



V. M. SALGAOCAR INSTITUTE
of
INTERNATIONAL HOSPITALITY EDUCATION

B.Sc. International Hospitality Management

Type: Semester End Assessment

Date: 24/04/2023

Batch and Term: 2021-24 & 4

Total Marks: 25 marks

Time Duration: 02 Hours

Course Name: Financial Accounting

Course Code: IHOH106

Instructor: 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 should not interact or communicate with their peers.
- Students will carry only their essential stationery like pens, pencils, ruler and simple calculators 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, electronic data banks, scientific calculators and smart/beeping watches are prohibited in the examination hall.
- 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 Balance Sheets of Zayaka Ltd. Prepare comparative balance Sheet and offer your comments on the same. **(07 Marks)**

Particulars	Note No.	31.3.2022 (Amount in Rs.)	31.3.2023 (Amount in Rs.)
Equity and Liabilities:			
Shareholders' Funds:			
Share Capital		480000	595000
Reserves and Surplus		87000	95000
Non-Current Liabilities:			
Long Term Borrowings		223000	370000
Long Term Provisions		100000	136000
Current Liabilities:			
Short Term Borrowings		47000	36000
Total		<u>937000</u>	<u>1232000</u>
Assets:			
Non-Current Assets:			
Fixed Assets:			
Tangible Assets		335000	609000
Intangible Assets		184000	122000
Non-Current Investments		270000	132000
Current Assets:			
Inventories		45000	183000
Trade Receivables		96000	178000
Cash and Cash Equivalents		7000	8000
Total		<u>937000</u>	<u>1232000</u>



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Q.2. From the following Balance Sheet of Indian Food Ltd. calculate the following ratios:

- 1) Current Ratio 2) Quick Ratio 3) Proprietary Ratio
4) Debt to Equity Ratio 5) Stock to Working Capital Ratio. **(05 Marks)**

Balance Sheet as on 31st March, 2023

Liabilities	Amount (Rs.)	Assets	Amount (Rs.)
Equity Share Capital	3500000	Land and Building	3300000
13% Preference Share Capital	1400000	Machinery	3000000
Reserves and Surplus	200000	Furniture	200000
12% Debentures	1800000	Inventory	200000
Outstanding wages	130000	Debtors	580000
Sundry Creditors	600000	Bills Receivables	670000
Bills Payables	240000	Cash Balance	125000
Bank Overdraft	205000		
Total	80,75,000	Total	80,75,000

Q.3. From the following extract of the ledger balances and additional information of TajRaj Ltd. for the year ended 31.3.2023, you are required to prepare Income Statement as per Schedule III of Indian Companies Act, 2013. **(08 marks)**

Particulars	Amount (Rs.)
Cost of materials consumed	502000
Opening Stock of Finished Goods	800000
Salaries to staff	50000
Office expenses	15250
Interest paid on loans	8250
Rent received	15000
Sales	2050000
Commission received	12500
Depreciation on Kitchen Equipment	19000
Advertisement	10000
Provision for taxation	20000
Factory Insurance	7200
Warehouse Rent	15200
Printing and stationery charges	450000
Telephone charges	12000
Provident Fund Contribution	6500
Amortization of Patent	35000
Closing stock of finished goods	420000



Q. 4. a) For the following balance sheets calculate cash flow from investing activities and financing activities. **(03 Marks)**

Balance Sheet as on 31st March, 2022 and 2023

Liabilities	2022 Amount (Rs.)	2023 Amount (Rs.)	Assets	2022 Amount (Rs.)	2023 Amount (Rs.)
Equity Share Capital	28,00,000	28,00,000	Building	40,00,000	50,00,000
Preference Share Capital	560,000	800,000	Machinery	200,000	160,000
Reserves and Surplus	200,000	12,20,000	Inventory	200,000	520,000
12% Debentures	800,000	690,000	Debtors	80,000	160,000
Sundry Creditors	500,000	550,000	Bills Receivables	320,000	340,000
Bills Payables	140,000	360,000	Cash Balance	200,000	240,000
Total	<u>50,00,000</u>	<u>64,20,000</u>	Total	<u>50,00,000</u>	<u>64,20,000</u>

Q. 4 b) Identify the hidden accounting concept in the following statements. **(02 Marks)**

- i) The accounts manager of Food Good Ltd. has not recorded the profit their company may earn because of joining of one of the best chefs of Dubai.
- ii) The personal expenses of the owner of the business are recorded as drawings.
- iii) The accounts manager follows same method of stock valuation for 15 years of time.
- iv) The salary paid for 11 months but recorded in the books of accounts for 12 months.
