



- 2** The Hi Notes Music Club provides facilities for its members to practise together. It also runs a coffee shop where members can buy refreshments.

The club's assets and liabilities were:

	31 March 2025	31 March 2026
	\$	\$
cash at bank	1 715	6 625
subscriptions received in advance	720	640
subscriptions owing by members	400	480
club rent paid in advance	1 200	1 800
coffee shop inventory	390	375

The following totals have been taken from the club's receipts and payments account for the year ended 31 March 2026.

receipts	\$
subscriptions received	16 160
coffee shop sales	14 760
payments	
coffee shop purchases	5 395
coffee shop wages	2 800
club rent and insurance	13 467
club general expenses	4 348

REQUIRED

- (a)** Calculate the accumulated fund of the club at 31 March 2025.

[3]





(b) Prepare the subscriptions account for the year ended 31 March 2026. Balance the account and bring down the balances at 1 April 2026.

Hi Notes Music Club
Subscriptions account

date	details	\$	date	details	\$
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[6]





(c) Prepare the income statement for the coffee shop for the year ended 31 March 2026.

Hi Notes Music Club
Coffee shop income statement for the year ended 31 March 2026

	\$	\$
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[4]



(d) Prepare the income and expenditure account for the club for the year ended 31 March 2026.

Hi Notes Music Club
Income and expenditure account for the year ended 31 March 2026

	\$	\$
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[5]

(e) Calculate the accumulated fund of the club at 31 March 2026.

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..... [2]

[Total: 20]



Question	Answer	Marks																												
2(a)	<table><tr><td></td><td>\$</td><td></td><td>\$</td></tr><tr><td>Cash at bank</td><td>1 715</td><td>}</td><td></td></tr><tr><td>Subscriptions accrued</td><td>400</td><td>}{(1)</td><td></td></tr><tr><td>Rent prepaid</td><td>1 200</td><td>}</td><td></td></tr><tr><td>Coffee shop inventory</td><td><u>390</u></td><td>}</td><td>3 705</td></tr><tr><td>Subscriptions prepaid</td><td></td><td><u>720</u></td><td>(1)</td></tr><tr><td>Accumulated fund</td><td></td><td><u>2 985</u></td><td>(1)OF</td></tr></table>		\$		\$	Cash at bank	1 715	}		Subscriptions accrued	400	}{(1)		Rent prepaid	1 200	}		Coffee shop inventory	<u>390</u>	}	3 705	Subscriptions prepaid		<u>720</u>	(1)	Accumulated fund		<u>2 985</u>	(1)OF	3
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	<p>Guidance</p> <ul style="list-style-type: none">For marking purposes, labels for figures have been ignored and the relationship between figures has been given importance.Any format of presentation is acceptable for markingIf <u>one</u> asset is omitted, the answer can get OFIf the answer is 3625 (treating subscriptions in advance as asset and subscriptions owing as liability) a total of (2) marks may be awardedIf the answer omits <u>one</u> asset and treats subscriptions in advance as asset and subscriptions owing as liability, (1) OF mark may be awarded for the answer																													

Question	Answer						Marks																																																	
2(b)	Hi Notes Music Club Subscriptions account						6																																																	
	<table><tr><th>Date</th><th>Details</th><th>\$</th></tr><tr><td>2025</td><td></td><td></td></tr><tr><td>Apr 1</td><td>Balance b/d (1)</td><td>400</td></tr><tr><td>2026</td><td></td><td></td></tr><tr><td>Mar 31</td><td>Income and expenditure (1)OF</td><td>16 320</td></tr><tr><td></td><td>Balance c/d</td><td><u>640</u></td></tr><tr><td></td><td></td><td><u>17 360</u></td></tr><tr><td>2026</td><td></td><td></td></tr><tr><td>Apr 1</td><td>Balance b/d (1)</td><td>480</td></tr></table>	Date	Details	\$	2025				Apr 1	Balance b/d (1)	400	2026			Mar 31	Income and expenditure (1)OF	16 320		Balance c/d	<u>640</u>			<u>17 360</u>	2026			Apr 1	Balance b/d (1)	480	<table><tr><th>Date</th><th>Details</th><th>\$</th></tr><tr><td>2025</td><td></td><td></td></tr><tr><td>Apr 1</td><td>Balance b/d (1)</td><td>720</td></tr><tr><td>2026</td><td></td><td></td></tr><tr><td>Mar 31</td><td>Bank/Cash (1)</td><td>16 160</td></tr><tr><td></td><td>Balance c/d</td><td><u>480</u></td></tr><tr><td></td><td></td><td><u>17 360</u></td></tr><tr><td>2026</td><td></td><td></td></tr><tr><td>Apr 1</td><td>Balance b/d (1)</td><td>640</td></tr></table>	Date	Details	\$	2025			Apr 1	Balance b/d (1)	720	2026			Mar 31	Bank/Cash (1)	16 160		Balance c/d	<u>480</u>			<u>17 360</u>	2026			Apr 1	Balance b/d (1)
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