

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)  
BSc DEGREE EXAMINATION MAY 2022  
(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 x 2 = 20)

- 1 State the meaning of accounting.
- 2 Mention any two objectives of book keeping.
- 3 What is journal proper?
- 4 Specify the ledgers that are covered under the rule of real A/c in double entry System.
- 5 What is a trial balance?
- 6 Give the format for ledger.
- 7 What is a voucher?
- 8 When credit note is prepared?
- 9 What is depreciation? Give its journal entry.
- 10 Give any one adjusting entry in financial accounting.

**SECTION - B (25 Marks)**

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 5 = 25)

- 11 a Enumerate the differences between Financial Accounting and Management Accounting.  
OR  
b Briefly explain the classification of accounts.
- 12 a Give a specimen format for Trial Balance & List out its benefits.  
OR  
b Journalize the following transactions:  
(i) Rent paid to X Rs.4,000  
(ii) Goods withdrawn by proprietor for personal use Rs.2,000  
(iii) Discount received from a creditor Rs.150  
(iv) Rs.40,000 worth of goods purchased for 25% trade discount.
- 13 a Draft journals for the following & post them to ledger.  
(i) Started business with cash Rs.50,000; Buildings Rs.30000 & Creditors Rs.10,000  
(ii) Savings Bank A/c opened with Indian Bank with Rs.40,000  
(iii) Machinery purchased for Rs.10,000  
OR  
b Bring out the advantages of Double Entry System.
- 14 a Write short notes on: (i) Invoice  
(ii) Debit note  
OR  
b Enter the following transactions in the purchase day book:  
(i) Purchased goods from kannan Rs.10,000  
(ii) Bought goods from Ranjit Rs.5,000 for cash  
(iii) Purchased machinery from Pandian Rs.50,000  
(iv) Bought goods from Sankar Rs.6,000  
(v) Furniture purchased for Rs. 12,000  
(vi) Purchased goods from Mahalakshmi Rs.25,000

Cont...

15 a What is trading account? Give the specimen format of trading account.

OR

b Ascertain the net profit from the following:

Trade expenses paid Rs. 3,000

Returns inward Rs. 1,500

Carriage Outward Rs. 3,000

Gross profit Rs. 39,000

Interest on investments Rs. 12,000

Wages and salaries Rs. 1,500

**SECTION - C (30 Marks)**

Answer any **THREE** Questions

**ALL** Questions Carry **EQUAL** Marks (3 x 10 = 30)

16 What are Accounting Concepts? Explain in detail.

17 What is journal? Explain the formation of journal entries with imaginary transactions.

18 Record the following transactions and post them into ledger.

2017 1 Madhan started business with capital of Rs. 500,000

JAN 3 Bought goods from Gopi on credit Rs. 100,000

4 Sold goods to Tamil Rs.250,000

5 Cash purchases Rs.85,000

6 Cash sales Rs. 150,000

10 Bought furniture Rs. 50,000

17 Salary paid Rs. 25,000

20 Interest received Rs.4,000

19 From the following transactions, prepare necessary subsidiary books.

2017 1 Purchased goods from Punith Rs.9,000

AUG 4 Sold goods to Sanjay Rs.10,000

8 Sold goods to Vinodh Rs.20,000

12 Bought goods from Vignesh Rs. 15,000

15 Sanjay returned goods Rs.2,000

17 Returned goods to Punith Rs.2,500

20 Sold goods to Ganesh Rs. 5,000 subject to trade discount of 10%

25 Vinodth returned goods Rs. 3,000

20 Prepare Trading and Profit and loss A/c from the following Trial of Mr. Ravichandran.

Debit Balances	Rs.	Rs.
Opening Stock	50,000	
Sales		2,90,000
Sales returns	10,000	
Purchases	2,45,000	
Purchase returns		5,000
Carriage inwards	4,000	
Carriage outwards	6,000	
Wages	12,000	
Salaries	18,000	
Printing and Stationery	900	
Discount allowed	1,000	
Discount received		600
Depreciation	2,900	
Buildings	2,08,100	
Trade expenses	5,600	
Capital		2,72,900
Bills receivable	20,000	
Bills payable		15,000
<b>Total</b>	<b>5,83,500</b>	<b>5,83,500</b>

Stock on hand on 31.12.96 Rs. 65,000.

Z-Z-Z

END