Q.1. Explain the role of cash receipts and cash payment.  

OR  
Define budget. Also explain budget objectives.  

(10)  

(4+6=10)  

Q.2. What do you mean by Auditing? Also explain the difference between Internal Audit and External Audit.  

OR  
Define Night Auditing. Explain Night Auditor’s duties.  

(3+7=10)  

Q.3. Explain budget limitations.  

OR  
Discuss in detail the difference between Fixed and Flexible Budget.  

(10)  

Q.4. Write short note (any two):  
(a) Margin of safety  
(b) Contribution  
(c) Break-even point  
(d) Cost sheet  

(2x5=10)  

Q.5. What do you mean by Break-even point? Show the relationship of margin of safety with break-even point.  

OR  
Explain the element involved in the preparation of cost sheet.  

(4+6=10)  

(10)
Q.6. A hotel has 150 rooms, out of these 3 rooms are occupied by Manager and 12 rooms are used for operational purpose. Seventy rooms are occupied by guests. Calculate Room Occupancy Percentage.

Q.7. From the following details find out:
(a) Profit volume ratio
(b) Break-even point (in sales)
(c) Margin of safety

<table>
<thead>
<tr>
<th>Sales</th>
<th>Total cost</th>
<th>Fixed cost</th>
<th>Net profit</th>
</tr>
</thead>
<tbody>
<tr>
<td>1,00,000/-</td>
<td>80,000/-</td>
<td>20,000/-</td>
<td>20,000/-</td>
</tr>
</tbody>
</table>

(4+3+3=10)

Q.8. Following information was taken from the books of Woodland hotel for the month of April 2009:

<table>
<thead>
<tr>
<th>Particulars</th>
<th>Rs.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales</td>
<td>7,00,000/-</td>
</tr>
<tr>
<td>Bonus</td>
<td>20,000/-</td>
</tr>
<tr>
<td>Opening stock</td>
<td>26,000/-</td>
</tr>
<tr>
<td>Closing stock</td>
<td>12,500/-</td>
</tr>
<tr>
<td>Purchases</td>
<td>2,20,000/-</td>
</tr>
<tr>
<td>Purchase return</td>
<td>7,000/-</td>
</tr>
<tr>
<td>Wages &amp; Salaries</td>
<td>45,000/-</td>
</tr>
<tr>
<td>Provident Fund</td>
<td>7,000/-</td>
</tr>
<tr>
<td>Employees health insurance scheme</td>
<td>2,000/-</td>
</tr>
<tr>
<td>Postage and stamps</td>
<td>500/-</td>
</tr>
<tr>
<td>Rent</td>
<td>8,500/-</td>
</tr>
<tr>
<td>Maintenance cost</td>
<td>7,000/-</td>
</tr>
<tr>
<td>Advertising expenses</td>
<td>12,000/-</td>
</tr>
<tr>
<td>Travelling</td>
<td>4,500/-</td>
</tr>
<tr>
<td>Staff food</td>
<td>6,000/-</td>
</tr>
</tbody>
</table>

Calculate the following:
(a) Material cost
(b) Overheads
(c) Gross profit
(d) Net profit

(4x2 ½ =10)
Q.9. A hotel has 150 lettable rooms. Out of these 30 rooms are sold on double occupancy and 70 rooms are sold on single occupancy. The rooms sales totaling to Rs.46000/-. Calculate the following:

(i) Room occupancy percentage  
(ii) Average room rate  
(iii) Bed occupancy percentage  
(iv) Average number of guests per room  

(4x2 ½ =10)

Q.10. Fill in the blanks:

(a) Total number of guests in a hotel is called as __________.
(b) Point of No loss, No gain is known as __________ point.
(c) Indirect cost is also known as __________ cost.
(d) Statutory audit is compulsory under __________.
(e) Prime cost means __________.

(5x2=10)

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