

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BVoc DEGREE EXAMINATION DECEMBER 2022
(Fourth Semester)

Branch – HOSPITALITY MANAGEMENT
ACCOUNTANCY

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10 x 1 = 10)

1. According to 'Entity concept' the proprietor is treated as:
(i) Owner of the business
(ii) Creditor for the business to the extent of capital
(iii) Manager of the business (iv) Debtor
2. The concept of conservatism results in :
(i) Understatement of assets (ii) Over statement of capital
(iii) Understatement of liabilities (iv) None of these
3. Each transaction is first entered in the
(i) Journal (ii) Ledger (iii) Trail balance (iv) Balance sheet
4. The system of recording transactions based on dual aspect concept is called
(i) Double Accounting system (ii) Double entry system
(iii) Single entry system (iv) None of the above
5. A book of ledgers is also known as a ledger.
(i) Final Entry (ii) Primary Entry
(iii) Original Entry (iv) None of the above
6. Any difference in Trail Balance is normally transferred to :
(i) Capital Account (ii) Sundry Income A/c
(iii) Sundry Expense A/c (iv) Suspense Account
7. The balance of the petty cash is
(i) An expense (ii) An Income (iii) An asset (iv) Liability
8. Using subsidiary books
(i) Increases clerical labour (ii) Reduces clerical labour
(iii) Increases clerical errors (iv) None of the above
9. Final A/cs are prepared with the help of
(i) Journal entries (ii) Cash Book (iii) Trail balance (iv) Ledger
10. Which one of the following is intangible asset?
(i) Machinery (ii) Cash (iii) stock (iv) Goodwill

SECTION - B (35 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 7 = 35)

- 11 a Define Accounting. Explain the advantages of Accounting.
OR
b Classify 'Accounts' and explain them in detail.
- 12 a State the benefits of Double Entry System.
OR
b Pass Journal Entries from the following transactions:
 - i. Mr. Karthi started business with Rs.10,00,000
 - ii. Mr. Ram purchased goods from Sundar for Rs.50,000
 - iii. Sold goods to Bhavani for Rs.20,000
 - iv. Received Rs.5,000 from Mani
 - v. Paid Salary Rs.12,000

Cont...

- 13 a Record the following transactions in the personal account of Shriram.
- | | |
|---------------------------|--|
| 1 st Jan -2010 | Purchased goods from Shriram Rs.50,000 |
| 4 th Jan 2010 | Paid Naresh by cheque Rs.49,900 for Full settlement. |
| 15 th Jan 2010 | Purchased goods from Shriram Rs.10,200 by cash. |
| 29 th Jan 2010 | Purchased goods from Shriram Rs.72,400. |
| 4 th Feb 2010 | Paid cash to Shriram Rs.40,000. |
| 10 th Feb 2010 | Returned goods to Shriram Rs.5,720. |

OR

- b Prepare Trial Balance from the following:

Capital	9,000	Rent outstanding	1,000
Plant & Machinery	12,000	Opening Stock	2,000
Purchases	8,000	Sales Return	4,000
Sales	12,000	Investments	14,000
Sundry Creditors	8,000	Debtors	12,000
Bank Loan	22,000		

- 14 a Enter the following transactions in a simple Cash Book:

Jan 2013		Rs.
1	Cash in hand	22,400
5	Received from, Arvaid	600
7	Paid Rent	60
8	Sold goods	600
10	Paid Prabhu	1,400
27	Purchased furniture	400
31	Paid salaries	200

OR

- b Record the transaction in Purchases Book and Sales Book of Mr.Kumaran.

Mar 2011		Rs.
1	Purchased goods form Balu	30,000
2	Sold goods to Sowmiya	15,000
4	bought goods from Gowthami	13,500
12	Sold goods to Thangamani	10,500
19	Sold goods to Jayaraman	750
21	Bought goods from Rajesh	9,000
30	Sold goods to Shanthi	900

- 15 a Prepare a trading account of a trader for the year ending 31st March 2021 from the following data:

	Rs.
Opening stock	50,000
Goods purchased during the year	2,80,000
Freight and packing on the above	20,000
Closing stock	60,000
Sales	3,80,000
Packing expenses on Sales for distribution	12,000

OR

- b Prepare a profit and loss account from the following extracted from the trial balance of Anushri for the year ending 31.12.2015.

Salary	4,000	Discount allowed	400
Insurance	2,000	Bad debts	1,200
Advertisement	1,400	Telephone charges	1,100
Office rent	1,000	Trade Expenses	900
Salesmen's Salary	3,200	Gross Profit	22,000
Printing & Stationery	1,200	Rent received	1,000
Carriage inwards	800		

SECTION - C (30 Marks)Answer any **THREE** Questions**ALL** Questions Carry **EQUAL** Marks

(3 x 10 = 30)

- 16 Enumerate the Accounting Concepts and Conventions.

Cont...

17 Pass the necessary journal entries in the books of Mr. Jaikrish for the period of January 2020.

- 1 Mr. Jaikrish started business with Rs.1,00,000
- 2 Kamali purchased goods from Sundar for Rs.10,000
- 3 Sold goods to Bagavathi for Rs.20,000
- 14 Sold goods for cash to Kannan for Rs.5,000
- 15 Purchased Machinery from Kumar Rs.7,000
- 26 Received Rs.5,000 from Kani
- 27 Paid Salary to Staff Rs.2,000
- 28 Received Rs.120 as Commission.

18 Following are the ledger balances of Sri Raj. You are asked to prepare trial balance as on 31.12.2020.

Opening Stock	10,000	Capital	60,000
Salaries	5,000	Creditors	10,000
Bills payable	5,000	Loan from Krishna	25,000
Cash in hand	12,000	Discount allowed	700
Bank OD	4,000	Accrued interest payable	5,000
Debtors	15,000	Purchases	30,000
Cash at bank	18,000	Reserve for Bad debts	1,200
Sales	80,000	Trade expenses	500
Wages	1,000	Outstanding salaries	2,000
Prepaid insurance	2,500	Plant & Machineries	90,000
Depreciation on plant	8,000	Outstanding Interest	500

19 Write the following transactions under Subsidiary Books of Mrs.Kalpan.

Dec 2011		Rs.
1	Bought goods from Arun	6,000
2	Sold Goods to Banu	3,000
6	Sasikala sold goods to us	3,000
10	Bharathi bought goods from us	1,800
11	Received goods returned by Banu	240
13	we returned goods to Arun	200
15	Bharathi returned goods	300
18	Sold goods to Velu	1,400
23	Purchased goods from Madhu	1,600
25	Returned goods to Sasikala	200
31	Sold goods to Anu	2,400

20 From the following balances as at 31.12.2021 of a trader, prepare Final Accounts for the year as on that date:

Particulars	Rs.	Particulars	Rs.
Salaries	5,500	Creditors	9,500
Rent	1,300	Sales	32,000
Cash	1,000	Capital	30,000
Debtors	40,000	Loan	10,000
Trade Expense	600		
Purchases	25,000		
Furniture	2,500		
Bank Balance	5,600		
Total	81,500	Total	81,500

Adjustments: i) Closing Stock Rs.9,000; ii) Salary outstanding Rs.500; iii) Rent paid in advance Rs.100; iv) Provide for doubtful debts at 5%; v) Depreciate Furniture by 10%.