

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BSc DEGREE EXAMINATION MAY 2022
(Sixth Semester)

Branch – NUTRITION, FOOD SERVICE MANAGEMENT AND DIETETICS

FOOD COST CONTROL AND ACCOUNTANCY

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (10 x 1 = 10)

- 1 Identify which one of the following is not a characteristic of accounting principles:
(i) Results-oriented (ii) Factual
(iii) Practical (iv) Summarizing
- 2 In journal, the business transaction is recorded _____
(i) same day (ii) next day
(iii) once in a week (iv) once in a month
- 3 Indicate which one of the following petty cash may be used to pay _____
(i) Salaries to staff (ii) purchase of furniture & fittings
(iii) Expenses relating to post and telegrams (iv) purchased of old machinery
- 4 An allowance of Rs.600 offered as an early payment of cash of Rs.1000 is to be recorded in:
(i) Purchase book (ii) sales book
(iii) cash book (iv) journal book
- 5 Which of the following is used to check the accuracy by using trial balance.
(i) Balance sheet balances (ii) Ledger accounts balances
(iii) Cash flow statement balances (iv) Income statement balances
- 6 State in which inventories, cash and equivalents, and accounts receivables are listed in:
(i) Earnings on Income Statement (ii) Payments on Income Statement
(iii) Assets on the Balance Sheet (iv) Liabilities on the Balance Sheet
- 7 FIFO stands for _____
(i) Full Indent Full Out (ii) Full In Full Over
(iii) First In First Out (iv) Fresh In Fresh Out
- 8 What type of cost does food, beverage, and labor can be classified?
(i) Fixed (ii) Variable
(iii) Controllable (iv) Uncontrollable
- 9 Which of the following is true for Inventory control?
(i) Economic order quantity has minimum total cost per order
(ii) Inventory carrying costs increases with quantity per order
(iii) Ordering cost decreases with lot size
(iv) All of the above
- 10 Identify the operations generated forecasts often not to do with
(i) Inventory requirements (ii) Resource needs
(iii) Time requirements (iv) Sales

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SECTION - B (35 Marks)Answer **ALL** Questions**ALL** Questions Carry **EQUAL** Marks (5 x 7 = 35)

- 11 a Bring out the types of accounting and write about the basics of accounting concepts its objectives and advantage.
OR
- b Discuss on the classification of book keeping and bring out the principles of double entry booking system.
- 12 a Outline the need and advantages of subsidiary books in detail.
OR
- b Summarize about Petty cash book and Cash book.
- 13 a Narrate the importance of trial balance in a business
OR
- b State about the balance sheet and describe how to organize a balance sheet.
- 14 a Explain about budgeting with respect to objective and kind of budgeting.
OR
- b Describe about the methods of purchasing and purchase specification.
- 15 a Summarize about the inventory and inventory control in detail.
OR
- b Outline the basic concept of profit fixing and selling price in an industry.

SECTION - C (30 Marks)Answer any **THREE** Questions**ALL** Questions Carry **EQUAL** Marks (3 x 10 = 30)

- 16 Mr. S is sole owner of business. He has started business since 1990. Following are the transactions for the month of August 2016, Prepare Journal Entry with the following data.
- August 2020**
- Aug 3.** Reinvestment in the shape of Cash Rs.80,000 and Furniture Rs.20,000.
- Aug 5.** Cash Sales Rs.10,000 and on account Sales Rs.12,000.
- Aug 6.** Bought goods from Ahmed Co. Rs.60,000 paid Rs.15,000 cash and remaining Note payable pay within 30 days.
- Aug 9.** Purchase Office Equipment from Waseem Shah worth Rupees Rs.99,000, a cash down payment of Rs.19,000 and balance will be paid by four installments, first due on 30 August.
- Aug 21.** Goods return by credit customer of worth Rs.12,000.
- Aug 30.** Paid first installment of Rs.20,000.

Cont...

- 17 Enter the following transactions in the proper subsidiary books of Suman who is dealing in electronic goods for the month of January, 2020.
- 2020:**
- Jan. 2** – Purchased from M/s. Raj Electronics on credit
20 cell phones @ Rs. 5,500 per piece
10 colour TVs @ Rs. 14,500 per piece
- Jan. 5:** Purchased from M/s. Ruby Electronics on credit
10 radios @ Rs. 1,650 per piece
8 Tape recorders @ Rs. 2,500 per piece
Trade discount on all items @ 10%
- Jan. 10** Returned to M/s. Raj Electronics 4 cell phones damaged and cash not received
- Jan. 20** Purchased from M/s. Suganthi Electronics on credit
10 radios @ Rs. 3,700 per piece
2 Sony colour TVs @ Rs. 27,000 per piece
Trade discount @ 5% on all items suman-dealing-electronic-goods

18. Following Trial Balance has been extracted from the books of M/s. Ram Prasad & Sons on 31st March, 2018:

Particulars	Dr. Rs.	Particulars	Cr. Rs.
Machinery	4,00,000	Capital	9,00,000
Cash at Bank	1,00,000	Sales	16,00,000
Cash in Hand	50,000	Sundry Creditors	4,50,000
Wages	1,00,000	Interest Received	30,000
Purchases	8,00,000		
Stock on 1 st April 2017	6,00,000 4,40,000		
Sundry Debtors	2,90,000		
Bills Receivable	45,000		
Rent	25,000		
Commission	80,000		
General Expenses	50,000		
Salaries	29,80,000		29,80,000

Additional Information:

- (i) Outstanding salaries were Rs. 45,000.
- (ii) Depreciate Machinery at 10%.
- (iii) Wages outstanding were Rs. 5,000.
- (iv) Rent prepaid Rs. 10,000.
- (v) Provide for interest on capital 5% per annum.
- (vi) Stock on 31st March, 2018 Rs. 8,00,000.

Prepare Trading and Profit and Loss Account for the year ended 31st March, 2018 and Balance Sheet as at that date.

- 19 Enumerate the significance and methodology of food cost control in detail.
- 20 Elucidate the importance of forecasting in different stages of food production.

Z-Z-Z

END