

B. Sc. (Hospitality & Hotel Administration) Sem – III (2010

Course) : WINTER - 2017

SUBJECT : HOTEL ACCOUNTANCY

Day : Wednesday

Time : 12.30 PM TO 3.30 PM

Date : 22/11/2017

Max. Marks : 80

W-2017-1495

N.B.:

- 1) Attempt ANY SIX questions including Q.No.1 which is **COMPULSORY**.
- 2) Use of pocket **CALCULATOR** is allowed.
- 3) Figures to the right indicate **FULL** marks.
- 4) Assume suitable data, if necessary.

Q.1 An Authorized capital of Suraj hotel consists of 50,000 Equity Shares of ₹ 100 each. [20]

Trial Balance as on 31st March, 2014

Debit balances	₹	Credit balances	₹
Goodwill	1,00,000	Share capital	
Opening Stock		5,000 Equity shares of ₹ 100 each	5,00,000
Food	45,000	Reserve Fund	90,000
Beverage	25,000	Profit and Loss a/c	60,000
Printing and Stationery	6,500	10% Debentures	2,50,000
Hotel Building	7,50,000	Fixed Deposits	20,000
Purchases		Creditors	35,000
Food	80,000	Sales	
Beverages	45,000	Rooms	1,75,000
Advertisement	11,000	Restaurant	1,25,000
Kitchen Equipment	1,00,000	Beverages	65,000
Wages	55,000	Banquets	50,000
Insurance	9,000	Transfer fees	30,000
Restaurant Furniture	75,000		
Water charges	10,000		
Licenses	6,000		
Banqueting Debtors	12,500		
Kitchen Fuel	90,000		
Debenture Interest	12,500		
Cash in Hand	6,000		
Cash at Bank	19,000		
Audit Fees	2,500		
Salaries	30,000		
Miscellaneous Expenses	10,000		
Total	15,00,000		15,00,000

Additional Information:

- a) Closing stock was valued as follows:
Food ₹ 30,000, Beverages ₹ 40,000.
- b) Depreciate Hotel Building @ 2%, Restaurant Furniture @ 4% and Kitchen Equipments @ 10%.
- c) Transfer ₹ 10,000 to Reserve Fund.
- d) Provisions for taxation amounted to ₹ 25,000.
- e) Directors proposed 12% dividend to Equity Shareholders.
Prepare Trading A/c, Profit and Loss A/c, Profit and Loss Appropriation A/c for the year ended 31st March, 2014 and Balance Sheet as on that date as per Company's Act.

P.T.O.

- Q.2** Write short notes on **ANY THREE** of the following: [12]
- Reasons for granting of allowances
 - Importance of working capital
 - Preference shares
 - Meaning of V.A.T.

- Q.3** Mr. and Mrs. Jayant arrived on 25th May at 12.00 Noon and occupied room no. 304 on E.P. @ ₹ 3500 per day. They desired to check out on 28th May at 11.30 A.M. Following are the charges and credit items during their stay. [12]

May 25	Charge items :- Lunch, Telephone ₹ 50, Magazine ₹ 120, A.N.T., Snacks ₹ 75, Soft drinks ₹ 120, Dinner with one guest, deposited ₹ 10,000 as an advance,
May 26	Charge items :- E.M.T. and E.M.C. one cup each, Breakfast with one guest, Local tour ₹ 1500, Gift articles ₹ 350, Tea two cups, Cigarattes ₹ 50, Dinner for one only.
May 27	Charge items :- E.M.C., Breakfast, Laundry ₹ 150, Telephone ₹ 70, Railway Ticket Booking ₹ 1200, Newspaper ₹ 20, Lunch, A.N.T., Food Sundries ₹ 150, Dinner Deposited ₹ 7,000 in cash.
May 28	Charge items :- E.M.T., Breakfast, Taxi bill ₹ 200, Newspaper ₹ 20, Cigarattes ₹ 100.

Hotel Tariff : - Tea ₹ 35 per cup,
 Coffee ₹ 50 per cup,
 Breakfast ₹ 150 per person,
 Lunch ₹ 275 per person
 Dinner ₹ 350 per person.

Calculate service charge @ 12% on rooms and food. Check out time 12.00 Noon. Prepare Guests' Weekly Bill.

- Q.4** a) Explain the following terms: [04]
- Company
 - Depreciation
 - Unpaid calls
 - Subscribed capital
- b) State whether following statement are true or false: [04]
- Equity Share Capital is a risk capital.
 - Cumulative preference shareholders get arrears of dividend.
 - Debenture holders receive dividend every year.
 - A company is a natural person.
- c) Draw the specimen of: [04]
- Allowance Voucher
 - V.P.O. Voucher

- Q.5** a) Prepare individual departmental income statement of Food and Beverage Department as per schedule no. 2 of Uniform System of Accounting: [06]

Particulars	₹	Particulars	₹
Food Sales	15,00,000	Beverage Sales	5,00,000
Cost of Sales - Food	9,00,000	Wages and Salaries	2,50,000
Cost of Sales – Beverages	2,00,000	Employee Benefits	50,000
Kitchen Fuel	90,000	Glass China	10,000
Licenses	12,000	Music and Entertainment	75,000
Contract Cleaning	8,000	Operating supplies	15,000
Uniforms	10,000	Others	5,000

- b) From the information given below, find out: [06]
 i) Cost of Food Sales ii) Cost of Beverage Sales.

Particulars	₹	Particulars	₹
Opening Stock of food	1,20,000	Opening Stock of Beverages	95,000
Purchases of Food	3,75,000	Purchases of Beverage	1,35,000
Purchases Returns	7,000	Closing Stock of Beverage	70,000
Closing Stock of Food	70,000	Guest Beverage complimentary	15,000
Staff Meals	50,000	Guest Food Complimentary	20,000
Food transferred to Bar	70,000	Transferred from Bar to Food Dept.	12,000
Other credits to cost	5,000		

Q.6 Answer the following: [12]

- a) What is working capital? State the factors affecting the working capital.
 b) Differentiate between Shares and Debentures.

Q.7 Prepare a consolidated Income Statement under Uniform System of Accounting for lodging Industry. [12]

	₹
(i) Revenue	
Rooms	25,00,000
Food	15,00,000
Bar	7,00,000
Telephone	3,00,000
(ii) Cost of sales	
Food	15,00,000
Bar	2,10,000
Telephone	90,000
(iii) Payroll Expenses	
Rooms	5,00,000
Food	2,70,000
Bar	1,40,000
Telephone	50,000
(iv) Other Expenses	
Rooms	25,000
Food	15,000
Bar	7,000
Telephone	3,000
(v) Other Undistributed Operating Expenses	
Administration	3,40,000
Marketing	1,20,000
Data Processing	35,000
Repairs	27,000
Conveyance	13,000
Sales Promotion	15,000
(vi) Fixed Expenses	
Property Rates	1,50,000
Depreciation	2,00,000
Insurance	1,30,000
(vii) Tax paid	3,00,000

Q.8 Answer ANY THREE of the following: [12]

- a) Explain any four characteristics of a company.
 b) Explain types of debentures.
 c) What are the advantages of budgetary control?
 d) What is room rate allowance?

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