VU LEARNING HUB

FIN611 Assignment 1 Solution

Fall 2026

📢 Join our official WhatsApp Channel for instant VU updates, past papers & assignment solutions!

➡ **https://whatsapp.com/channel/0029VbDOzXMC6ZvZBUbW8k2n**

💬 Questions? Chat with us on WhatsApp for quick help & guidance!

➡ **https://wa.me/923135320064**

🌐 Visit our website for more past papers, notes & assignment solutions!

➡ **https://vulearninghub.xyz**

FIN611 Assignment 1 Solution

Fall 2026 | Total Marks: 10 | Due Date: 16 November 2026

Name: VU Learning Hub

Community Recreation Centre

Prepare the Income and Expenditure Account for the year ended 31 March 2018 and the Balance Sheet as at 31 March 2018.

Working Notes

The centre received 59440 as subscriptions in the year.

A sum of 1400 in this amount belongs to the last year.

It is removed from the income of this year.

A sum of 800 was received early for the next year.

It is also removed from the income of this year.

Subscriptions of 2000 are due but not yet received.

They are added to the income of this year.

Subscription income is 59240 after these three changes.

The centre paid 100800 to restaurant suppliers in the year.

It owed 10400 to suppliers at the start of the year.

It owes 11200 to suppliers at the end of the year.

Purchases for the year are 101600 after these changes.

Restaurant stock was 5200 at the start and 6000 at the end.

Goods sold by the restaurant cost 100800.

The restaurant took 113600 in the year.

Its profit is 12800.

Prize stock was 1600 at the start and 1000 at the end.

Prizes of 8000 were bought in the year.

Prizes used in the year cost 8600.

Rent of 15000 was paid for 18 months.

Rent for the year is 10000.

Rent paid in advance is 5000.

Furniture loses 10 percent of its value in the year.

The loss is 9600.

Income for the year is 99480.

Spending for the year is 93160.

The surplus for the year is 6320.

The opening capital fund is 103280.

It is opening assets of 113680 less opening liabilities of 10400.

Entrance fees of 6400 are added to it as a capital receipt.

The surplus of 6320 is also added to it.

The closing capital fund is 116000.

Furniture is shown at 86400 after the loss of 9600.

Total liabilities and total assets are both 128160.

Income and Expenditure Account for the year ended 31 March 2018

Income	Rs.	Expenditure	Rs.
Subscriptions	59240	Wages of Outdoor Staff	26760
Restaurant Profit	12800	Rent	10000
Games Competition Receipts	27440	Rates and Taxes	4400
		Secretary Salary	6240
		Lighting Expenses	15400
		Competition Prizes Consumed	8600
		Printing and Stationery	12000
		Depreciation on Furniture	9600
		Outstanding Petty Cash Expenses	160
		Surplus	6320
Total	99480	Total	99480

Balance Sheet as at 31 March 2018

Liabilities	**Rs.**	**Assets**	**Rs.**
Capital Fund	116000	Furniture	86400
Due to Restaurant Suppliers	11200	Investment in Fixed Deposit	16000
Subscriptions Received in Advance	800	Restaurant Stock	6000
Outstanding Petty Cash Expenses	160	Stock of Competition Prizes	1000
		Outstanding Subscriptions	2000
		Prepaid Rent	5000
		Cash and Bank	11760
Total	128160	Total	128160