

BACHELOR IN HOTEL MANAGEMENT (BIHM)

Term-End Examination

June, 2017

BHY-036 : HOTEL ACCOUNTANCY

Time : 3 hours

Maximum Marks : 100

Note : (i) Attempt any five questions.

(ii) All questions carry equal marks.

1. Define Accounting. Give its characteristics, advantages and limitations. 20
2. Explain various branches of accounting in detail. 20
What type of Accounting is used in hotel Business ?
Give its importance.
3. What is Double Entry system of accounting? Give its advantages. How is it different from Single Entry system? 20
4. Give performa of a journal and a ledger. Take five imaginary transactions, journalise them and post them into ledger. 20
5. What do you understand by the term 'final accounts with adjustments' ? Explain any five adjustments. 20

6. A firm purchased on 1st January, 1996 machinery for ₹ 1,16,400 and spent ₹ 3,600 on its installation. On 1st July, 1996, another machine was purchased for ₹ 40,000. On 1st July, 1998 the machine purchased on 1st January, 1996 having become obsolete was sold for ₹ 57,200 and on the same date a new machine was purchased at a cost of ₹ 80,000. Depreciation was provided for annually on 31st December @ 10% p.a. on written down value. In 1999, however, the firm changed the method of providing depreciation and adopted the method of providing 5% p.a. depreciation on the original cost of machinery with retrospective effect. Prepare Machinery Account. 20
7. What is a Cheque ? Why is crossing of cheque important ? Explain Bank reconciliation statement. 20
8. Explain capital, revenue and deferred revenue expenditure. Discuss the role of statutory audit in an organisation. 20
9. Explain the followings : 10x2=20
(a) Cost sheet and Cost centre
(b) Difference between Cost Accounting and Financial Accounting
10. What is Internal Audit ? What are the advantages and disadvantages of it ? 20
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