

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)

BSc DEGREE EXAMINATION MAY 2024  
(Third Semester)

Branch – CATERING SCIENCE AND HOTEL MANAGEMENT

ACCOUNTING FOR HOSPITALITY INDUSTRY

Time: Three Hours

Maximum: 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10 × 2 = 20)

1. Define Accounting.
2. What is Real Account?
3. Define Journal.
4. What is mean by Narration?
5. Define Ledger.
6. What is mean by Trial Balance?
7. What is mean by Credit Note?
8. Define the Capital Receipts.
9. What is mean by Trading Account?
10. What is mean by Bad Debt?

SECTION - B (25 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks

(5 × 5 = 25)

11. a) Define Accounting and list down its objectives ?

OR

- b) Mention uses and limitations of Accounting.

12. a) Following are the transactions of Kumaran, dealing in the stationery items.  
Prepare Journal.

2017

- June 5 Started business with cash Rs. 2,00,000  
8 Opened bank account by depositing Rs. 80,000  
12 Bought goods on credit from Sri Ram for Rs. 30,000  
15 Sold goods on credit to Selva for Rs. 10,000  
22 Goods sold for cash Rs.15,000  
25 Paid Sri Ram Rs. 30,000 through NEFT  
28 Received cheque from Selva and deposited the same in bank Rs. 10,000

OR

- b) What are the Advantages of Double Entry System?

13. a) Following balances are extracted from the books of Prabhu as on 31<sup>st</sup> March 2017.

Prepare Trial Balance and transfer the difference if any to suspense account.

Particulars	Amount	Particulars	Amount
Discount Allowed	250	Loan Borrowed	7,000
Cash in Hand	4,200	Lighting	12,000
Capital	50,000	Commission paid	3,000
Salaries	12,000	Purchases	29,050
Furniture	7,500	Sales	35,000

OR

- b) Classify the types of accounts and give the golden rules of accounting.

Cont....

14. a) Show the following transaction prepare Kapil Ledger account only.  
 April 1 2022 Sold goods to kapil Rs. 6000  
 April 5 cash received from Kapil Rs.5800 and allowed him discount Rs.200  
 April 18 Kapil Purchased goods 8000  
 April 30 Received cash from Kapil on account 4500

OR

- b) Record the following transaction in the purchase book of Banco Espirito  
 Purchased from Banco rio – 20 black and white LED TVs @5200 Per piece

10 apple I pods @12000 per piece  
 Trade discount on all items 12%

Purchased from Cristiana – 20 color TV @ 5000 per TV.

15. a) Prepare trading and profit and loss account from the following information given below

Particulars	Amount
Opening Stock	3,600
Purchases	18,260
Wages	3,620
Closing Stock	4,420
Sales	32,000
Carriage Inwards	500
Carriage Outwards	400
Sales Returns	700
Purchase Returns	900
General expenses	900
Discount t allowed	360
Interest received	200

OR

- b) Prepare Trading account for the year ending 31<sup>st</sup> March 2002 from the following information.

Opening stock Rs.1,70,000, Purchase Return Rs.10,0000  
 Sales Rs.2,50,000 , Wages Rs.50,000  
 Sales Returns Rs.20,000 Purchases Rs.1,00,000  
 Carriage inwards Rs.20,000 Closing Stock Rs.1,60,000.

**SECTION - C (30 Marks)**

**Answer any Three Questions**

**ALL Questions Carry EQUAL Marks**

**(3×10=30)**

16. What are the Objectives of Management Accounting?
17. Journalise the following transactions in the books of Mr.Ravi and post them into ledger 2006, June 1 Ravi commenced business with cash Rs.5,00,000  
 June 3 cash paid int bank Rs.80,000  
 June 5 Purchased Building for Rs.3,00,000  
 June 7 Purchased Goods for cash Rs.70,000  
 June 10 Sold goods for cash Rs.80,000  
 June 15 With draw cash from bank for Rs.10,000  
 June 20 Paid electric charges Rs.5,000  
 June 25 Paid Salary Rs.15,000

Cont....

18. Prepare the Trial Balance imaginary figure.
19. Enter the following transactions in purchase book, sales book, purchase return book and sales return book
- 1.2.2000 bought goods from Arun 6,000
  - 2.2.2000 sold goods to Balu 3,000
  - 3.2.2000 purchase goods from Sasikumar 3,000
  - 4.2.2000 sold goods to Bharathi Rs 1,800
  - 10.2.2000 goods return from Balu Rs.240
  - 13.2.200 goods return to Arun Rs.200
  - 15.2.2000 goods returned from Dharani Rs.300
  - 18.2.2000 sold goods to Velu Rs.1,400
  - 23.2.2000 purchase goods from Madan Rs.1,600
  - 24.2.2000 sold goods to Anwar Rs.2400
  - 26.2.2000 returns goods from Anwar Rs.200
20. Prepare a trading and profit & loss account for the year ended 31.12.1995 and a balance sheet as on that date from the following trial balance of Mr. Akilan.

Particulars	Amount	Particulars	Amount
Drawings	45,000	Capital	1,60,000
Goodwill	90,000	Bills payable	35,000
Buildings	60,000	Creditors	70,000
Machinery	40,000	Purchase return	2,650
Bills receivable	6,000	Sales	2,18,000
Opening stock	40,000		
Purchases	51,000		
Wages	26,000		
Carriage outwards	500		
Carriage inwards	1,000		
Salaries	35,000		
Rent	3,000		
Discount	1,100		
Repairs	2,300		
Bank	25,000		
Cash	1,600		
Debtors	45,000		
Bad debts	1,200		
Sales returns	2,000		
Furniture	6,000		
Advertisement	3,500		
General expenses	450		
<b>TOTAL</b>	<b>4,85,650</b>	<b>TOTAL</b>	<b>4,85,650</b>

## ADJUSTMENTS

- i) Closing stock Rs.35,000
- ii) Depreciate machinery and furniture by 10%
- iii) Outstanding wages Rs.1,500
- iv) Prepaid Advertisement Rs.500
- iv) Create 5% on debtors for bad debts as provision

Z-Z-Z END