



V. M. SALGAOCAR INSTITUTE
of
INTERNATIONAL HOSPITALITY EDUCATION

B.Sc. INTERNATIONAL HOSPITALITY MANAGEMENT

Type: Semester End Assessment

Date: 27/04/2023

Batch & Term: 2022-25 & 3

Total Marks: 25

Time Duration: 02 Hours

Course Name: Management Accounting - Costing & Decision Making

Course Code: IHOH105

Instructor: Prof. Irfan Mirza

CMA (Ms.) Shameem Memon

This paper contains 03 pages in addition to the cover page.

Full Name of the Student: _____

Permanent Registration Number: _____ Class: _____

Marks Obtained: _____ Faculty Signature: _____ Invigilator Signature: _____

Main Answer Sheet	Number of Supplements	Total Number of Answer Sheets
01		

- Carefully read each question at the outset of the paper. All queries must be addressed to the faculty within the first 10 minutes of the examination.
- Students are expected to maintain complete silence in the examination hall and avoid interacting or communicating with their peers.
- Students must enter the examination hall 10 minutes prior to the scheduled time of the examination.
- Students will carry only their essential Books, notes, pens, pencils, calculators and scales into the examination hall.
- Bags, eatables, drinks, etc. will not be allowed inside the hall with the exception of a bottle of water.
- Cell phones and beeping watches are prohibited in the examination hall. The usage of electronic data banks is prohibited.
- Students will answer the examination with only blue/ black ball point pens unless informed differently by faculty. Avoid usage of green or red ink pens on the answer sheet.
- Dictionaries will not be allowed into examination hall unless informed differently by faculty.



Answer the following questions

Q.1. From the following details prepare cost sheet of Good Food Ltd for the year ended 31.3.2023. **(05 Marks)**

Particulars	Amount (Rs.)
Purchases of Raw Material	385000
Opening stock of Raw Material	30000
Closing stock of Raw Material	18000
Direct Wages	120000
Direct Expenses	27000
Factory Expenses	80% of Direct Wages
Office and Administrative Overheads	20% of Works Cost
Selling and Distribution Overheads	64000
Opening Stock of Finished Goods	25000
Closing Stock of Finished Goods	18000
Profit on Total Cost	25%

Q.2.a) The following particulars are related to the production department of a factory for the month of March, 2023: **(03 Marks)**

Particulars	Amount or Hours
Materials Used	Rs. 320000
Direct Wages	Rs. 288000
Direct Labour Worked	80000 Hours
Hours of Machine Operation	100,000 hours
Overhead Charges allocated to the department	Rs. 560000

Calculate overhead absorption rate on the basis of:

- 1) Direct Labour Cost 2) Direct Labour Hour 3) Machine Hour



Q. 2.b) Calculate Profit Volume Ratio (P/V Ratio) from the following information: (02 Marks)

Particulars	Years	
	2022	2023
Sales (Rs.)	600000	800000
Profit (Rs.)	100000	160000

Q. 3) London Ltd. provides you the following data: (05 Marks)

Selling Price per unit	Rs.200
Variable Cost per unit	Rs.120
Fixed Cost per annum	Rs. 60000
Actual Sales	Rs. 380000

Calculate:

- Contribution
- Profit Volume Ratio
- Break event sales (Rs. and Units)
- Margin of Safety (Rs.)

Q. 4) Foodworld Company Ltd can produce 20000 burgers in a month for a fixed cost of Rs. 100,000. The variable cost per burger is Rs.80. The current demand is for 15000 burgers. The Selling price per burger is R. 200.

It is approached by a Company for an order of 4000 burgers at selling price of Rs. 160 each.

You are required to:

- Find out the relevant cost in the above case
- Suggest whether Foodworld Company Ltd. should accept or reject the new order and also state the reason for the same.

(05 Marks)



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Q.5) Information obtained from "Receiving clerk daily report" – June 2022 (05 Marks)

Directs	21,627.40
Stores	15,111.10
Wines	18,454.00
Sodas	6,326.50
Beers	8,471.30
Liquors	3,617.10
Food for beverage sales	84.70
Beverage for cooking	146.50
Employee meals	1,437.00
Free Food (Promotion)	64.50
Beverage ending inventory May 2022	68,450.50
Beverage ending inventory June 2022	79,999.90
Beverage sales June	93,726.00
Room sales June	237,864.50
Food sales June	92,235.80
Food ending inventory June	46,233.30
Food ending inventory May	43,233.30

You are required to:

- 1) Calculate the monthly food cost (June)
- 2) Calculate the monthly beverage cost (June)