

## Bank Reconciliation Statement Questions

(a) From the following particulars, prepare a Bank Reconciliation Statement on 31<sup>st</sup> March 2021.

Particulars	Amount (₹)
Bank balance as per Pass Book	25,00,000
Bills discounted dishonored not recorded in Cash Book	12,50,000
Cheque received entered twice in Cash Book	25,000
Bank charges entered twice in Cash Book	5,000
Insurance premium paid directly by Bank under-standing instruction	1,50,000
Cheque issued but not presented to Bank for payment	12,50,000
Cheque received, but not sent to Bank	28,00,000
Cheque deposited in Bank, but no entry passed in the Cash Book	12,50,000
Credit side of the Bank column cast short	5,000

**Answer**

### Bank Reconciliation Statement as on 31<sup>st</sup> March, 2021

Particulars	Amount (₹)	Amount (₹)
Bank balance as per Pass book		25,00,000
Add: Bills dishonored not recorded in the cash book	12,50,000	
Cheque received entered twice in the cash book	25,000	
Insurance premium paid directly not recorded in the cash book	1,50,000	
Cheque received but not sent to the bank	28,00,000	
Credit side of the bank column cast short	5,000	42,30,000
		67,30,000
Less: Cheque deposited into the bank but no entry was passed in the cash book	12,50,000	
Bank charges recorded twice in the cash book	5,000	
Cheque issued but not presented to the bank	12,50,000	(25,05,000)
Bank balance as per Cash book		42,25,000

(b) From the following information, ascertain the Cash Book balance of Mr. Bajaj as on 31<sup>st</sup> March, 2021:

- (i) Debit balance as per Bank Pass Book ₹ 3,500.
- (ii) A cheque amounting to ₹ 2,500 deposited on 15<sup>th</sup> March, but the same was returned by the Bank on 24<sup>th</sup> March for which no entry was passed in the Cash Book.
- (iii) During March, two bills amounting to ₹ 2,500 and ₹ 500 were collected by the Bank but no entry was made in the Cash Book.
- (iv) A bill for ₹ 5,000 due from Mr. Balaji previously discounted for ₹ 4,800 were dishonored. The Bank debited the account, but no entry was passed in the Cash Book.

(v) A Cheque for ₹ 1,500 was debited twice in the cash book.

**Answer Bank Reconciliation Statement as on 31<sup>st</sup> March, 2021**

Particulars	Amount ₹
Balance as per Pass Book (Dr.)	(3,500)
Add: Cheques deposited but returned on 24 <sup>th</sup> March, 2021	2,500
Discounted bill from Mr. Balaji dishonored	5,000
Wrong debit in passbook	1,500
	5,500
Less: Bill discounted by bank (2,500+500)	(3000)
Balance as per Cash book (Dr. / Favorable)	2,500

(a) According to the cash-book of G there was balance of ₹ 4,45,000 in his bank on 30<sup>th</sup> June, 2021 On investigation you find that :

- (i) Cheques amounting to 60,000 issued to creditors have not been presented for payment till the date
- (ii) Cheques paid into bank amounting to 1,10,500 out of which cheques amounting to ₹ 55,000 only collected by bank up to 30<sup>th</sup> June 2021
- (iii) A dividend of ₹ 4,000 and rent amounting to 60,000 received by the bank and entered in the pass-book but not recorded in the cash book.
- (iv) Insurance premium (up to 31<sup>st</sup> December, 2020) paid by the bank ₹ 2,700 not entered in the cash book.
- (v) The payment side of the cash book had been under cast by ₹ 500
- (vi) Bank charges ₹ 150 shown in the pass book had not been entered in the cash book.
- (vii) A bill payable of ₹ 20,000 had been paid by the bank but were not entered in the cash book and bill receivable for ₹ 6,000 had been discounted with the bank at a cost of ₹ 100 which had also not been recorded in cash book.

**Answer In the Books of G**

**Cash Book (Bank Column)**

Receipts	₹	Payments	₹
To Balance b/d	4,45,000	By Insurance premium A/c	2,700
To Dividend A/c	4,000	By Correction of errors	500
To Rent A/c	60,000	By Bank charges	150
To Bill receivable A/c	5,900	By Bill payable	20,000
		By Balance c/d	4,91,550
	5,14,900		5,14,900

**Bank Reconciliation Statement as on 30<sup>th</sup> June, 2021**

Adjusted balance as per cash book	4,91,550
Add: Cheques issued but not presented for payment till 30th June, 2021	60,000
Less: Cheques paid into bank for collection but not collected till 30th June, 2021	(55,500)
Balance as per pass book	4,96,050

- (a) Prepare a Bank Reconciliation Statement from the following particulars as on 31<sup>st</sup> December, 2020 :

<i>Particulars</i>	
<i>Bank Balance as per Cash Book (Debit)</i>	<i>1,98,000</i>
<i>Bank Charges debited by the bank not recorded in Cash Book</i>	<i>34,000</i>
<i>Received from debtors vide RTGS on 31st December, 2020 not recorded in Cash Book</i>	<i>1,00,000</i>
<i>Cheque issued but not presented for payment</i>	<i>45,000</i>
<i>Cheque deposited but not cleared</i>	<i>25,000</i>
<i>Cheque received and deposited but dishonored. Entry for dishonor not made in the Cash Book</i>	<i>5,000</i>
<i>Instruction for payment given to the bank on 31st December, 2020 but the same effected by the Bank on 01<sup>st</sup> January, 2021</i>	<i>4,000</i>

**Answer                      Adjusted Cash Book as on 31<sup>st</sup> December, 2020**

Particulars		Particulars	
To Balance b/d	1,98,000	By Bank charges	34,000
To Debtors	1,00,000	By Debtor (cheque dishonor)By	5,000
		Balance c/d	2,59,000
	2,98,000		2,98,000

**Bank Reconciliation Statement as on 31<sup>st</sup> December, 2020**

Particulars		
Balance as per adjusted cash book		2,59,000
ADD: Cheque issued but not presented	45,000	
Payment not effected by bank	<u>4,000</u>	
		<u>49,000</u>
		3,08,000
LESS: Cheque deposited but not cleared	25,000	
Balance as per Bank pass book		<u>2,83,000</u>