



KOLEJ YAYASAN PELAJARAN JOHOR
FINAL EXAMINATION

COURSE NAME : HOSPITALITY ACCOUNTING
COURSE CODE : DHM3143
EXAMINATION : OKTOBER 2017
DURATION : 3 HOURS

INSTRUCTION TO CANDIDATES

1. This examintaion paper consists of **THREE (3)** parts :
 - , PART A (20 Marks)
 - PART B (60 Marks)
 - PART C (20 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. Question Paper
 - ii. Objective Answer Paper
 - iii. Answering Booklet

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

*This examination paper consists of **12** printed pages including front page*

PART A

This part contains of **TWENTY(20)** questions.

Answer ALL in Objective Answer Paper.

1. Which of this are external users of a company's financial statement?
 - A Member of the board of directors
 - B Stockholder
 - C Departmental Head
 - D Top-Level Manager

2. Which of these users are the users of managerial accounting?
 - A Government
 - B Manager
 - C Shareholder
 - D Supplier

3. Which of these are major revenue center?
 - A Room
 - B Telephone
 - C Recreation center
 - D Newsstand

4. Suppliers offer an incentive called _____ to encourage prompt payment
 - A allowances
 - B trade discounts
 - C unearned income
 - D cash discounts

5. What expense is NOT included in Admin & General department?
 - A Linen expenses
 - B Printing and stationary
 - C Utilities
 - D Salaries

6. Which of this statement defined realization principle?
- A Sale is recognized only after the customer have made the order for products or services
 - B Sale is recognized only after services or products have been delivered and accepted
 - C Sale is recognized only after the payment have been made
 - D Sale is recognized only after the payment have been made

7.

Cash discount ending period is computed at the beginning of next month

Which best defined the above situations?

- A Trade discount
 - B Discount on receipt of goods
 - C Discount on date of invoice
 - D Discount on end of month
8. Rahmat have buys inventories from Michael Supermaket for RM5,000.00. The invoice had been given to him on 12/8/2017. If he had been given cash discount term of 2/5, n/15 *prox*, what is the amount Rahmat have to pay if he pays on 5/9/2017?
- A RM5,000.00
 - B RM4,900.00
 - C RM5,100.00
 - D RM4,000.00

9. Which of these element included in Income Statement

- i. Revenue
 - ii. Expenses
 - iii. Asset
 - iv. Liabilities
- A i, ii
 - B i, iii
 - C ii, iv
 - D i, ii, iii

10. Which of these are the reasons bad debt occurred?

- i. Customer bankruptcy
- ii. Customer death
- iii. Customer fraud
- iv. Company bankruptcy

- A i, ii
- B i, iii
- C ii, iv
- D i, ii, iii

11. Which area incurred specifically in hospitality industries?

- A Low employee turnover
- B Small business size
- C High cash transactions
- D Inventory products been taken care in good shape

12. Which is fraud from the account payable section?

- A Sell combination to safes
- B Remove cash and show it as a shortage
- C Under-add cash sheet columns and remove cash
- D Set up a dummy company and make out cheque on the false invoices

13. Which fraud happens in receiving and inventory?

- A Remove cash and adjust register readings or voiding sales
- B Use garbage cans to smuggle items out of the back door
- C Make out cheques for invoices already paid and cash the cheques for personal use
- D Use excess moisture in items priced by weight

14. Which of this **ARE NOT** the methods how to compute inventory control?

- A First In First Out
- B Last In Last Out
- C Weighted average cost method
- D Last In First Out

15. What is the formula for total asset to total liabilities ratio?

- A Total asset add with total liabilities
- B Total assets divide by total liabilities
- C Total assets times total liabilities
- D Total assets minus total liabilities

16.

1/20, n/40

Diagram above shows the term of discount for one company. What are 20 represents for?

- A Net/ full amount paid
- B Percentage of discount
- C No of days after invoice date during which the discount may be taken
- D No of days after invoice date that the invoice must be paid

17. Krish has purchase machine from Appocalypse Factory for RM10,000.00. The invoice had been given to him on 2/8/2016 and the goods are received on 10/8/2017. If he had been given cash discount term of 5/20, n/60 ROG, what is the amount Krish have to pay if he pays on 30/8/2017?

- A RM9,500.00
- B RM10,500.00
- C RM10,000.00
- D RM8,000.00

18. Kimi Raikonen has purchase spare parts for cars from McLaren for RM20,000.00. The invoice had been given to him on 14/7/2017. Which of the date could allow her to get cash discount if the term is 1/5, n/20 prox?

- A 19/7/2017
- B 24/7/2017
- C 1/8/2017
- D 5/8/2017

19. Why internal control is important for each company?

- A Allowed other to access to the company's data
- B Ignore responsibilities around the employee
- C Making management difficult to supervise their team
- D Prevent fraud and theft

20. Which of these expenses fall under indirect expenses?

- i. Electricity
- ii. Taxes
- iii. Interest
- iv. Raw material

- A i, ii
- B i, iii
- C ii, iv
- D i, ii, iii

[20 MARKS]

PART B

This part contains of **FIVE (5)** questions.

Answer ALL questions in Answering Booklet.

QUESTION 1

- a. Give the latest date which the customers can enjoy discount
- Dated August 27, 2017, terms 3/15, n/30
 - Dated August 10, 2017, terms 2/10, n/30 ROG, goods received on 31st August 2017.
 - Dated 26th July 2017, terms 5/10, n/11 prox.
 - Dated 15th June 2017, terms 2/10, n/30 EOM

(4 marks)

- b. XYZ Hotel generates food and beverage and room as their main income. The operation has recorded the following amounts: food sales RM12,000; room income RM203,000; food allowances RM500; and room allowance RM250. Calculate the gross profit on food and the net food sales if cost of food held for sale is RM4,000

(5 marks)

- c. Calculate the amount of the cheque remitted to pay for invoice date 5th February 2017, terms 5/10 n 60 *prox*, invoice amount RM1,700, payment made on 10th March 2017.

(3 marks)

QUESTION 2

List down 4 unique problems for hospitality industries

(4 marks)

QUESTION 3

The following information summarizes various general ledger accounts of the room department of Defence of the Ancient Hotel for the year ended 31st August 2017.

	Debit
Room sales	RM1,043,900
Allowance	RM2,700
Other Employee benefits	RM3,864
Reservation Expense	RM7,288
Contract Cleaning	RM13,200
Other operating income	RM36,000
Laundry and Dry Cleaning	RM11,706
Linen	RM7,742
Commissions	RM4,124
Operating Supplies	RM12,619
Other Operating Expenses	RM6,875
Payroll Taxes	RM18,716
Salaries and wages.	RM159,304
Uniforms	RM3,032

REQUIRED:

Prepare the room department income statement for the Defence of the Ancient Hotel for the year ended 31st August 2017

(20 marks)

QUESTION 4

Given are the inventories for Roshan Trading for the year ended 31 August 2017.

Date	Purchases @ cost price per unit	Sales	Sales Price
July 4	300 units @ RM20.00		
11	550 units @ RM21.50		
26		600 units	RM35.00/unit
27		200 units	RM45.00/unit
31	500 units @ RM22.50		

REQUIRED:

Using FIFO method, please calculate

- closing inventory
- cost of goods sold and
- gross profit

(15 marks)

QUESTION 5

- a. Show the journal entry of the following credit card fees transactions
- i. At the end of each day, a hotel totals the bankcard drafts and deposits them with cash items into the hotel's checking account. The hotel's credit card drafts total RM10, 000.
[2 marks]
 - ii. The credit card company charges a 4% fees
[3 marks]
- b. 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 RM500.
[2 marks]
 - ii. Assume that a hospitality company uses the **allowance method** to record an uncollectible receivable of RM800.
[2 marks]
- [60 MARKS]**

PART C

This part contains of **THREE(3)** questions. Answer **TWO(2)** questions only.

Answer the questions in Answering Booklet.

QUESTION 1

The following is the extractions of Income Statement and Balance Sheet for Becky Ltd for the year ended 31st July 2017

	RM
Sales	430,000.00
Cost of Sales	150,000.00
Total expenses	250,000.00
Total Current Assets	50,000.00
Fixed Assets	325,000.00
Total Current Liabilities	25,000.00
Owners' equity	150,000.00
Long-Term Liabilities	200,000.00

Based on the information given, find:

- Current ratio
- Total liabilities to total equities
- Total assets to total liabilities
- Net return on total assets

(10 marks)

QUESTION 2

Calculate the amount of cheque remitted to pay for each of the following invoices:

- a. August 18th, terms 2/20, n/30, invoice amounting RM800, payment made on September 7th
- b. September 5th, terms 10/10, n/40 *prox*, invoice amounting RM10, 000, payment made on October 10th
- c. June 7th, terms 5/15, n/60 EOM, invoice amounting RM120, 000, payment made on July 16th
- d. May 5th, terms 2/20, n/30 ROG, invoice amounting RM18000, goods received on July 18th payment made on August 6th

(10 marks)

QUESTION 3

In Hospitality industry, there are many principles of internal control that need to be implemented. Explain 5 of the principles of internal control

(10 marks)

[20 MARKS]

END OF QUESTION PAPER

