



**KOLEJ YAYASAN PELAJARAN JOHOR
FINAL EXAMINATION**

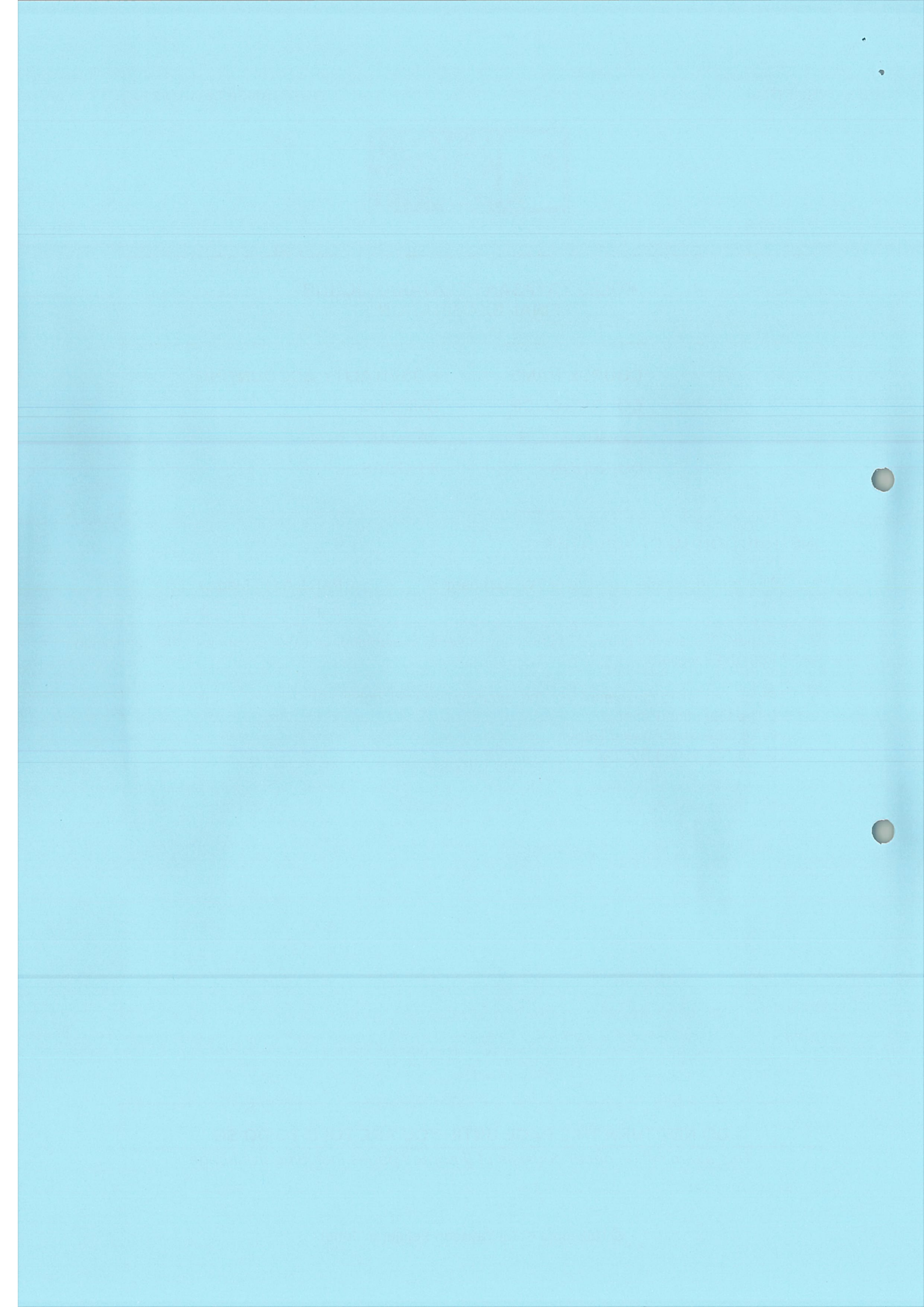
COURSE NAME : HOSPITALITY ACCOUNTING
COURSE CODE : DHM3143
EXAMINATION : JANUARY 2024
DURATION : 3 HOURS

INSTRUCTION TO CANDIDATES

1. This question paper consists of **TWO (2)** parts :
PART A (10 Marks)
PART B (90 Marks)
2. Candidates are not allowed to bring any material to examination room except with the permission from the invigilator.
3. Please check to make sure that this examination pack consist of:
 - i. The Question Paper
 - ii. An Objective Answer Paper
 - iii. An Answering Booklet

DO NOT TURN THIS PAGE UNTIL YOU ARE TOLD TO DO SO

This examination paper consists of 9 printed pages including front page



PART A

This part contains **TEN (10)** questions.

Answer ALL in the Objective Answer Paper.

1. Who are the external users of a company's financial statement?

- A Manager.
- B Supervisor.
- C Employees.
- D Shareholders.

2. Which of these statements defines the realization principle?

- A All transactions are recorded at their cost to the business.
- B This concept implies that you should not waste time recording transactions that are trivial.
- C The income statement should only include the income earned and expenses incurred for the current financial year.
- D The concept states that profits must not be overstated, and the value of assets must not be shown to be too high the accountant's duty is to ensure that the readers of the final's accounts get a true and proper picture of the financial states of the business.

3.

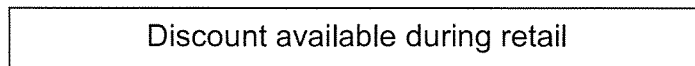


Diagram 1

Which of the incentives below shows the situation in Diagram 1?

- A Cash discounts.
- B Trade discounts.
- C Quality discounts.
- D Quantity discounts.

4. Which of these is the major revenue center?
- A Room.
 - B Telephone.
 - C Newsstand.
 - D Recreation center.
5. What was the primary concern of creditors when assessing the strength of a firm?
- A Leverage.
 - B Share price.
 - C Profitability.
 - D Short-term liquidity.
6. Mildred Company is a wholesaler of office supplies. The activity for inventory of calculators during August is shown below:

		Units	Cost (RM)
August 1	Inventory	20,000	36.00
7	Purchase	30,000	37.20
12	Sale	36,000	
21	Purchase	48,000	38.00
22	Sale	38,000	
29	Purchase	16,000	38.60

Mildred Company uses a FIFO periodic inventory system, what is the ending inventory on August 31?

- A RM1,500,800
 - B RM1,501,600
 - C RM1,522,880
 - D RM1,529,600
7. Why is internal control important for each company?
- A Prevent fraud and theft.
 - B Ignore responsibilities around the employee.
 - C Allowed others to access to the company's data.
 - D Making management difficult to supervise their team.

8. Ahmad bought inventories from Jannah Supermarket for RM3,000.00. The invoice had been given to him on 12/8/2022. If he had been given a cash discount term of 2/5, n/15 *prox*, what is the amount that Ahmad has to pay if he pays on 5/9/2022?
- A RM3,000
 - B RM2,970
 - C RM2,940
 - D RM2,910
9. A company employing an online computer system has CRT terminals located in all operating departments for inquiry and updating purposes. Many of the company's employees have access to and are required to use the CRT terminals. A control the company would incorporate to prevent an employee from making an unauthorized change to computer records unrelated to that employee's job would be to _____
- A Use validity checks.
 - B. Establish user codes and passwords.
 - C. Restrict the physical access to terminals.
 - D. Apply a compatibility test to transactions or inquiries entered by the user.
10. A firm has a total debt of RM4,620 and a debt-equity ratio of 0.57. What is the value of the total assets?
- A. RM7,253.40
 - B. RM9,571.95
 - C. RM11,034.00
 - D. RM12,725.26

[10 MARKS]

PART B

This part contains **SIX (6)** questions.

Answer ALL questions in Answering Booklet.

QUESTION 1

- a. Apart from the control activities, explain another two (2) components of internal controls.
(4 marks)
- b. Explain management assertions. Provide three (3) examples of management assertion to illustrate your understanding.
(5 marks)
- c. Explain analytical procedures. Provide two (2) examples of analytical procedures that can be conducted by auditors
(4 marks)

QUESTION 2

- a. There are 2 revenue centers for the hospitality industry. Give one (1) example for each revenue centers.
(1 mark)
- b. Calculate the amount of the cheque remitted to pay for each of the following invoices:
- i. Dated June 7, terms 2/10, n/30, invoice amount RM200, payment made on June 17.
(2marks)
- ii. Dated June 8, terms 1/10, n/30, invoice amount RM200, payment made on June 20.
(2 marks)
- iii. Dated July 14, terms 2/10, n/30 EOM, invoice amount RM500, payment made on August.
(1 mark)

- c. List down five (5) basic internal control procedures for beverage sales.
(5 marks)
- d. Give five (5) responsibilities for night auditors in hospitality industries
(5 marks)

QUESTION 3

Sage Sdn Bhd sells Sage products. Here is information about the product for September 2023

Date	Item	Unit	Price per unit (RM)
Sep 1	Balance	40	50
10	Purchase	100	52
15	Sales	100	
20	Purchase	80	53
25	Sales	80	
27	Purchase	60	60

The selling price is fixed at RM65 per unit

Required

Using Average Cost method, **calculate:**

- a. closing inventory.
(10 marks)
- b. cost of goods sold.
(4 marks)
- c. gross profit.
(2 marks)

QUESTION 4

The following information summarizes various general ledger accounts of the rooms department of Roshan Hotel for the year ended 31st December 2022.

	RM
Commission	2,300
Contract Cleaning	3,299
Employee benefits	23,700
Guest Transportation	8,725
Laundry and Dry Cleaning	4,700
Linen	6,723
Operating Supplies	7,420
Other operating income	10,000
Reservation Expenses	2,678
Room Revenue	500,000
Room Allowances	2000
Salaries and Wages	300,000

Required:

Prepare the **ROOM'S DEPARTMENT'S INCOME STATEMENT SCHEDULE** for the Roshan Hotel for the year ended 31st December 2022.

(15 marks)

QUESTION 5

a) Give 2 reasons why the collection of the debt from customer failed.

(2 marks)

b) Ahmad rents a deluxe room at Maverick Hotel. The cost of the room is RM500.00 and the payment is made on bank credit cards drafts. The credit card company charges a 4% fee. Prepare journal entries for the transaction given.

(5 marks)

- c) Show the journal entry of the bad debts transactions
- i. Assume that a hospitality company uses the direct **write-off method** to record an uncollectible receivable of RM1,950.
(2 marks)
 - ii. Assume that a hospitality company uses the **allowance method** to record an uncollectible receivable of RM1,200
(2 marks)

QUESTION 6

The following is the information on Kingsman Café and Golden Café for the year 2022.

	Kingsman (RM)	Golden (RM)
Sales revenue	950,000	1,500,200
Less: Cost of Sales	(690,000)	(1,028,300)
Earning Income, Before Interest and Tax	260,000	471,900
Less: Interest	(80,000)	(40,200)
Income before tax	230,000	371,700
Less: Income tax	(69,000)	(231,510)
Net Income After Interest and Tax	111,000	200,190
	RM	RM
Fixed assets	799,400	899,400
Current assets	152,800	152,990
Long Term Liabilities	200,000	150,000
Current Liabilities	80,000	90,000
Total stockholders' equity	672,200	812,390

Additional information:

- a) Prepayments are as follows:
- | | |
|----------------|----------|
| Kingsman Café: | RM15,280 |
| Golden Café: | RM15,299 |
- b) Inventories are as follows:
- | | |
|----------------|-------------|
| Kingsman Café: | RM53,480 |
| Golden Café: | RM53,546.50 |

Required:

Based on the information given, **calculate** Kingsman Café and Golden Café's:

- a. Current ratio. (4 marks)
- b. Quick ratio. (6 marks)
- c. Gross profit margin. (4 marks)
- d. Net profit margin. (4 marks)
- e. Using liquidity ratio, which Café is better? Justify your answer. (2 marks)

[90 MARKS]

END OF QUESTION PAPER



