# THE MOMBASA POLYTECHNIC UNIVERSITY COLLEGE <br> Faculty of Business \& Social Studies <br> DEPARTMENT OF HOSPITALITY \& TOURISM 

CERTIFICATE IN CATERING
(CC J09)

# FOOD BEVERAGE CONTROL AND 

END OF SEMESTER EXAMS
SERIES: APRIL/MAY 2010.
TIME: 2 HOURS

## INSTRUCTIONS TO CANDIDATES

1. The paper consists of TWO Sections A and B
2. Section $\mathbf{A}$ is compulsory. Answer ALL questions
3. Answer any TWO questions from Section B.
4. Switch off your mobile phones
5. Cheating in examination leads to disqualification

## SECTION A

(COMPULSORY)
Q. 1 (a) Define the following terms:
(i) Semi-fixed costs
(ii) Net profit
(iii) Direct costs
(iv) Margin of safety
(v) Pricing
(10 marks)
(b) Explain ONE advantage and THREE disadvantages of pricing based on costs.
(8 marks)
(c) Explain SIX reasons for costing a Menu.

## SECTION B

Answer any TWO questions from this Section.
Q. 2 (a) Differentiate between the following:
(i) Budget, budgeting and budgetary control
(ii) Capital budget and operational budget
(iii) Master budget and functional budget
(iv) Fixed and flexible budgets.
(b) Identify TWO responsibilities of budgetary control given to managers.
Q. 3 (a) A Catering establishment serves up to 20,000 customers per month. The average spending power of the customers is $£ 5.00$. The fixed Costs of the establishment are £45,000 per month and its variable costs are 35 per cent of sales. Draw a break-even chart to show the above information and indicate the margin of safety.
(b) From the above figure, calculate the following:-
(i) Sales
(ii) Variable costs
(iii) Net profit.
Q. 4 (a) Explain FIVE methods of pricing employed generally in the industry.
(b) Explain THREE factors which determine selling prices.
(c) Identify TWO charges added to the price in catering establishment and in each case give its importance.

