

**BIRLA INSTITUTE OF TECHNOLOGY, MESRA, RANCHI
(END SEMESTER EXAMINATION)**

**CLASS: BHM
BRANCH: MANAGEMENT**

SUBJECT: BH25105 HOTEL ACCOUNTING

**SEMESTER : I
SESSION : MO/2025**

TIME: 3 Hours

FULL MARKS: 50

INSTRUCTIONS:

1. The question paper contains 5 questions each of 10 marks and total 50 marks.
2. Attempt all questions.
3. The missing data, if any, may be assumed suitably.
4. Before attempting the question paper, be sure that you have got the correct question paper.
5. Tables/Data hand book/Graph paper etc. to be supplied to the candidates in the examination hall.

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| | CO | BL |
| Q.1(a) What do you mean by accounting? What are its main objectives? | [5] | 1 |
| Q.1(b) Explain and give example of each of the following accounting terms:
(i) Expenses (ii) Drawings and (iii) Gain. | [5] | 1 |

- Q.2(a) Enter the following in XYZ Cash Book and show the balance: [5] 2

i)	March 1	Balance of Cash in Hand	Rs. 20,000
ii)	March 8	Purchase goods for cash from X for	Rs. 4,000
iii)	March 15	Sold goods to Y	Rs. 4,800
iv)	March 20	Received commission	Rs. 800
v)	March 20	Paid commission	Rs. 600
vi)	March 28	Paid to Sholk	Rs. 7,500
vii)	March 31	Paid salary to the office clerk	Rs. 1,000
		Office rent	Rs. 600

- Q.2(b) Why is it necessary to sub-divide a Journal? What are its advantages? [5] 2

- Q.3(a) On 31st March, 2010 the Pass Book of a trader showed a credit balance of Rs. 15,650 whereas the Cash Book showed a debit balance of Rs. 15,200. The reasons for the differences were: [5] 3

- (i) Cheques issued to Roshan for Rs. 6,000 and to Daniel for Rs. 3,840 were not presented for payment.
- (ii) Bank charged Rs. 350 for bank charges.
- (iii) Nitesh directly deposited Rs. 8,160 into the Bank Account of the trader which was not entered in the Cash Book.
- (iv) Two cheques one from Shyam for Rs. 5,150 and another from Kailash for Rs. 12,500 were collected by bank in the first week of April, 2010 although they were banked on 25th March, 2010.
- (v) Interest allowed by bank Rs. 450.

Prepare a Bank Reconciliation Statement as on 31st March, 2010.

- Q.3(b) What is the Bank Reconciliation Statement? Explain the purpose of preparing such a statement. [5] 3

- Q.4(a) What are the different classes of errors? Which of them does not affect a Trial Balance? [5] 4

- Q.4(b) The following Trial Balance is drawn from the books of Brown Traders: [5] 4

ITEMS	Rs.	ITEMS	Rs.
Building	60,000	Capital	73,600
Machinery	17,000	Fixtures	5,600
Return Outwards	2,600	Sales	1,04,000
Bad Debts	2,800	Debtors	60,000
Cash	400	Interest Received	2,600
Discount Received	3,000		
Bank Overdraft	10,000		
Creditors	50,000		
Purchases	1,00,000		
	<u>2,45,800</u>		<u>2,45,800</u>

You are required to comment whether it is correct or not. If this Trial Balance is not correct, draw the correct one.

Q.5(a) Distinguish between Current Assets and Fixed Assets.

[5] 5

Q.5(b) From the following balances of ABC, prepare the Trading Account. Profit and Loss Account, and the Balance Sheet as on 31st March, 2009:

[5] 5

ITEMS	Rs.	ITEMS	Rs.
Capital	36,000	Bad Debts	287
Creditors	8,720	Interest	1,285
Bills Payable	2,527	Insurance	417
Sales	78,182	Machinery	10,000
Loan	12,000	Stock (Opening)	9,945
Debtors	3,885	Purchases	62,092
Salaries	4,000	Wages	4,300
Discount	1,000	Buildings	23,780
Postage	273	Fixture and Fittings	16,155

Value of goods on hand was Rs. 14,300.

.....25/11/2025.....E