



Department of Examinations - Sri Lanka

G.C.E. (A/L) Examination - 2021 (2022)

33 - Accounting

Marking Scheme

This document has been prepared for the use of Marking Examiners. Some changes would be made according to the views presented at the Chief Examiners' meeting.

Amendments to be included

G.C.E. (A/L) Examination - 2021 (2022)
33 - Accounting
Paper I

Question	Answer
1	5
2	3
3	2
4	4
5	4
6	5
7	3
8	3
9	3
10	4
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12	2
13	2
14	2
15	3
16	5
17	4
18	5
19	4
20	4
21	4
22	4
23	3
24	3
25	3
26	4
27	4
28	4
29	3
30	2

(04 Marks for each right answer for Questions 1 -30, Total Marks 120)

31. A - F / False 01
B - T / True 01
C - T / True 01
D - T / True 01
32. A - No Change 01
B - Increase 01
C - Increase 01
D - Decrease 01
33. A - Cash Payments Journal 01
B - General Journal 01
C - Sales Journal 01
D - Sales Journal / General Journal 01
34. (a) Rs. 558 000 02
(b) Rs. 558 000 02
35. A - Entity 01
B - Periodicity 01
C - Money Measurement 01
D - Matching 01
36. A - T / True 01
B - T / True 01
C - T / True 01
D - F / False 01

37. (a) Rs. 420 000 02
 (b) Rs. 200 000 02
38. (a) Rs. 2 000 */ 2m* 02
 (b) Rs. 4 200 02
39. (a) Profit and Loss Appropriation A/C Dr 1 800
Current A/C - Manjula Cr 1 800 02
 (b) Profit and Loss Appropriation A/C Dr 800
Current A/C - Sanjula Cr 800 02
40. A - Financing 01
 B - Investing /Operating 01
 C - Operating 01
 D - Investing 01
41. (a) Adjusting event 02
 (b) Rs. 75 000 02
42. (a) Rs. 1 500 02
 (b) Rs. 1 000 02
43. (a) Faithful representation 01
 (b) Present obligation 01
 (c) Current value 01
 (d) Economic resource 01
44. (a) Rs. 6 800 000 */ 6.8 m* 02
 (b) Rs. 4 200 000 02

45. (a) 6 times (02)
 (b) 60 days (02)
46. (a) Rs. 7 500 (02)
 (b) Rs. 9 500 (01)
 (c) Rs. 3 500 (01)
47. (a) Product and Period Cost/ Direct and Indirect Cost
Productivity / OH (02) 2/0
 (b) Variable cost and Fixed cost (02)
48. (a) 200 Units (02)
 (b) Rs. 16 000 (02)
49. (a) Rs. 240 000 / 240 (02)
 (b) Rs. 90 (02)
50. (a) Rs. 5 650 000 / 5.65 m (01)
 (b) Rs. 1 650 000 (01)
 (c) Rs. 200 000 (01)
 (d) Rs. 60 000 (01)

(80 Marks)

Question No.	1 - 30	120 Marks
	31 - 50	<u>80 Marks</u> <u>200 Marks</u>

Question No. 1

(1)

Eranga PLC**Statement of Profit or Loss and Other Comprehensive Income**

(01)

for the year ending 31st March 2021.**Rs.'000**

	Notes	
Sales		60 000
Cost of Sales		<u>38 500</u>
Gross profit	(01)	21 500
Other income	01	1 000 (01) WR 1
Distribution cost		(6 900) (03) WR 2
Administration expenses		(7 100) (01) WR 3
Other expenses		(1 600) (01) WR 4
Finance cost		(1 200)
Profit before tax	02	5 700
Income tax expenses	03	(1 500) (02)
Profit for the period		4 200
Other comprehensive income		
Change in land revaluation surplus		(01) <u>5 000</u>
Total comprehensive income		(01) 9 200

Note 01: Other income**Rs. 000**

Gain on disposal of motor vehicle

Rs. 1 000

Note 02: Profit for the year has been calculated after charging expenses including the following:

	Rs.'000
Directors remuneration	1 200
Auditors' fee	300
Depreciation	5 950
Allowance for impairment	600
Revaluation deficit	1 000

(01 Mark for any two items - Maximum (02) Marks)

Note 03: Income tax

Current year tax expense	1 600	01
Over provision	<u>(100)</u>	01
Income tax expense	<u><u>1 500</u></u>	

Workings in Rs.'000:

WR 1 Other Income

Cost of the asset	5 000	
Accumulated depreciation	<u>(2 000)</u>	
Carrying amount	3 000	
Disposal proceeds	<u>4 000</u>	01
Gain on disposal	<u><u>1 000</u></u>	

WR 2 Distribution cost

Balance	7 200	
Interim dividend	<u>(400)</u>	01
Over provision of depreciation	<u>(500)</u>	01
Allowance for impairment	<u>600</u>	01
Total	<u><u>6 900</u></u>	

WR 3 Administrative expenses

Balance	6 800	
Auditors fees	<u>300</u>	01
Total	<u><u>7 100</u></u>	

WR 4 Other expenses

Balance	600	
Revaluation deficit	<u>1 000</u>	01
Total	<u><u>1 600</u></u>	

(14 Marks)

(2)

Eanga PLC
Statement of Changes in Equity
for the year ending 31.03.2021

Rs.'000

	Stated capital - ordinary shares	Retained earnings	Revaluation reserve	Total
Balance as at 01.04.2020	38 000	12 500	-	50 500
Total comprehensive income		(01) 4,200	5 000	9 200
Interim dividends		(400)	(01)	(400)
Balance as at 31.03.2021	38 000	16 300	5 000	59 300

(02 Marks)

(3)

Ranga PLC
Statement of Financial Position
as at 31st March 2021

(01)

		Rs.'000
Non-current assets		
Property, plant and equipment	04	50 000
Right-of-use asset	05	6 000
Current assets		
Inventory		4 250
Trade receivables		6 800
Cash and cash equivalents		500
Total assets		67 550
Equity		
Stated capital - ordinary shares		38 000
Reserves		
Revaluation reserve		5 000
Retained earnings	01	16 300
Non-current liabilities		
Lease liability	01	2 949
Current liabilities		
Lease liability		551
Trade payables		4 250
Income tax payable		200
Audit fees payable		300
Total of Equity and Liabilities		67 550

*01 Mark for every two items (02) Marks

Note 4: Property, plant and equipment

(Rs.'000)

Cost/value	Land	Buildings	Motor vehicle	Office equipment	Total
Balance as at 01.04.2020	10 000	18 000	24 000	6 300	58 300
Additions				1 200	1 200
Revaluation Surplus/(Deficit)	5 000	(01)		(1 000)	4 000
Transfer of Accumulated Depreciation				(1 500)	(1 500)
Disposals			(5 000)	(01)	(5 000)
Balance as at 31.03.2021	15 000	18 000	19 000	5 000	57 000
Accumulated Depreciation					
Balance as at 01.04.2020	(01)	2 100	1 700	750	4 550
Additions		900	4 300	750	5 950
Transfer of Accumulated Depreciation				(1 500)	(1 500)
Disposals			(01)	(2 000)	(2 000)
Balance as at 31.03.2021		3 000	4 000	-	7 000
Carrying amount as at 31.03.2021	15 000	15 000	15 000	5 000	50 000

Note 05: Right-of-use asset

(Rs.'000)

Cost	Right-of-use asset
Down payment	2 500
Lease liability	3 500
Balance as at 31.03.2021	6 000

Note 06: Non-adjusting event

A building with a carrying amount of Rs. 5 000 000 was fully destroyed due to a fire occurred on 15.05.2021.

(24 Marks)

(Total 40 Marks)

Question No. 1

Section	(1)	(2)	(3)	Total
Marks Allocated	14	02	24	40

Question No. 2

(a)

(1)

Payroll for the month of May 2021**Rs.'000**

Employee No.	Basic Salary	Fees for extra teaching hours	Internet allowance	Fixed Allowance	Gross Salary	EPF (10%)	Deductions		Total Deduction	Net Salary	EPF (15%)	ETF (3%)
							Loan installment	Salary advance				
1	100	30	5		135	13	40		53	82	19.5	3.9
2	100	90	5		195	19		25	44	151	28.5	5.7
3	100		5	50	155	15	60		75	80	22.5	4.5
	300	120	15	50	485	47	100	25	172	313	70.5	14.1

(01)

(02)

(01)

(01)

(02)

(01)

(01)

(02)

(02)

(Full marks if all items in a column are correct (Excluding the totals))

(13 Marks)

(2)

Salaries Control Account**Rs.'000**

EPF Payable	* 47	Salary expenses	(01) 485
Staff loan	* 100		
Salary advance	* 25		
Cash / Salaries payable	* 313		
	485		485

* 01 mark for every two items based on student's Payroll (02) Marks

(03 Marks)

(16 Marks)

(b)

(1) Overhead Analysis Sheet

Description	Basis of Apportionment	Total	Processing	Bottling	Stores
Production manager's salary	Direct	710	384	326	01
Storekeeper's salary	Direct	300			300 01
Indirect wages	No. of employees/ (6:5:1) 01	1 200	600	500	100 01
Electricity charges	Kilowatt hours/ (4:3:1) 01	240	120	90	30 01
Rent	Floor area/ (15:5:4) 01	480	300	100	80 01
Depreciation on machinery	Machinery cost/ (3:1) 01	120	90	30	01
Re-apportionment of stores overheads	3:2	3 050	1 494	1 046	510
Total production overheads		3 050	1 800	1 250	-

(12 Marks)

(2) Overhead absorption rate per hour (Rs.)

Processing	Bottling
<u>30</u> 02	<u>25</u> 02
per machine hour	per labour hour

Working:

Total production overheads (Rs'000)

01 1 800 01 1 250

Number of hours (in '000)

60 01 50 01

Overhead absorption rate (Rs.)

30 25

(04 Marks)

(3) Total cost per bottle of Mango Juice = Rs. 300 (03)**Working:**

	Rs.
Direct material	115
Direct labour	50]
Production overheads:	01
Processing	(2 hrs X Rs. 30) 01 60
Bottling	(3 hrs X Rs. 25) 01 75
Total cost	135 300

Total cost per bottle of Orange Juice = Rs. 345 (03)**Working:**

	Rs.
Direct material	70]
Direct labour	60]
Production overheads:	01
Processing	(3hrs X Rs. 30) 01 90
Bottling	(5hrs X Rs. 25) 01 125
Total cost	215 345

(06 Marks)

(4) Selling price per bottle of Mango Juice = Rs. 375 (02)**Working:**

	Rs.
Total production cost	01 300
Profit margin - Total production cost x 25%	01 <u>75</u>
Selling price	375

(02 Marks)

(24 Marks)

(Total 40 Marks)

Question No. 2

Part	1	2	3	4	Total
(a)	13	03	-	-	16
(b)	12	04	06	02	24 40

Question No. 3

Rs.'000

(1)

Transaction No.	Assets				Liabilities		Equity
	Equipment	Inventory	Trade receivables	Cash	Trade payables	Accrued expenses	
1	+750			+500			+1 250
2		+200			+200		
3		-40			-40		
4		-60	+100				+40
5		+6	-10				-4
6				-152	-160		+8
7		-3					-3
8			-10	+9			-1
9						+7	-7
10				-5			-5
11		-20		+35			+15
12	-15						-15
Closing balance*	735*	83*	80*	387*	0*	7*	1 278

* (01 Mark each for two balances - (03) Marks)

(24 Marks)

(2) Revised cash balance

Cash account balance as at 30.04.2021

Rs.'000

(01) 387

Bank charges

(1)

(01)

Standing order payment

(5)

(01)

Direct deposit of a customer

20

(01)

Revised balance of cash account as at 30.04.2021**401****(04 Marks)**

(3)

Bank Reconciliation Statement

Revised cash account balance as at 30.04.2021

(01) 401

Add: Unpresented cheque

5

(01)

Bank statement balance as at 30.04.2021**(01) 406**(03)
(01 Marks)

(4) **Income Statement
for the month ended 30th April 2021**

Rs.'000

Sales		135	01
Sales return		(10)	01
<i>Less: Cost of sales</i>		125	
Purchases	200*		
Purchase returns	(40)*		
Donations	(3)*		
Closing inventory	(83)*	74	
Gross profit		51	
Other income			
Discount received		8	01
Expenses			
Donations	3*		
Discount allowed	1*		
Electricity expenses	7*		
Maintenance expenses	5*		
Depreciation	15*		
Bank charges	1*	(32)	
Net profit		01 27	

Alternative: Cost of sales = 60 + 20 - 06 = 74

*01 Mark for every two items 05 Marks

(09 Marks)

(Total 40 Marks)

Question No. 3

Section	1	2	3	4	Total
Marks Allocated	24	07	03	09	40

04

Question No. 4

(a)

(1) Initial cash outflows Rs. 7 300 000 (04)

Working	
Initial Cash outflows	Rs.'000
Cost of the machine	6 500 01
Transportation cost	50 01
Installation cost	200 01
Working capital	550 01
Total outflows	7 300

(2) Cash inflows for each year:

Year	0	1	2	3	4	5	6
Cash inflows - Rs.'000							
Incremental operating cash inflow		1550	1800	1950	2250	2050	1750
Residual value							750
Recovery of working capital							550
Total inflows	0	1 550	1 800	1 950	2 250	2 050	3 050

(04 M)

(3) NPV of the project Rs.'000:

Net cash flow	(7 300)	1 550	1 800	1 950	2 250	2 050	3 050
Discounting factor 12%	1	0.89	0.79	0.71	0.64	0.57	0.51
Present value	(7 300)	1 380	1 422	1 384	1 440	1 168	1 556

8 350

Net present value (01) 1 050

(4) Recommendation

(01 Ma)

(01) Accept the project as NPV is positive

(01 Mark)

(10 Marks)

(b)

(i)

Cash Receipts Journal (Rs.'000)

(i) Description	Discount	Amount	Analysis			
			Sales	VAT	Trade Debtors	Other
Opening Debtors		150			150*	
Sales		324	300*	24*		
Kasun	60*	588			588*	
Amila	40*	392			392*	
Prabath		600			600*	
Delivery charges		54				54*
Total	100	2 108	300	24	1 730	54

*Any two items 01 Mark each – Maximum **(04)** MarksTotal amounts – 01 Mark for any two total amounts – Maximum **(02)** Marks**Cash Payments Journal (Rs.'000)**

(ii) Description	Discount	Amount	Trade Creditors	Purchases	Expenses	Other
Creditors		250	250*			
VAT		20				20*
Purchases		500		500*		
Nadan Traders	5*	600	600*			
Operating expenses		198			198*	
Total	5	1 568	850	500	198	20

(3)

*Any two items 01 Mark each – Maximum **(04)** MarksTotal amounts – 01 Mark for any two total amounts – Maximum **(02)** Marks**Cash Account (Rs.' 000)**

B/B/F	100	VAT Payable	* 20
Trade debtors	*1 730	Purchases	* 500
Cash sales	* 300	Trade Creditors	* 850
VAT	* 24	Operating expenses	* 198
Delivery charges received	* 54	B/C/F	640
	2 208		2 208

(4)

*(01 Mark for each given answer – Maximum **(08)** Marks)

(iii)

Trade Debtors Control Account (Rs.' 000)

B/B/F	150	Cash	1 730*
Sales	1 800*	Discount allowed	100*
VAT	144*	B/C/F	264
	2 094		2 094

*(01 Mark for each item – Maximum **(03) Marks**)

(iv)

VAT Control Account (Rs.' 000)

Trade creditors	56*	B/B/F	20
Cash	20*	Trade debtors	144*
B/C/F	112	Cash	24*
	188		188

*(01 Mark for each item – Maximum **(04) Marks**)**(22 Marks)**

(2)

General Journal

	Dr (Rs.'000)	Cr (Rs.'000)	
Discount Received Account	5		
Profit or Loss Account (Being rectifying not recording discount received)		5	01
Profit or Loss Account	100		
Discount Allowed Account (Being rectifying not recording discount allowed)		100	01
Profit or Loss (operating expenses)	100		
Suspense Account (Being rectifying erroneous recording operating expenses)		100	01

(01) Mark if all three narrations are provided**(04 Marks)**

Statement of profit correction		Rs.'000
(3)	Draft profit for the period	856
Add:		
Omission of discount received		5 (01)
Less:		
Omission of discount allowed	(100)	(01)
Understatement of operating expenses	(100)	(01)
Revised profit	01	661
		(04 Marks)
		(30 Marks)
		(Total 40 Marks)

Question No. 4

Part	1	2	3	4	Total
(a)	04	04	01	01	10
(b)	22	04	04	-	30
					40

Question No. 5

(a)

(1)

Lal, Ravi and Piyal Partnership Income Statement for the year ending 31.03.2021**Rs.'000**

Sales		12 000
Cost of sales		(3 900) 01
Gross profit		8 100
Operating expenses	(2 300)	
Interest on Lal's loan	(100) 01	(2 400)
Net profit		01 5 700
<i>Interest on capital:</i>		
Lal	400	
Ravi	300	
Piyal	200	02
<i>Salaries:</i>		(900)
Lal	600	
Ravi	600	
Piyal	600	01
<i>Profit share:</i>		(1 800)
Lal	1 500	
Ravi	900	
Piyal	600	01
		(3 000)

(07 Marks)

(2) **Capital Accounts (Rs.'000)**

	Lal	Ravi	Piyal		Lal	Ravi	Piyal
Goodwill	900		600 01	B/B/F	4 000	3 000	2 000
Investment		1 200 01		Goodwill	750	450	300 01
Office equipment		300 01		Current account			1 490
Loan		3 440					
B/C/F	01 3 850		1 700				
	4 750	4 940	2 300		4 750	4 940	2 300

Current Accounts (Rs.'000)

	Lal	Ravi	Piyal		Lal	Ravi	Piyal
B/B/F			60	B/B/F	100	90	
Goods drawings	80	20 01		Interest on capital	01 400	300	200
Salaries/ drawings	500	400	01 300	Salary	01 600	600	600
Capital		1 490		Profit share	01 1 500	900	600
B/C/F	2 120		1 040	Creditors		20 01	
	2 700	1 910	1 400	Interest on loan	01 100		
	2 700	1 910	1 400		2 700	1 910	1 400

(12 Marks)

(3) **Loan Amount Payable to Ravi 01 Rs. 3 440 000**

(01 Mark)

(20 Marks)

(b) Saranga PLC for the year ending 31.03.2021

Cash flows from operating activities (Direct method):

	Rs.'000	
Collection from customers	25 800	(02) WR 1
Payments to suppliers and employees	<u>(19 350)</u>	(06) WR 2
	6 450	
Interest paid	(1 750)	(01) WR 3
Tax paid	(1 150)	(01) WR 4
Net cash flow from operating activities	3 550	

Cash flows from operating activities (Indirect method):

	Rs.'000	
Profit before tax	5 200	
Depreciation	1 800	(01)
Gain on motor vehicle disposal	(800)	(01)
Interest receivable	(400)	(01)
Interest expenses	1 500	(01)
	7 300	
<i>Changes in working capital:</i>		
Increase in inventory	(600)	(01)
Decrease in trade receivables	800	(01)
Increase in prepaid expenses	(300)	(01)
Decrease in trade payables	(750)	(01)
Cash from operations	6 450	
Tax paid	(1150)	(01) WR 3
Interest paid	(1750)	(01) WR 4
Net cash flows generated from operating activities	3 550	

(20 Marks)

Workings (WR):	Rs.'000
WR 1	
Trade receivables as at 01.04.2020	6 000
Sales	25 000
Trade receivables as at 31.03.2021	(5 200)
Cash received	25,800
WR 2	
Inventory as at 01.04.2020	1 800*
Purchases	15 600
Inventory as at 31.03.2021	(2 400)*
Cost of sales	<u>15 000</u>
Trade payables as at 01.04.2020	4 250*
Purchases	15 600
Trade payables as at 31.03.2021	(3 500)*
Cash paid for trade payables	<u>16 350</u>
Prepaid operating expenses as at 01.04.2020	200*
Expenses	4 500
Prepaid operating expenses as at 01.04.2020	(500)*
Depreciation	(1 800)
Cash paid for operating expenses	<u>3 000</u>
Payment for suppliers and employees	<u>19 350</u>
(*01 Mark for two items, Maximum 03 Marks)	
WR 3	
Interest expenses payable as at 01.04.2020	650
Interest expense	1 500
Interest expenses payable as at 31.03.2021	(400)
Interest paid	<u>1 750</u>
WR 4	
Income tax payable as at 01.04.2020	450
Tax expense	1 000
Income tax payable as at 31.03.2021	(300)
Income tax paid	<u>1 150</u>

(Total 40 Marks)**Question No. 5**

Part	1	2	3	Total
(a)	07	12	01	20
(b)				20
				40

Question No. 6

(a)

(1) Variable cost per team (Rs.):

5 000 (02)**WR (Rs.)**

Food and beverages

4 000 **01**

Cost of sanitization

1 000 **01****Variable cost per team**5 000

(2) Fixed cost (Rs.):

110 000 (05)**WR (Rs.)**

Charges for three umpires

15 000 **01**

Trophies and certificates

50 000 **01**

Sports equipment hiring cost

25 000 **01**

Music band for the day

8 000 **01**

Food and beverages for organizers

12 000 **01****Total fixed cost**110 000

(3) Contribution per team (Rs.)

5 000 (02)**WR (Rs.)**

Entrance fees

10 000 **01**

Variable cost per team

01 (5 000)

Contribution per team5 000

(4) No. of teams to break even:

22 (02)**WR (Rs.)**

Fixed cost

01 110 000

Contribution per team

01 5 000

No. of teams to break even $110\ 000/5\ 000 = 22$ (5) Expected number of teams to obtain
Rs. 40 000 surplus:30 (03)**WR (Rs.)**

Total fixed cost

01 110 000

Expected surplus

40 000 **01**

Contribution per team

5 000 **01****Expected number of teams** $(110\ 000+40\ 000)/5\ 000 = 30$

(b) Expected Surplus if 35 teams participate (Rs.) : 125 000 (06)

WR (Rs.)*Revenue:*

Tournament fee	(35 01 x 10 000 01)	350 000
Expected sponsorship		60 000 01
		410 000
Variable cost	(35 01 x 01 5 000)	175 000
Fixed cost		01 110 000
Surplus		<u>125 000</u>

or Alternative answer:

Contribution	(35 01 x 02 5 000)	175 000
Expected sponsorship		60 000 01
Fixed cost		235 000
Surplus		02 (110 000)

(20 Marks)

(b)

(1) Net profit ratio 7.5% (02)

WR:

Gross Profit	30 000
Operating expenses	(12 000)
Interest expenses	(6 000)
Tax expenses	(3 000)
Net Profit	<u>9 000</u> 01
Sales	120 000 01
Net profit ratio	<u>9 000 /120 000 = 7.5%</u>

(2) Quick assets ratio 1:1 (02)

WR:

Current Assets	58 000
Inventory	(21 500)
Prepayments	(7 500)
Quick Assets	<u>29 000</u> 01
Current Liabilities	29 000 01
Quick assets ratio	<u>29 000/29 000 = 1:1</u>

(3) **Debt collection period** 60 days (02)

WR:	
Debtors as at 31.03.2020	22 500
Debtors as at 31.03.2021	<u>17 500</u>
Average debtors	<u>20 000</u> (01)
Sales	120 000
Number of working days	360 (01)
Debt collection period	$(20\ 000 / 120\ 000) * 360 = 60\ \text{days}$

(4) **Inventory turnover ratio** 4.5 times (02)

WR:	
Sales	120 000
Gross profit	<u>(30 000)</u>
Cost of sales	<u>90 000</u> (01)
Inventory as at 31.03.2020	18 500
Inventory as at 31.03.2021	<u>21 500</u>
Average inventory	<u>20 000</u> (01)
Inventory turnover ratio	$90\ 000 / 20\ 000 = 4.5\ \text{times}$

(5) **Debt-equity ratio** 60% (02)

WR:	
Long-term loan	<u>54 000</u> (01)
Equity as at 01.04.2020	81 000
Net profit	<u>9 000</u>
Equity as at 31.03.2021	<u>90 000</u> (01)
Debt-equity ratio	$54\ 000 / 90\ 000 = 60\%$

(10 Marks)

(c)

(1) **Subscription A/C**

			(Rs.'000)
B/B/F	90	(01)	Cash
Income & Expenditure	1 140	(01)	Income & Expenditure
B/C/F	150	(01)	B/C/F
	1 380		1 380

(06 Marks)

Working:

	No. of members	Subscription per member (Rs.'000)	No. of years	Amount (Rs.'000)
Subscription receivable as at 01.01.2020	15	6		90 01
Subscription receivable as at 31.12.2020	12	6		72 01
Cancellation of membership	10	6	2	120 01
Cash received:				
New members	25	6	2	300 01
Outstanding fee plus current year of 5 members	5	6	2	60 01
Other members	138	6		828
				1 188
Subscription paid in advance as at 31.12.2020	25	6		150 01
Membership fee recognized for current year	190	6		1 140

(2) Income Statement

(Rs.'000)

Subscription	1 140*
Donations	240*
Sports tournament income	790*
	2 170
Allowance to coaches	(1 150)*
Depreciation	(300)*
Office expenses	(520)*
Subscription written off	(120)*
Surplus	01 80

01 Mark for two correct items –Maximum **03** Marks

(Total 10 Marks)

(Total 40 Marks)

Question No. 6

Part	1	2	3	4	5	06	Total
(a)	02	05	02	02	03	06	20
(b)	02	02	02	02	02	-	10
(c)	06	04	-	-	-	-	10
							40