000)
- CY** (next to 25,000)

For the year ended March 31, 2021, the honorarium to the Secretary is to be increased by a total of ₹20,000 and Ground man is to receive a bonus of ₹20,000. Prepare the Income and Expenditure Account for period ended 31<sup>st</sup> March, 2021 and the Balance Sheet as at that date. (10 Marks)

Income & Exp  
for the year ended ..

Exp	₹	Income	₹
To printing [30,000 - 10,000 + 8000]	28000	By Donation & Sub. [Received - 250,000 (-) o/s at beg. (15000) + o/s at end. 10,000]	245000
To Repairs to Eq. [Paid - 50000 (- 30,000) + 25000]	45000	By Bank Int (5000 + 2000)	7000
To Dep on M/L Inven	52000	By Bar Room Rec.	20,000
To Honorarium (40,000 + 20,000)	60,000	By contribution to club night	10,000
To Groundman fee	75000	By proceeds from club night	78000
To Bonus to grounds.	20,000		
To club night exp	38000		
To Ground Rent	25000		
To Surplus	<u>17000</u>		<u>          </u>

Balance Sheet  
as on Mar 31, 21

Liab	₹	Asset	₹
Cap fund			
op bal - 288000		o/s Sub.	10.000
+ Entrance fees - 18000		Cash in hand	25000
+ Surplus <u>17000</u>	323000	Savings A/c	204000
		Accrued Int	2000
o/s printing exp	8000	Mach & eq.	175000
Current A/c	5000		
o/s Honorarium	60.000		
o/s Bonus	20.000		
	<u>416000</u>		<u>416000</u>

WN1

Balance Sheet  
as on 31st Mar. 20

Liab	₹	Assets	₹
Cap fund (bal. fig)	288000	o/s sub	15000
		Cash in hand	20000
		Saving A/c	193000
		Current A/c	30000
		[60000-30000]	
o/s Honorarium	40000	Mach & Eq.	80000
o/s printing exp	10000		
	<u>          </u>		<u>          </u>

WN2

Mach & Equipment

To bal bld	80000	By Bank	8000
To Bank	155000	By Dep (bal. fig)	52000
	<u>          </u>	By bal bld	<u>175000</u>

Questions 5

(a) From the following income and expenditure account of a Club for the year ending 31<sup>st</sup> March, 2024, you are required to prepare receipt and payment account for the year ending 31<sup>st</sup> March, 2024 and Balance Sheet as on 1<sup>st</sup> April, 2023. - OP

Income and Expenditure Account  
For the year ending 31<sup>st</sup> March, 2024

Expenditure	Amount ₹	Income	Amount ₹
To Lawn Maintenance	42,000	By subscription	1,05,000
To General Expenses	13,000	By Admission fees	12,000
To Stationery (depreciation)	1,500	By Sports material (Sale of second-hand material)	2,400
To Depreciation on Sport material	22,000	By Entertainment	14,000
To Honorarium	10,400		
To Excess of income over Expenditure	44,500		
	1,33,400		1,33,400

2400 profit =

Additional Information:

Particulars	1 <sup>st</sup> April, 2023	31 <sup>st</sup> March, 2024
Cash at bank	60,000	-
Stock of sports material	30,000	-
Tournament fund (after deducting tournament expenses of ₹ 14,000)		6,000
Donations for club building		1,40,000
Subscription due	10,000	15,000
Stationery stock	4,000	-

Stationery was depreciated by 25% and Sports material by 50%. 1000

(10 Marks)

Donation 20000  
(-) exp (14000)  
= cl. bal - 6000



# Receipts & Payment A/c

Receipt	₹	Payment	₹
To bal bld	60,000	By Sports Mat (WN1)	14,000
To sale of Sports Mat	2,400	By Tournament exp	14,000
To Tournament fund donation (14,000 + 6,000)	20,000	By Stationary (WN2)	2,000
To Donation for Building	140,000	By Law & Main	42,000
To Subscription		By Gen exp	13,000
C.Y. Income - 1,05,000		By Honorarium	10,400
+ o/s beg - 10,000			
- o/s end (15,000)	1,00,000		
To Adm. fees	12,000	by bal old	2,53,000
To Ent.	14,000		
	<u>3,48,400</u>		<u>3,48,400</u>

Balance Sheet  
as on 1st Apr 23

Liab	₹	Assets	₹
Cap fund (bal. fig)	104000	Cash at Bank	60.000
		Stock of sp Mat	30.000
		o/s Sub.	10.000
		Stationary Stock	4000
	<u>104000</u>		<u>104000</u>

WINI

Sports Material A/c

Part	₹	Part	₹
To bal bld	30.000	By Dep	22000
To Bank A/c	14000	By Bank	2400
To Inc & exp	2400		
	<u>      </u>	by bal old	<u>22000</u>

Total Sports Mat = x

$x \times \frac{50}{100} = 22000$

x = ₹44000

1. Bank Dr 2400  
    To Sports Mat 2400

2. Sp Mat 2400  
    To Income & Exp 2400

WN2

Total Stationary = x

$x \times \frac{25}{100} = 1500$

x = 6000 ✓

Stationary A/c

To bal bld	4000	By Dep	1500
To Bank	2000	by bal cld	4500
(6000-4000)			<u>    </u>