



<b>FACULTY/COLLEGE</b>	College of Business and Economics
<b>SCHOOL</b>	School of Accountancy
<b>DEPARTMENT</b>	Commercial Accounting
<b>CAMPUS(ES)</b>	APB - STH
<b>MODULE NAME</b>	Hospitality Financial Management
<b>MODULE CODE</b>	HFM01A1
<b>SEMESTER</b>	First
<b>ASSESSMENT OPPORTUNITY, MONTH AND YEAR</b>	Final Assessment Opportunity 28 May 2019

<b>ASSESSMENT DATE</b>	28 May 2019	<b>SESSION</b>	X
<b>ASSESSOR(S)</b>	Mr R Rhodes		
<b>MODERATOR(S)</b>	Mr D du Plessis		
<b>DURATION</b>	180 min	<b>TOTAL MARKS</b>	100

<b>NUMBER OF PAGES OF QUESTION PAPER (Including cover page)</b>	6
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#### INFORMATION/INSTRUCTIONS:

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- This is a closed-book assessment.
  - There are 5 questions.
  - Unless otherwise indicated, work in 2 decimals for Rand values and percentages.
  - Answer all questions on the provided template.
  - Read the questions carefully and answer only what is required.
  - Write neatly and legibly on both sides of the paper in the answer book, starting on the first page.
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**QUESTION 1 – Accounting Equation****[20 MARKS]**

You are required to calculate the missing amounts by applying the principles of the accounting equation.

	<b>Assets</b>	<b>Liabilities</b>	<b>Equity</b>	<b>Income</b>	<b>Expense</b>
1.1)	R 40 000	?	R 20 000	R 0	R 0
1.2)	R 120 000	R 60 000	?	R 0	R 0
1.3)	?	R 80 000	R 120 000	R 0	R 0
1.4)	R 70 000	?	R 170 000	R 250 000	R 120 000
1.5)	?	R 235 000	R 3 652 000	R 6 000 000	R 4 000 000
1.6)	R 325 000	R 25 000	?	R 32 000	R 12 000
1.7)	R 420 000	R 25 000	R 500 000	?	R 36 000
1.8)	R 250 000	R 156 000	R 200 000	R 300 000	?
1.9)	?	R 190 000	R 500 000	R 250 000	R 120 000
1.10)	R 2 500 000	?	R 1 000 000	R 5 432 000	R 3 222 000
1.11)	R 72 000	?	R 44 000	R 0	R 0

**Required**

- 1 Complete the following table, writing down the missing figures in your answer sheet next to the answer number Eg. 1.1) R 20 000 (20)

**QUESTION 2 - General Journal****[20 MARKS]**

You have been presented with the Journal entries of JJG Self-Catering for January 2019. Jacob Garas, the owner, has started a new self-catering business and has given you the following transaction that have happened in the first ten days of the business:

<b>Date</b>	<b>Transaction</b>	
1 Jan	The owner Jacob Garas deposited R50 000 into a banking account in the business name.	(2)
2 Jan	The owner, Jacob Garas transferred ownership of a house valued at R1 000 000 into the business name.	(2)
3 Jan	JJG Self-Catering purchased foodstuff (Inventory) for R400 cash.	(2)
6 Jan	JJG Self-Catering bought linen, cutlery and crockery (Assets) to the value of R1 000 and paid by EFT.	(2)
6 Jan	JJG Self-Catering bought three beds and bedroom furniture (Assets) to the value of R13 000 to be paid at the end of the month.	(2)
7 Jan	JJG Self-Catering paid wages to Jenny C of R800 for the week.	(2)
8 Jan	JJG Self-Catering received income of R2 400 via EFT to the bank account.	(2)
9 Jan	JJG Self-Catering transferred R250 foodstuff from inventory to Cost of Sales	(2)
9 Jan	JJG Self-Catering purchased foodstuff (Inventory) for R600 by credit card.	(2)
10 Jan	JJG Self-Catering received income of R5 400 via EFT to the bank account.	(2)

**Required**

- 1 You are required to transcribe the above transactions for the books of JJG Self- (20)  
Catering for January 2019 into a general journal format. You must use the correct  
headings and you must show the narrations to the journal entries.

**QUESTION 3 – General Ledger****[20 MARKS]**

Peter's Oval Doughnuts (POD) is a small vendor that sells off a cart on a street corner. Peter's wife prepares the doughnuts and all doughnuts are sold at R7 each.

Peter's wife also completed grade 7 bookkeeping at school and has journalised the transactions for Pete's doughnuts, in a weekly format, for February 2019. She has presented you with the following journals:

Date	Details	Dr amount	Cr Amount
7 Feb	Cash banked Sales Cash banked from sales	R4 800	R4 800
7 Feb	Cost of sales Bank Ingredients bought to make doughnuts	R1 650	R1 650
7 Feb	Electricity paid Bank Paid electricity for baking doughnuts	R300	R300
7 Feb	Wages and salaries paid Bank Weekly wages paid	R1 000	R1 000
14 Feb	Cash banked Sales Cash banked from sales	R6 200	R6 200
14 Feb	Cost of sales Bank Ingredients bought to make doughnuts	R2 400	R2 400
14 Feb	Electricity paid Bank Paid electricity for baking doughnuts	R380	R380
14 Feb	Wages and salaries paid Bank Weekly wages paid	R1 000	R1 000
14 Feb	Repairs Creditors Jack's Cycle The carts wheels were repaired by Jack's Cycles. We will pay him at the end of the month	R600	R600
21 Feb	Cash banked Sales Cash banked from sales	R5 300	R5 300
21 Feb	Cost of sales Bank Ingredients bought to make doughnuts	R2 150	R2 150
21 Feb	Electricity paid Bank Paid electricity for baking doughnuts	R310	R310

21 Feb	Wages and salaries paid Bank Weekly wages paid	R1 000	R1 000
28 Feb	Cash banked Sales Cash banked from sales	R6 900	R6 900
28 Feb	Cost of sales Bank Ingredients bought to make doughnuts	R3 000	R3 000
28 Feb	Electricity paid Bank Paid electricity for baking doughnuts	R390	R390
28 Feb	Wages and salaries paid Bank Weekly wages paid	R1 000	R1 000
28 Feb	Creditors Jack's Cycles Bank Paid Jack's Cycles for repairs done on the 14th.	R600	R600
28 Feb	Wages and salaries paid Bank Paid Pete a salary for the month	R7 000	R7 000

**Required**

- 3.1 Prepare bank account only in the General Ledger for Pete's Doughnuts for (20) February 2019. You must balance the general ledger accounts and bring down the balances.

**QUESTION 4 Trial Balance****[20 MARKS]**

Arial's Massage and Spa (AMAS) is an extensive Massage and Spa parlour. Their bookkeeper has resigned and disappeared and left the owner Arial, with a jumbled trial balance. Your task is to correctly identify the balances as debits and credits and prepare a properly balanced trial balance.

<b><u>Trial Balance of Arial's Massage and Spa at the 28th February 2019</u></b>		
	Dr	Cr
Income from the Operations	53 287 603	
Cost of sales	21 144 961	
Admin expenses		3 025 654
Audit expenses		500 000
General expenses	273 215	
General salaries and wages	6 025 459	
Interest paid on loan at DSA Bank		220 000
Interest paid on bond	3 400 000	
Interest received from investments	108 000	
Tax expense paid	4 810 787	
Salaries and wages	13 200 000	
<b><u>Assets</u></b>		
Asset Land and buildings	90 000 000	
Asset Motor vehicles		3 987 500
Asset Catering equipment		4 745 000
Asset Spa equipment		1 479 621
Asset Bank Balance	9 429 457	
Accounts receivable	662 601	
Investment in Ray's Chalets	600 000	
<b><u>Owner's Equity and Liabilities</u></b>		
Bond over property	54 000 000	
Capital	36 600 000	
Long term Loan at T E H Bank		2 000 000
Accounts Payable		15 108 652
Creditor Receiver of Revenue		2 400 000
	163 504 255	163 504 255

**Required**

4. Prepare the trial balance for Arial's Massage and Spa (AMAS) at the 28<sup>th</sup> February 2019. (20)

**QUESTION 5****[20 MARKS]****Required**

	Answer the following questions in your answer book. Read the questions carefully as some questions may have multiple answers.	
5.1	Explain what you understand a <b>'financial period'</b> to be.	(2)
5.2	Internal users of the business use management accounting. Name <b>any two</b> internal users of accounting information in the business.	(2)
5.3	Name the <b>two main types</b> of decisions that a financial manager would be involved in.	(2)
5.4	List <b>any two</b> of the four enhancing qualitative characteristics that need to be considered in accounting	(2)
5.5	Name <b>three things</b> that are contained in the Statement of profit or loss and other comprehensive income of a business	(3)
5.6	The enhanced accounting equation consists of 5 elements. Write down the advanced accounting equation.	(5)
5.7	Fill in the missing steps in the accounting cycle. Write down only your answers alongside the question number: 1) Transaction takes place 2) ? 5.7.1 3) ? 5.7.2 4) The general ledger accounts are balanced 5) ? 5.7.3 6) Year-end adjustments are completed 7) ? 5.7.4 8) The nominal Accounts are closed off to the trading account 9) The financial statements are drawn up	(4)

**TOTAL [100]**