

NATIONAL COUNCIL FOR HOTEL MANAGEMENT
AND CATERING TECHNOLOGY, NOIDA
ACADEMIC YEAR – 2016-2017

COURSE : 3rd Semester of 3-year B.Sc. in H&HA
SUBJECT : Hotel Accountancy
TIME ALLOWED : 03 Hours MAX. MARKS: 100

(Marks allotted to each question are given in brackets)

Q.1. Prepare an Income Statement under Net Profit Method of Departmental Accounting from the following information:

Sales:

Restaurant	5,00,000/-
Banquet	3,00,000/-
Bar	2,00,000/-

Cost of sales:

Restaurant	1,50,000/-
Banquet	1,25,000/-
Bar	75,000/-

Salaries & Wages:

Restaurant	55,000/-
Banquet	25,000/-
Bar	15,000/-

Power & Fuel:

Restaurant	40,000/-
Banquet	22,000/-
Bar	5,000/-

Unallocated Expenses:

Advertisement	1,20,000/-
Repairs & maintenance	40,000/-
Administration expenses	35,000/-
Rent, rates taxes	50,000/-
Insurance	25,000/-
Interest	20,000/-
Depreciation	60,000/-

Note: Unallocated expenses are to be apportioned to the departments in the following ways:

- (a) Advertisement and repairs & maintenance to be apportioned as Restaurant 40%, Banquet 40%, Bar 20%.
- (b) Rent, Rates, Taxes to be apportioned equally to the respective departments.
- (c) All the other expenses in the ratio of sales turn over.

(10)

Q.2. Explain briefly (**any five**):

- | | |
|-----------------------|-------------------------|
| (a) Current Assets | (b) Depreciation |
| (c) Preference Shares | (d) Fixed Assets |
| (e) Creditors | (f) Net Working Capital |

(5x2=10)

Q.3. What do you understand by the term Auditing? How internal audit is different from statutory audit?

OR

Statutory audit is compulsory over internal audit. Explain.

(10)

Q.4. What do you mean by Uniform System of accounting? Explain the advantages of this system.

OR

Define internal control. Explain briefly the features of internal control.

(10)

Q.5. Draw the vertical Balance Sheet under the Uniform system of Accounting for hotels with illustrations.

(10)

Q.6. Distinguish between the following (**any two**):

- (a) Gross profit method and net profit method
- (b) Internal audit and statutory audit
- (c) Income statement and balance sheet

(2x5=10)

Q.7. Prepare a Rooms Department Income Schedule under uniform system of accounting for hotels from the following information:

Sales:	Rs.
Transient	2,00,000/-
Regular	1,50,000/-
Salaries & wages	25,000/-
Commission	15,270/-
Uniforms	10,000/-
Contract cleaning	12,550/-
Insurance	12,000/-
Allowance (Rooms)	20,000/-
Other revenue	15,000/-
Guest transportation	550/-
Other operated departments	3,000/-

(10)

- Q.8. Prepare a Balance Sheet according to the format prescribed in the uniform system of accounting for hotels from the following trial balance of M/s. Taneja Hotels. Ltd:

Debit	Amount in Rs.	Credit	Amount in Rs.
Cash in hand	5,000/-	Capital stock	5,25,000/-
Cash at bank	40,000/-	Accrued expenses	7,500/-
Closing stock	17,500/-	Debentures	35,000/-
Pre-paid expense	2,500/-	General reserve	40,000/-
Crockery & cutlery	17,500/-	Capital reserve	35,000/-
Land & building	2,50,000/-	P&L account	70,000/-
Marketable securities	1,00,000/-	Sundry creditors	40,000/-
Sundry debtors	5,000/-	Bills payable	5,000/-
Kitchen equipment	1,00,000/-		
Music system	40,000/-		
Deferred revenue expenditure	20,000/-		
Furniture & fixture	50,000/-		
Investments	1,10,000/-		
	7,57,500/-		7,57,500/-

(10)

- Q.9. Prepare an Income statement of a hotel in accordance with Uniform System of accounts from the following information as on 31st December 2015:

Net Sales		Other Expenses	
Rooms	16,50,000/-	Rooms	1,65,000/-
Food & Beverage	15,40,000/-	Food & Beverage	1,17,000/-
Telephone	55,000/-	Telephone	3,850/-
Other Departments	35,000/-	Other Departments	2,250/-
		Administrative & General	12,000/-
		Marketing	65,000/-
Cost of Sales		Property Operation	
Food & Beverage	5,50,000/-	and maintenance	60,000/-
Telephone	40,000/-	Energy Cost	80,000/-
Other Departments	20,000/-		
Payroll & other related expenses		Fixed Charges	
Rooms	2,60,000/-	Rent	10,000/-
Food & Beverage	4,00,000/-	Property tax	50,000/-
Telephone	25,000/-	Insurance	35,000/-
Other Departments	6,000/-	Interest	75,000/-
Administrative & general	1,50,000/-	Depreciation	1,65,000/-
Marketing	45,000/-		
Property operation			
And maintenance	55,000/-		
Charge Income Tax @20% on net income			
Profit on Sale of fixed assets Rs.1,00,000/-			

(10)

Q.10. State True or False:

- (a) Segregation of duties is a method of internal control.
- (b) Opening stock plus purchases minus closing stock = Cost of goods sold.
- (c) Net profit is sales less direct expenses.
- (d) Goodwill is an intangible asset.
- (e) Balance sheet is a statement.
- (f) Pre-paid expense is an income.
- (g) Income received in advance is a liability.
- (h) Internal check is a method of internal control.
- (i) Statutory audit is optional for a hotel.
- (j) Income statement shows financial position of the business.

(10x1=10)
