

**B.H.M.C.T. SEM-II (2010 COURSE) /B. SC. (HOSPITALITY &
HOTEL ADMINISTRATION) SEM – II (2010 COURSE) :
WINTER - 2017
SUBJECT : BASIC PRINCIPLES OF ACCOUNTING**

Day : **Tuesday**
Date : **28/11/2017**

Time : **08.30 AM TO 11.30 AM**
Max. Marks : **80**

W-2017-1453

N. B. :

- 1) Attempt **ANY SIX** questions including **Q. No. 1** which is **COMPULSORY**.
- 2) Figures to the right indicate **FULL** marks.
- 3) Use of non-programmable calculator is **ALLOWED**.

Q. 1 Following is a Trial Balance of Hotel Garden as on 31st March, 2012 **(20)**

Trial Balance

Debit Balance	₹	Credit Balance	₹
Building	2,20,000	Purchase Returns	8,000
Kitchen Equipment	85,000	Sales	6,25,000
Furniture	60,000	Discount Received	6,250
Sales Returns	7,500	Creditors	39,000
Debtors	62,500	Capital	3,50,000
Glass china	5,000		
Cash in hand	2,500		
Cash at Bank	80,000		
Bad Debts	5,500		
Office Expenses	12,500		
Wages	30,000		
Postage and Telegram	5,000		
Printing & Stationery	8,000		
Stock	1,20,000		
Insurance	45,000		
Advertisement	20,000		
Purchases	1,52,500		
Salaries	1,02,000		
Kitchen Expenses	5,250		
Total	10,28,250	Total	10,28,250

Additional Information:

- a) Closing stock was valued at Rs. 2,15,000/-
- b) Depreciate Building @ 2.5 % ; Furniture @ 5 % ; Kitchen Equipments @ 10% and Glass China was revalued at Rs. 4,350/-
- c) Outstanding expenses – Wages Rs2,000/- and Salaries Rs. 18,000/-
- d) Staff meals amounted Rs. 40,000/-

Prepare Trading A/c, Profit and Loss A/C for the Year ended 31st March, 2012 and Balance Sheet as on that date.

Q. 2 Write short notes on **ANY THREE** of the following: **(12)**

- a) Business Entity Concept
- b) Revenue Expenditure
- c) Classification of Accounts
- d) Cash Discount

P. T. O.

Q. 3 Journalise the following transaction in the books of Subodh: **(12)**

2015	Particulars
Jan. 1	Subodh started business with cash of Rs. 10,00,000/-
Jan. 5	Borrowed Rs. 50,000/- from Bank of India.
Jan. 9	Rajendra sold goods to as of Rs. 70,000/-
Jan. 11	Paid Salary to Manohar of Rs. 4,000/-
Jan. 14	Goods sold to Prasad of Rs. 30,000/-
Jan. 17	Received Rs. 5,000/- from Mukesh on behalf of Prasad.
Jan. 19	Sold goods to Shankar of Rs. 10,000/- @ 5 % trade discount.
Jan. 21	Received dividend Rs. 5,000/-
Jan. 23	Purchased goods for cash from Vinod of Rs 5,000/- @ 5 % trade discount.
Jan. 24	Deposited into bank Rs. 20,000/-
Jan. 27	Purchased furniture of Rs. 7,000/- from Satlaj Furnitures.
Jan. 29	Placed an order for purchases of Goods of Rs. 40,000/- with Anand Stores.

Q. 4 a) State whether following statements are True or False: **(04)**

- i) A business transaction is directly entered into the ledger.
- ii) Closing stock is always valued at cost price only.
- iii) Cash book is both journal as well as ledger.
- iv) Discount account is a nominal account.

b) Write one word or phrase and rewrite the sentence: **(04)**

- i) Irrecoverable debts
- ii) Goods or cash withdrawn by the proprietor of a business for his personal use.
- iii) Amount spent by front office on behalf of a guest staying in a hotel.
- iv) Difference between the two sides of an account.

c) Explain the following terms: **(04)**

- | | |
|---------------|-----------------------|
| i) Balance | iii) Drawings |
| ii) Bad debts | iv) Visitors paid out |

Q. 5 From the following information prepare an analytical Petty Cash Book maintained on imprest system: **(12)**

2015	Particulars
Sept. 1	Cash in hand Rs. 225/-
Sept. 1	Received a cheque of necessary amount from head cashier to make an imprest amount of Rs. 1,500/-
Sept. 3	Purchased Stationery of Rs. 95/-
Sept. 4	Paid for printing bill Rs. 65/-
Sept. 6	Paid for conveyance Rs. 40/-
Sept. 11	Paid for postage Rs. 200/-
Sept. 15	Paid for carriage Rs. 80/-
Sept. 19	Paid to Neena on account Rs. 50/-
Sept. 21	Paid to telegram Rs. 25/-
Sept. 23	Paid for repair charges Rs. 110/-
Sept. 25	Received from sale of scrap Rs. 200/-
Sept. 27	Paid for advertisement Rs. 100/-

Q. 6 Answer the following: (12)

- a) Explain the steps for balancing of ledger accounts.
- b) What are the advantages of subsidiary books?
- c) What is the purpose of preparation of a trial Balance?

Q. 7 a) During the month of March, 2012 the following functions were held at Hotel Yashoda. Prepare special functions day book. (06)

	Particulars
March 10	Wedding anniversary party for 150 covers @ Rs. 600/- per cover, wine and tobacco Rs. 5,550/- Account to Meenal Pande Bill No. 1175.
March 17	Annual dinner of sports club, 35 covers @ Rs. 450/- per cover, account to Miss Anu Malhotra Bill No. 1195.
March 22	Birthday party 90 covers @ Rs. 720/- per cover, wine and tobacco Rs. 7,500/- Account to Mr. Vinod Sathe Bill No. 1207.

b) From the following prepare Trial Balance: (06)

Trial Balance

Particulars	₹	Particulars	₹
Capital	2,00,000	Debtors	2,20,000
Machinery	2,50,000	Discount received	5,000
Sales	2,00,000	Cash	30,000
Creditors	1,25,000	Purchases	70,000
Advertisement	20,000	Bank Overdraft	35,000
Glass china	15,000	Bills Payable	40,000

Q. 8 Answer ANY TWO of the following questions: (12)

- a) State the utility of journal.
- b) Explain double entry system of accounting.
- c) State the reasons for preparation of bank reconciliation statement.
- d) What is contra entry? Explain with example.

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