The following receipts and payments accounts for Victory Fun Club for the year ended 31/10/2015.

**Receipts N’000 Payments N’000**

Subscription 1,643,560 Printing and stationery 59,160

Sponsored walk 478,802 Bar steward’s salary 69,600

President’s ball collections 408,000 Caterer for president’s ball 250,000

Sundry Income 75,000 Light, cleaning etc 32,640

Bar takings 510,000 Petty cash 65,000

Sales of equipment 7,923 Bar Creditors 280,500

Raffles 183,030 Investment in ABC limited 450,000

Donation 50,000

Sundry Presidents’s ball exp. 5,275

Prizes for raffles 21,600

Building project (Materials) 839,000

Rent 360,000

Secretary’s salary 120,000

Sundry bar expenses 3,360

Bank charges 36,000

Hiring of hall for Pres. Ball 20,000

Building project (wages) 525,000

Insurance 18,000

New equipment 67,800

The following additional information has been given:

1. Current Assets and Liabilities were:

|  |  |  |  |
| --- | --- | --- | --- |
| 2014 | | 2015 | |
| N’ 000 | | N ‘ 000 | |
| Bar inventories | 27,000 | | 36,000 |
| Bar payables | 18,000 | | 33,000 |
| Subscriptions in arrears | 240,000 | | 360,000 |
| Subscriptions in advance | 150,000 | | 210,000 |
| Light and cleaning owing | 4,200 | | 6,800 |
| Insurance prepaid | 4,200 | | 5,200 |
| Petty cash float | 3,000 | | 1,000 |
| Cash in hand | 15,565 | | 14,340 |
| Bank balance | 246,500 | | 281,105 |

2. The petty cash float is used exclusively for telephone and postages.

3. The club started constructing its club House during the year. The project will take four years to complete. Amount owed for building materials supplied at 31st October 2015 was N 511,500,000. Wages owed for October 2015 was N 175,000,000. Inventories of materials at the end was N 220,500,000

4. Tickets for the President‟s Ball were sold at N 300,000 each. The Club engaged the services of a caterer who agreed to charge on the number of plates served under the following conditions:

* Below 1,500 plates, amount to be charged per plate was N 250,000.
* From 1,501 to 2,000 plates, amount to be charged per plate was N 220,000.
* Above 2,000 plates, amount to be charged per plate was N 200,000.
* Of the 2,400 tickets sold, 90% attended the function and were served

5. Depreciation of equipment is to be calculated at 10% per annum on written down value. The Club’s equipment which was disposed of during the year had a net book value of N 9,905,000 on 1st November 2014.

6. Subscriptions in arrears for more than one year are to be written off.

7. An amount of N 1,000,000,000 is to be transferred from accumulated fund to building fund.

8. Investment in ABC limited is expected to be held for at least five years.

9. Included in subscription is an amount of N 192,000,000 in respect of 2014.

10. Rent paid represents one and half years to 30th April, 2017.

**Required:**

(a) Accounts showing the profit or loss on bar operation and President‟s Ball

(b) The accumulated fund as at 1st November 2014.

(c) The Income and Expenditure Account of Victory Fun Club for the year ended 31st October 2015 and Statement of financial position as at that date.