

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BSc DEGREE EXAMINATION DECEMBER 2018
(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

(10 x 2 = 20)

- 1 What is book keeping?
- 2 Write any two uses of accounting to the management.
- 3 Define journal.
- 4 What is double entry book keeping?
- 5 Write the specimen of ledger.
- 6 What is trial balance?
- 7 Why are subsidiary books important?
- 8 What is invoice?
- 9 What is net profit?
- 10 What is meant by outstanding expenses?

SECTION - B (25 Marks)

Answer **ALL** Questions

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

- 11 a. What are the objectives of accounting?
OR
b. Explain the conventions of accounting.
- 12 a. Discuss the limitations of double entry system
OR
b. Journalize the following transactions in the books of Mrs. Amutha
 - i. Commenced business with cash Rs.50,000
 - ii. Purchased goods for cash Rs. 10,000
 - iii. Purchased goods from Mohan Rs.6,000
 - iv. Paid into bank Rs.5,000
 - v. Purchased furniture Rs.2,000
 - vi. Sold goods to Suresh Rs.5,000
 - vii. Paid salaries Rs.2,800
- 13 a. Prepare the ledger of M/s kanimozhi as on 31 st March 2018

March 1 Started business with the capital of Rs. 1,00,000
 March 5 Purchased goods for cash Rs. 10,000
 March 25 Paid rent Rs. 1,000
 March 30 Sold goods for cash Rs. 18,000
 March 31 Paid Salary Rs.5,000

OR

Prepare Trial Balance as on 31.3.2014 from the books of Mrs. Chitra.

Particulars	Amt (Rs.)	Particulars	Amt (Rs.)
Capital	2,49,000	Drawings	24,000
General expenses	97,000	Build9cr.ing	78,000
Machinery	1,18,680	Stock	1,32,400
Wages	14,400	Insurance	2,610
Bad debts	1,100	Creditors	5,000
Sales	3,30,720	Loan (Cr.)	75,000
Commission	5,500	Purchases	2,10,800
Bills payable	7,700	Reserve fund	15,000

14 a. Discuss the uses of subsidiary books

OR

b. From the following prepare the sales book of Modern Furniture Mart

Date	Particulars
1 st 2018	Sold on credit to Aravind & Co.
March 5	20 Tables @ Rs.600 per table 20 Chairs (5) Rs.300 per chair
March 7	Cash' sales to Anand & Co 10 Tables @ Rs.300 per table 20 Chairs (5) Rs.150 per chair
March 10	Sold to Baskar & Co. on credit 10 Almirahs @ Rs.3000 per almirahs 10 Tables @ Rs.200 per table
March 15	Sold old typewriter for Rs. 1,000 to Madan on credit
March 20	Sold to Gopinath on credit 10 Tables @ Rs. 1,000 per table 2 Revolving chair @ Rs. 1,200 per chair

15 a. The following are some of the balances extracted from the ledger of Mr.Sundaram as on 31st March 2018. Prepare a trading account

Particulars	Debit (Rs.)	Credit (Rs.)
Stock (1.1.2017.)	12,500	
Purchases	1,00,000	
Sales		1,50,000
Return outwards		5,000
Return Inwards	1,000	
Salaries'	4,400	
Wages	7,500	
Rent	2,750	
Carriage Inwards	2,500	
Carriage Outwards	750	
Power, Coal & Gas	1,000	

Stock on 31.12.2017 was valued at Rs. 14,000

OR

b. The following balances are taken from the books of M/s.RSP Ltd. Prepare profit and loss account for the year ended 31st March 2012.

Particulars	Amt. (Rs.)	Particulars	Amt. (Rs.)
Gross profit	5,25,000	Salaries and wages	1,00,000
Rent	10,000	Depreciation	5,000
Interest on loan	5,000	Office expenses	1,500
Distribution charges	2,500	Salesmen salary	8,000
Bad debts	2,200	Stationery and printing	500
Commission received	3,000	Discount received	2,000
Interest received	5,000	Advertising	9,000
Taxes and insurance	2,000		

SECTION - C (30 Marks)

Answer any **THREE** Questions

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

16 Discuss briefly about the concept of accounting.

17 Journalize the following transaction's of Mr.Moorthi

June 2018 3	Received cash form Ramkumar	Rs.60,000
4	Purchased goods for cash	Rs.15,000
11	Sold goods to Damu	Rs.22,000
13	Paid to RamKumar	Rs.40,000
17	Received from Damu	Rs.20,000
19	Withdrew from bank	Rs.5,000
?n	Bought furniture from Jagadeesan	Rs.5,000

Following are the transactions of Mr. Ravi, prepare a ledger accounts.

Date	Particulars	Amt. (Rs.)
2018 March 1	Invested cash in business	5,00,000
3	Paid into bank	80,000
5	Purchased building	3,00,000
7	Purchased goods	70,000
10	Sold goods for	80,000
15	Withdrew cash from bank	10,000
11	Paid electricity charges	2,000
30	Paid salary	15,000

Prepare purchase and sales book from the following transactions of M/S ABC Ltd.,

2018 June 1	Bought of Uma Datt, Mumbai on credit 100 Accounts Note book @ Rs.95 250 Ruled Note books @ Rs. 100 Trade discount @ 2%
June 5	Sold to Sri Dayanth on credit 50 Accounts Note Book @ Rs. 110 100 Ruled Note book @ Rs.125 Trade discount 1%
June 8	Bought furniture for cash Rs. 15,000
June 10	Bought books from S.Kumar and Sons 380 Lab book @Rs. 135 495 Record books (5) Rs.125
June 15	Sold books from S&N and Sons 80 Lab book @ Rs. 150 95 Record books @ Rs.160
June 21	Sold to Sheetal & Traders for cash 8 Lab book @ Rs. 150 15 Record books @ Rs. 160 Cash discount (5) 2.5%
June 23	Returned to S Kumar and Sons 10 Lab book @ Rs.135 20 Record books (5) Rs.125
June 30	Paid wages Rs. 1,000

The following information was extracted from the books of M/s.S Ltd. Prepare Final accounts as on 31.03.2018

Particulars	Debit (Rs.)	Particulars	Credit (Rs.)
Opening stock	12,500	Sales I	1,89,000
Depreciation	7,000	Commission	2,000
Carriage inwards	700	Capital	1,71,300
Furniture	8,000	Creditors	17,500
Carriage outwards	500	Bills payable	5,000
Plant & machinery	2,00,000	Return outwards j	13,800
Cash	8,900		j
Salaries	7,500		
Debtors	19,000		
Discount	1,500		
Bills receivable	17,000		
Wages	16,000		j
Sales returns	14,000		
Purchases	86,000		
	3,98,600		3,98,600

Closing stock on 31.03.2012 Rs.45,000