

BAL BHARATI PUBLIC SCHOOL

Ganga Ram Hospital Marg, New Delhi-60

CLASS –XI
ASSIGNMENT- 8

SUBJECT – ACCOUNTANCY
TOPIC – BANK RECONCILIATION STATEMENT

Q1) What is Bank Reconciliation statement? What is the purpose of preparing such a statement?

Q2) On comparing the cash book of Mr. Aggarwal with the Bank Pass Book, the following discrepancies were noted:

- a) Out of Rs.20,500 paid in cash, and by cheques into the bank on 27th March, cheque amounting to Rs.7,500 were collected on 7th April.
- b) Cheque and cash amounting to Rs.4,800 were deposited in bank on 26th March but credit was given for Rs.3,800 only.
- c) Out of cheques amounting to Rs.7,800 drawn on 26th March, a cheque for Rs.2,500 was encashed on 3rd April.
- d) Cheques issued to creditor amounting to Rs.20,000 on 25th March, of which cheques worth Rs.3,000 were presented to bank upto 31st March.
- e) A cheque for Rs.1,000 entered in cash book but omitted to be banked on 31st March.
- f) A cheque for Rs.600 deposited into bank but omitted to be recorded in cash book and was collected by the bank on 30th March.
- g) A bill receivable for Rs.520 previously discounted(discount Rs.20) with the bank had been dishonoured but advice was received on 1st April.
- h) A bill for Rs.10,000 was retired /paid by the bank under a rebate of Rs.150 but the full amount of the bill was credited in the bank column of the cash book.
- i) A cheque of Rs.1,080 credited in the pass book on March 28 being dishonoured is debited again in the pass book on 1st April. There was no entry in the cash book about the dishonour of the cheque until 15th April.
- j) A cheque of Rs.200 drawn on his saving deposit account has been shown as drawn on current account in cash book.

Prepare a bank reconciliation statement as at 31st March, 2011 if the balance as per cash book on 31st March, 2011 was Rs.39,570.

Q3) From the following particulars, prepare a Bank Reconciliation statement of Govind as on 31st December, 2011:

- a) Balance as per pass book on 31st December, 2011 is Rs.8,500.

- b) Cheques for Rs.5,100 were issued during the month of December, but of these cheques for Rs.1,200 were presented in the month of January, 2012 and one cheque for Rs.200 was not presented for payment.
- c) Cheques and cash amounting to Rs.4,800 were deposited in bank in the month of December, but credit was given for Rs.3,800 only.
- d) Bank has paid a bill payable amounting to Rs.1,000 but it has not been entered in the cash book and a bill receivable of Rs.500 which was discounted with the bank was dishonoured by the drawee on due date.
- e) The bank has charged Rs13 as its commission for collecting outstation cheques and has allowed interest Rs.10 on the trader's balance.
- f) Interest on investments Rs. 2,500 collected by bank appeared in the Pass Book.
- g) An entry of Rs. 30 of a payment by a customer directly into the bank appears in the pass book.
- h) Interest on overdraft amounting to Rs.1,200 did not appear in the cash book.