



Name :

Roll No. :

Invigilator's Signature :

CS/BHMCT/SEM-5(Part-B)/HM-503/2012

2012

HOTEL ACCOUNTING

(HACC)

Time Allotted : 3 Hours

Full Marks : 70

The figures in the margin indicate full marks.

*Candidates are required to give their answers in their own words
as far as practicable.*

GROUP - A

(Multiple Choice Type Questions)

1. Choose the correct alternatives for any *ten* of the following :
10 × 1 = 10

- i) A swimming pool is a
 - a) fixed asset
 - b) current asset
 - c) fictitious asset
 - d) semi-fixed asset.
- ii) Depreciation is related to
 - a) assets, wear and tear
 - b) losses
 - c) expenses
 - d) full in value of intangibles.
- iii) Balance sheet is a
 - a) position statement
 - b) income statement
 - c) account
 - d) relative position of assets statement.



- iv) Which of the following equations is correct ?
- a) $\text{Assets} = \text{Liabilities} - \text{Capital}$
 - b) $\text{Capital} = \text{Assets} + \text{Liabilities}$
 - c) $\text{Assets} = \text{Liabilities} + \text{Capital}$
 - d) All of these.
- v) An example of current assets is
- a) advance income
 - b) unexpired insurance
 - c) bank overdraft
 - d) all of these.
- vi) Audit fees will be apportioned on
- a) sales
 - b) total cost
 - c) hours used
 - d) both (a) and (b).
- vii) Capital gets featured in liability side of balance sheet because of the application of
- a) consistency concept
 - b) matching concept
 - c) duality concept
 - d) business entity concept.
- viii) Valuation of stock is ascertained on
- a) cost price
 - b) market price
 - c) cost price or market price whichever is less
 - d) cost or market price whichever is more.



- ix) Trial balance is
- a) a statement b) an account
c) a process d) balancing of loss.
- x) Room sales are recorded in the book called as
- a) guest register b) guest voucher
c) guest ledger d) all of these.
- xi) Operating cost represents
- a) Gross profit – Net profit
b) Gross profit + Net profit
c) Sales – Purchase
d) None of these.
- xii) Calculate the purchase from the following figures
Opening stock Rs. 10,000, Closing stock Rs. 20,000,
Sales Rs. 1,50,000 and Gross profit Rs. 30,000.
- a) Rs. 1,30,000 b) Rs. 1,20,000
c) Rs. 1,40,000 d) Rs. 1,10,000.

GROUP - B

(Short Answer Type Questions)

Answer any *three* of the following. 3 × 5 = 15

2. Identify the basis of apportionment of the following items :
- a) Room rent
b) Electric power
c) Depreciation of fixed assets
d) Hotel manager's salary
e) Storekeeping expenses.



3. Write the utilities of uniform system of accounting
4. From the following information relating to a restaurant of Kolkata for the month of January 2012, prepare an income statement :

Food sales Rs. 12,00,000, Food Cost Rs. 5,04,000, Other Operating Income Rs. 8,000, Employees Welfare Exp. Rs. 64,000, Administration and General Exp. Rs. 56,000, Music and Entertainment Rs. 16,000, Depreciation Rs. 48,000, Adv. Exp. 40,000, Income Tax Rs.. 16,000, Beverages Sales Rs. 4,00,000, Beverages Cost 88,000, Salaries & Wages 38,400, Repairs 32,000, Power & Electricity 48,000, Rent 80,000, Interest 32,000, Misc. Exp. 96,000.

5. Write the importance of Balance Sheet with respect to the hospitality industry.
6. Mr. Y arrived in Chennai and occupied a room in Madras Hotel at 11 a.m. on 21st Jan. 2012 on a European plan @ Rs. 1,080 for a stay of every 24 hours or a part thereof. What amount will be payable by Mr. X if service charges @ 10% is applicable on room charges
 - a) If he checks out at 6 pm on 21st Jan. 2012
 - b) If he checks out at 10 am on 22nd Jan. 2012
 - c) If he checks out at 3 pm on 22nd Jan. 2012
 - d) If he checks out at 11 am on 23rd Jan. 2012.



GROUP - C

(Long Answer Type Questions)

Answer any *three* of the following. $3 \times 15 = 45$

7. A five-star hotel in Jaipur has the following :

3 Banquet halls

1 Swimming pool

22 Suits

140 double bed rooms

1 24 hour coffee shop

1 24 hour bar

3 Restaurants (open till 2 am)

1 Night club (7 pm - 4 am)

1 Gym (open till 2 am)

It has also got its Kitchen, Store, Housekeeping dept., Reception, Changing room, Cloakroom, Lockers and a basement parking lot.

Prepare a schedule of night audit.



8. Prepare a departmental income statement of hotel from the given information for the year ended 31. 03. 2012 :

Heads	Amount (Rs.)
<i>Revenue :</i>	
Rooms	5,00,000
F & B	2,25,000
Other Deptt.	25,000
Payroll & related exp.	40,000
F & B	32,000
Other Deptt.	5,000
<i>Cost of sales :</i>	
Rooms	1,60,000
F & B	1,48,000
Other Deptt.	10,000
<i>Salaries and wages :</i>	
Rooms	60,000
F & B	18,000
Other Deptt.	10,000
<i>Unallocated exp. :</i>	
Rent, rates & insurance	30,000
Maintenance	12,000
Depreciation	36,000

Note : Unallocated expenses will be apportioned to the above departments in the ratio of revenue.

9. Classify various types of cost and explain with examples in the perspectives of hotels and resorts



10. The operating result of a company for the last two years are as follows :

Year	Sales (Rs.)	Profit (Rs.)
2010	2,70,000	6,000
2011	3,00,000	9,000

Assuming that the cost structure and selling prices remain the same. Find out

- a) P/V ratio
- b) Fixed cost
- c) Break-even point
- d) Margin of safety at a profit of Rs. 24,000.

11. Write short notes on any *three* of the following : 3 × 5

- a) Standard costing
- b) Guest ledger
- c) Entity and going concern concept
- d) Profit volume ratio
- e) Departmental accounting
- f) Allocation and apportionment of cost.

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12. The Trial Balance is given after preparation of profit and loss a/c for the year ended 31. 03. 2012 of Hindustan Hotel, Kolkata.

You are required to prepared a Balance Sheet as on that date.

Net Trial Balance as on 31. 10. 2011

<i>Debit balances</i>	<i>Rs.</i>	<i>Credit balances</i>	<i>Rs.</i>
Land & building	40,000	Capital	70,000
Kitchen equipment	50,000	Net profit	47,500
Sundry debtors	40,000	Sundry creditors	30,000
Stock in trade	35,000	Provision for bad debts	4,000
Drawings	20,000	Provision for discount on	
Provision for discount		debtors	2,000
on creditors	1,500	Loan on mortgage	20,000
Prepaid rent	2,000	Interest accrued on loan	2,000
Dividend receivable	5,000	Reserve fund	4,000
Cash at bank	10,000	Debenture	50,000
Cash in hand	1,000		10,000
Investment	25,000		
Deferred revenue			
expenditure	10,000		
	2,39,500		2,39,500