

- 1 The Klassik Music Society produced the following receipts and payments summary for the year ended 31 March 2013.

Receipts	\$
Subscriptions	30 000
Sales of food and drink	50 000
Bank loan	30 000
Income from concerts	116 800
Sale of surplus equipment	30 000

Payments	
Balance, 1 April 2012	12 000
Purchase of new equipment	10 000
Hire of hall for concerts	27 000
Printing	14 000
Equipment maintenance and repairs	8 000
Purchases of food and drink	23 000
Salaries	45 000
Cost of concerts	83 500
Sundry expenses	760
Sponsorship	1 000
Balance, 31 March 2013	?

Additional information:

	31 March 2012	31 March 2013
	\$	\$
1 Salaries in arrears	2 800	1 600
Subscriptions owing	1 600	2 600
Subscriptions prepaid	1 000	400
Printing accrued	2 600	2 800
Equipment (cost \$200 000), at NBV	160 000	?
Food and drink inventory	15 400	13 200

- 2 The bank loan was received on 1 July 2012. Interest is charged at 12% per annum. No interest had been paid by the year end.
- 3 The equipment sold was purchased on 1 June 2011 and had a NBV of \$32 000.
- 4 Depreciation is provided at 20% on cost for equipment in use at the year end.

REQUIRED

- (a)** Prepare the trading section of the income statement for the year ended 31 March 2013.

[2]

- (b)** Calculate the gross profit percentage, to **one** decimal place, made on sales of food and drink.

[2]

- (c)** The prices of food and drink sold had been planned to obtain a gross margin of 70%.

Compare this figure with the figure calculated in **(b)** and state **two** reasons why these figures may differ.

[4]

- [12]

