BSc DEGREE EXAMINATION DECEMBER 2017
(Third Semester)

Branch - CATERING SCIENCE & HOTEL MANAGEMENT

ACCOUNTING FOR HOSPITALITY INDUSTRY

Time : Three Hours   Maximum : 75 Marks

SECTION-A (20 Marks!)
Answer ALL questions
ALL questions carry **EQUAL** marks   (1 0 x 2 = 20)

1   Define accounting.
2   What do you mean by going concern concept?
3   What is double entry system?
4   What is nominal account?
5   What is a ledger?
6   Give any two advantages of ledger.
7   Why debit note is prepared?
8   Give the format for sales book.
9   What is gross profit?
10   Give the journal entry for outstanding salary.

SECTION - B (25 Marks)
Answer ALL Questions
ALL Questions Carry **EQUAL** Marks (5 x 5 = 25)

11 a Explain the meaning and objectives of book keeping.

OR

b What are accounting conventions? Explain any two of them.

12 a   Pass journal entries:
(i)   Ratinam commenced business with Rs. 90,000
(ii)   He paid rent Rs. 20,000
(iii) He withdrew money for official use Rs. 7,000
(iv) He purchased goods from Gopi Rs. 12,000 for cash
(v) Purchased furniture for Rs. 25,000.

OR

b Explain the golden rules of double entry system with any two suitable examples.

13 a Briefly explain the steps involved while preparing trial balance.

OR

b Journalize the following transactions and post them to respective ledgers.
(i)   Hari purchased goods for Rs. 25,000
(ii) Goods sold to Sam Rs. 1,500
(iii) Paid telephone charges Rs. 250.

14 a What do you mean by subsidiary book? Give its uses.

OR

b Enter the following transactions in the purchase returns and sales returns book:
(i)   Goods returned to Kannan Rs. 100
(ii) Mani received the goods returned by Kani Rs. 5,000
(iii) Purchased machinery from Pooja Rs. 50,000
(iv) Gokul returned the goods Rs. 600
(v) Solai returned the goods worth Rs. 120 &
(vi) Goods reiumed by Mala Rs. 250.

15 a What is balance sheet? Give the specimen fonnat for balance sheet.

OR

Cont...

From the tradumran given below prepare trading A/c.

	Rs,
Opening stock	1,80,000
Purchases	1,70,000
Purchases return	25,000
Direct expenses	10,000
Carriage inwards	15,000
Sales	5,20,000
Closing stock	90,000

SECTION - C (30 Marks)
Answer any THREE Questions
ALL Questions Carry EQUAL Marks (3 x 1 0 = 30)

Write short notes on (i) Dual concept (ii) Going concern concept (iii) Matching concept

Explain the advantages and limitations of double entry system.

From the following details, prepare necessary subsidiary books in the books of Ram.

		Rs.
January 19	Ram buys goods	10,000
February 8	Krishna sold goods to Ram	5,800
March 23	Krishna sells goods	6,200
April 13	Ram returns the goods to Krishna	2,600
April 24	Krishna sold goods to Ram for cash	1,500
April 25	Madhan bought machinery	30,000
April 26	Goods returned by Sita	200
April 28	Goods returned to Mohan	150

Prepare trial balance from the following ledger balances for the year ending 31-12-11.

	Rs.		Rs.
Capital	50,000	Plant & Machinery	80,000
Sales	1,77,000	Purchases	60,000
Return outward	750	Return inward	1,000
Stock (1-1-2011)	30,000	Discount (Dr)	350
Discount (Cr)	800	Bank charges	75
Debtors	45,000	Creditors	25,000
Salaries	6,800	Carriage inwards	750
Wages	29,625	Interest on investment'	50

From the following balances extracted from the books of Balan, prepare the trading and profit and loss account as on 31.3.2016.

	Rs.		Rs.
Balan's capital	25,000	Sales	80,000
Balan's Drawings	1,500	Sales returns	500
W^{T}ages	4,500	Carriage inwards	200
Fuel	1,500	Carriage outwards	400
Salaries	3,500	Insurance	500 •
Discount received	1,000	Rent & taxes	2,000
Sales man's commission	500	Creditors	4,000
Advertising	1,800	Debtors	7,000
Purchases	45,000	Discount allowed	4,200
Purchase returns	1,000	Bank overdraft	1,800
Trade expenses	1,500	Cash	1,000
Plant	9,200	Motor van	3,000
.Provision for bad debts	400	Stock (1-4-2000)	20,100

Adjustments :
(a) Provide deprecation on plant @ 10% & salaries outstanding Rs. 500
(b) Provision for bad debts to be made @ 10%
(c) Stock in trade on 31.3.2001 was valued at Rs. 18,500.

<div align="center">Z-Z-Z   END</div>