

1 Bank Reconciliation Statement from the following:

I.	Debit balance as per the Cash Book.	30,000
II.	Cheques deposited but not cleared.	2,000
III.	Cheques issued but not presented for payment	3000
IV.	Bank interest.	400

Solution - Bank Reconciliation Statement

S.No.	Particulars	Plus Items (Add)	Minus Items (Less)
1	Balance as per the Cash Book	30,000	
2	Cheques deposited but not cleared		2,000
3	Cheques issued but not presented	3000	
4	Bank interest	400	
	Balance as per the Pass Book		31,400
		33,400	33,400

Credit Balance as per the Pass Book is 31400.

Q2. Ramesh has his account with state bank of india . According to his Cash Book, his bank balance on 31st March, 2024 was 72,950. He sent cheques for 90,075 to his bank for collection but cheques amounted to 43,769 were not collected by that date. Out of the cheques issued by him in payment of his debts, cheques for 29,344 were not presented for payment. Prepare Bank Reconciliation Statement.

Solution -

Bank Reconciliation Statement

As on March 31, 2024

S.No.	Particulars	Plus Items (Add)	Minus Items (Less)
	Balance as per the Cash Book	72,950	
1	Cheques sent to bank but not yet cleared		43,769
2	Cheques issued but not yet presented for payment	29,344	
	Balance as per the Pass Book		58,525
		1,02,294	1,02,294

Q3. On 30th December, 2023, bank column of the Cash Book showed balance of 12,000 but the Pass Book showed a different balance due to the following reasons:

- I. Cheques paid into bank 8,000 but out of these only cheques of 6,500 credited by bankers.
- II. The receipts column of the Cash Book undercast by 200
- III. On 29th december, a customer deposited 3,000 directly in the Bank Account but it was entered in the Pass Book only.
- IV. Cheques of 9,200 were issued of which 2,200 were presented for payment on 15th January 2024.
- V. Pass Book shows a credit of 330 as interest and a debit of 60 as bank charges.
- VI. The bank had wrongly debited the account of gurman by 2000 which was rectified after 31 st December 2023

Prepare Bank Reconciliation Statement as on 30th December 2023

Solution -

Bank Reconciliation Statement

As on 30th December 2024

S.No.	Particulars	Plus Items (Add)	Minus Items (Less)
	Balance as per the Cash Book	12,000	
1	Cheques paid in to bank but not cleared		1,500
2	Receipt side of Cash Book under-cast	200	
3	Amount directly deposited by customer	3,000	
4	Cheque issued in June but presented in July	2,200	
5	Bank allowed interest	330	
	Bank Charges		60
	Wrongly debited by bank		2000
	Balance as per the Pass Book		14,170
		17,730	17,730

Credit Balance as per the Pass Book is 14,170

Q4. Cash Book shows a balance of 12,500. On comparing the Cash Book with the Pass Book following discrepancies were noted:

- I. Cheques issued but not yet presented for payment 6,000
- II. Cheques deposited in the bank but not collected 9,000
- III. Bank paid insurance premium. 5,000
- IV. Bank charges. 300
- V. Directly deposited by a customer. 8,000
- VI. Interest on investment collected by bank. 2,000
- VII. Cash discount allowed of 200 was recorded on the debit side of the Bank column.

Prepare Bank Reconciliation Statement.

Solution - Bank Reconciliation Statement

S.No.	Particulars	Plus Items (Add)	Minus Items (Less)
	Balance as per the Cash Book	12,500	
1	Cheques issued but not yet presented for payment	6,000	
2	Cheques deposited into bank but not collected		9,000
3	Bank paid insurance Premium		5,000
4	Bank Charges		300
5	Amount directly deposited by a customer	8,000	
6	Interest on Investment Collected by Bank	2,000	
7	Cash Discount debited to bank column		200
	Balance as per the Pass Book		14,000
		28,500	28,500

Credit Balance as per the Pass Book is 14,000.

Q5. From the following Particulars, Prepare Bank Reconciliation Statement as on 31st December, 2023:

- I. Debit balance as per Cash Book 10,000.
- II. A cheque for 500 issued in favour of Karan has not been presented for payment.
- III. A post dated cheque 1000 debited in the bank column of the cash book but not sent to bank.
- IV. A cheque for 295 deposited in the bank has been dishonoured.
- V. A sum of 800 deposited in the Bank has been credited as 80 in the Pass Book.
- VI. Payments side of the Cash Book has been undercast by 200

Solution - -

Bank Reconciliation Statement
As on 31st December 2023

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Balance as per the Cash Book	10,000	
2	A cheque for 500 issued to Karan was not Presented for Payment	500	
3	Cheque debited to cash book but not sent to bank		1000
4	Cheque deposited and Dishonoured		295
5	A sum of 800 deposited in bank recorded wrongly as 80 in the pass book		720
6	Payment side of the Cash Book under-cast		200
	Balance as per the Pass Book		8285
		10,500	10,500

Q6. Prepare a Bank Reconciliation Statement as on 31st March, 2024 from the following:

- I. On 31st March, 2024, Cash Book of a firm showed bank balance of 36,000 (Dr)
- II. Cheques had been issued for 30,000, out of which cheques of 24,000 were presented for payment.
- III. Cheques of 8,400 were deposited in the bank on 28th March, 2021 but had not been credited by the bank. Also, a cheque of 3,000 entered in the Cash Book on 30th March, 2021 was banked on 3rd April.
- IV. A cheque from Suresh for 2,400 was deposited in the bank on 26th March, 2024 was dishonoured, and advice was received on 2nd April 2024
- V. Pass Book showed bank charges of 120 debited by the bank.
- VI. One of the debtors deposited 3,000 in the bank account of the firm on 26th March, 2024, but the intimation in this respect was received from the bank on 2nd April.

Solution -

**Bank Reconciliation Statement
As on 31st March 2024**

S.No.	Particulars	Plus Items (Add)	Minus Items (Less)
	Balance as per the Cash Book	36,000	
1	Cheques Issued but not yet presented for payment	6,000	
2	Cheques deposited but not credited by bank		8,400
3	Cheques received entered in Cash Book but not deposited in bank		3,000
4	Cheques deposited and dishonoured		2,400
5	Bank charges debited by bank		120
6	Direct deposit by a debtor in to the bank	3,000	
	Balance as per the Pass Book		31,080
		45,000	45,000

Q7. On examining the Bank Statement of Green Ltd., it is found that the balance shown on 31st March, 2024, differs from the bank balance of 23,650 shown by the Cash Book on that date. From a detailed comparison of the entries it is found that:

- I. 2,860 are entered in the Cash Book as paid into the bank on 31st March, 2024 but not credited by the bank until the following day.
- II. Bank charges of 70 on 31st March, 2024 are not entered in the Cash Book.
- III. Cheques totalling 16,720 were issued by the company and duly recorded in the Cash Book before 31st March, 2024 but had not been presented at the Bank for payment until after that date.
- IV. On 25th March, 2024, a debtor paid 1,000 into the Company's Bank in settlement of his account but no entry was made in the Cash Book of the company in respect of this.
- V. No entry has been made in the Cash Book to record the dishonour on 15th March, 2024, of a cheque for 550 received from Ram Babu.

Prepare a Bank Reconciliation Statement as on 31st March, 2024.

Solution -

**Bank Reconciliation Statement
As on 31st March 2024**

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Balance as per the Cash Book	23,650	
1	Cash deposited into bank but not entered in the Pass Book		2,860
2	Bank Charges not entered the Cash Book		70
3	Cheques issued but not presented for payment		
	Amount directly deposited by the debtor		
4	Cheque received from Ram Babu was dishonoured and not recorded in Cash Book	16,720	
5		1,000	

6	Balance as per the Pass Book		550
			37,890
		41,370	41,370

8. A Bank Reconciliation Statement is prepared as on 31st March, 2024 starting with debit balance as per Cash Book. State whether the following transactions will be shown in the Bank Reconciliation Statement by adding or deducting these from the given balance giving reason:

(i) Bank had wrongly debited the account by ₹25,000 on 1st March, 2024 and reversed on 3rd April, 2024.

(ii) Receipts Side of the Cash Book was overcast by ₹ 500.

(iii) Payments Side of the Cash Book was overcast by ₹ 5,000.

(iv) Receipts Side of the Cash Book was undercast by ₹ 5,000.

(v) Payments Side of the Cash Book was undercast by 20,000.

(vi) Cheque for ₹10,000 issued but was not recorded in the Cash Book.

(vii) A cheque of ₹ 5,000 deposited was not recorded in the Cash Book.

[Ans.: Transactions to be added: (iii), (iv), (vii); Transactions to be deducted: (i), (ii), (v), (vi).]

Q9. Prepare Bank Reconciliation Statement from the following particulars on 31st July, 2024:

- I. Balance as per the Pass Book 50,000.
- II. Three cheques for 6,000 3,937 and 1,525 issued in last week of July, 2024 were presented for payment to the bank in August, 2024.
- III. Two cheques of 500 and 650 sent to the bank for collection were not entered in the Pass Book by 31st July, 2024.
- IV. The bank charged 460 for its commission and allowed interest of 100 which were not mentioned in the Bank Column of the Cash Book.

Solution - -

**Bank Reconciliation Statement
As on 31st July 2024**

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Balance as per the Pass Book(cr.)	50,000	
2	Three Cheques of 6,000 , 3,937 , 1,525 were issued but not presented for payment in July, 2024		11,462
3	Cheques sent to bank for collection but not entered in the Pass Book	1,150	
4	Bank Charges not entered in the Cash Book	460	
5	Bank allowed interest		100
	Balance as per the Cash Book		40,048
		51,610	51,610

debit Balance as per the Cash Book is 40,048.

Q10. Draw Bank Reconciliation Statement showing adjustment between your Cash Book and Pass Book as on 31st March, 2024:

- I. On 31st March, 2024 your pass book showed a balance of 6,000 to your credit.
- II. Before that date, you had issued cheque amounting to 1,500 of which cheques of 900 have been presented for payment.
- III. A cheque of 800 paid by you into the bank on 29th March, 2024 is not yet credit in pass book.
- IV. There was a credit of 85 for interest on current Account in the pass book.
- V. On 31st March, 2024 a cheque for 510 received by you and was paid into bank but the same was omitted to be entered in cash book.

Solution -

**Bank Reconciliation Statement
As on 31st March 2024**

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Balance as per the Pass Book	6,000	
2	Cheques Issued but not yet presented for payment (1,500-900)		
	Cheque deposited but not entered in the Pass Book		600
3	Bank allowed interest	800	
4	Cheque deposited but not entered in the Cash Book		85
5	Balance as per the Cash Book		510
			5,605
		6,800	6,800

Q11. Bank statement of a customer shows bank balance of 62,000 on 31st March, 2024. On comparing it with the Cash Book the following discrepancies were noted:

- I. Cheques were paid into the bank in March but were credited in April: P-3,500 Q-2,500 R-2,000
- II. Cheques issued in March were presented in April: X-4,000 Q-4,500
- III. Cheque for 1,000 received from a customer entered in the Cash Book but was not banked.
- IV. Pass Book shows a debit of 1,000 for bank charges and credit of 2,000 as interest.
- V. Interest on investment 2,500 collected by the bank appeared in the Pass Book.

Prepare Bank Reconciliation Statement showing the balance as per Cash Book on 31st March, 2024.

Solution

Bank Reconciliation Statement
As on 31st March 2024

S.No.	Particulars	Plus Items (Add)	Minus Items (Less)
	Balance as per the Pass Book	62,000	
1	Cheque deposited but not credited in the Pass book during March 2024 (3,500 + 2,500 + 2,000)	8,000	
2	Cheques issued but not presented in March 2024 (4,000 + 4,500)		8,500
3	Cheque received from Customer was recorded in Cash Book but not sent to Bank	1,000	
	Bank Charges		
4	Bank allowed interest	1,000	
	Interest on investment collected by bank but not entered in the Cash Book		2,000
5			2,500

	Balance as per the Cash Book		
			59,000
		72,000	72,000

Q12. Prepare Bank Reconciliation Statement as on 30th September, 2023 from the following particulars:

- I. Bank Balance as per Pass Book. 10,000
- II. Cheque deposited into bank but no entry was passed in Cash Book.
500
- III. Cheque received and entered in Cash Book but not sent to bank
1,200
- IV. Insurance premium paid directly by the bank. 800
- V. Bank charges entered twice in the Cash Book. 20
- VI. Cheque received entered twice in Cash Book 1,000
- VII. Bill discounted dishonoured not recorded in the cash book.
5,000

Solution -

Bank Reconciliation Statement

As on 30th September 2023

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Balance as per the Pass Book	10,000	
2	Cheque Deposited but not entered in the Cash Book		500
3	Cheque entered in the Cash Book but not deposited in the bank	1,200	
4	Insurance premium paid directly by the bank but not entered in the Cash Book	800	
5	Bank charges entered twice in the Cash book		20
6	Cheque received entered twice in the Cash Book	1,000	
7	Bill discounted and Dishonoured but not entered in the Cash Book		
	Balance as per the Pass Book	5,000	
			17,480
		18,000	18,000

Q13. Prepare Bank Reconciliation Statement as on 31st March, 2024 from the following particulars:

- I. Bank Balance as per Pass Book. 10,000
- II. Cheque deposited into bank, but no entry was passed in the Cash Book. 500
- III. Cheque received and entered in the Cash Book but not sent to bank. 1,200
- IV. Credit side of the Cash Book bank Column cast short. 200
- V. Insurance premium paid directly by the bank under the standing advice. 600
- VI. Bank Charges entered twice in the Cash Book 20
- VII. Cheque issued but not presented to the bank for payment. 500
- VIII. Cheque received entered twice in the Cash Book. 1,000
- IX. Bank had wrongly allowed interest of 5,000 which was reversed by it on 5th April, 2024

Solution - -

**Bank Reconciliation Statement
As on 31st March 2024**

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Balance as per the Pass Book	10,000	
2	Cheque Deposited but not entered in the Cash Book		500
3	Cheque entered in the Cash Book but not deposited in the bank		
	Credit side of the Cash Book under-cast	1,200	
4	Insurance premium directly paid by the bank	200	
5	Bank charges entered twice in the Cash Book	600	
6	Cheque issued but not presented for payment		20

7	Cheque received entered twice in the Cash Book		500
8	Interest allowed by the bank to be reversed	1,000	
9	Balance as per the Pass Book		5,000
			6980
		13,000	13,000

14 Bank Reconciliation Statement is prepared as on 31st March, 2024 starting with credit balance as per Bank Pass Book. State whether the following transactions will be shown in the Bank Reconciliation Statement by adding or deducting these from the given balance giving reason:

- (i) Bank had allowed interest and credited the account by 5,000.
- (ii) Cheque of 10,000 deposited by a customer in the bank was not recorded in Cash Book.
- (iii) Bank Charges charged by the bank 5,000.
- (iv) Cheques of 25,000 issued not recorded in the Cash Book were paid and debited to the account by the bank.
- (v) Receipts Side of the Cash Book was overcast by 2,000.
- (vi) Payments Side of the Cash Book was undercast by 5,000.

Ans- Transactions to be added: (iii), (iv), (v), (vi); Transactions to be deducted: (i), (ii).]

Credit i.e. overdraft (unfavourable) balance as per cash book

Q15. On 1st January, 2024, Naresh had an overdraft of 40,000 as shown by his Cash Book in the bank column. Cheque amounting to 10,000 had been deposited by him but were not collected by the bank by 1st January, 2024, He issued cheques of 7,000 which were not presented to the bank for payment up to that day There was also a debit in his Pass Book of 600 for interest and 500 for bank charges

Prepare a Bank Reconciliation Statement.

Solution -

Bank Reconciliation Statement As on 1st January 2024

S.No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Overdraft as per the Cash Book		40,000
2	Cheques deposited but not collected		10,000
3	Cheques issued but not presented for payment	7,000	
4	Bank Charged interest		600
5	Bank Charges		500
6	Overdraft as per the Pass Book	44,100	
		51,100	51,100

Q-16 A Bank Reconciliation Statement is prepared as on 31st March, 2024 starting with credit balance as per Cash Book. State whether the following or deducting these from the given balance giving reason:

- (i) Cheque of 10,000 deposited was dishonored.
- (ii) Cheque of 20,000 was recorded in Cash Book but was not deposited.
- (iii) Post-dated cheque of ₹20,000 discounted from Bank was dishonored.
- (iv) A cheque issued to Ramesh for ₹5,500 was not recorded in Cash Book.
- (v) Payments Side of the Cash Book was undercast by 4,000.

[Ans.: Transactions to be added: (i), (ii), (iii), (iv), (v).]

Q17. Tiwari & Sons find that the bank balance shown by their Cash Book on 31st March, 2024 is 40,500 (credit) but the Pass Book Shown a Difference due to the following reasons:

- I. A cheque for 5,000 drawn in favour of Manohar has not yet been presented for payment.
- II. A post-dated cheque for 900 has been debited in the bank column of the Cash Book but it could not have been presented in any case.
- III. Cheques totalling 10,200 deposited with the bank has not yet been collected and a cheque for 4,000 has been dishonoured.

Prepare Bank Reconciliation Statement and Find out the balance as per Pass Book.

Solution -

Bank Reconciliation Statement
As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Overdraft as per the Cash Book		40,500
1	Cheques issued but not presented for payment	5,000	
2	Post-dated Cheque entered in the Cash Book but not deposited in the bank		900
3	Cheques deposited into bank but not collected		10,200
	Cheque dishonoured		4,000
	Overdraft as per pass book	50,600	
		55,600	55,600

Q18. On 31st March, 2024, Cash Book of a merchant showed bank overdraft of 1, 72,985. On comparing the Cash Book with Bank Statement, following discrepancies were noted:

- I. Cheques issued for 60,000 were not presented in the bank till 7th April, 2024.
- II. Cheques amounting to 75,000 were deposited in the bank but were not collected.
- III. A cheque of 15,000 received from Mahesh Chand and deposited in the bank was dishonoured but the non-payment advice was not received from the bank till 1st April, 2024.

- IV. 1, 50,000 being the proceeds of a bill receivable collected appeared in the Pass Book but not in the Cash Book.
- V. Bank charges 1,500 and interest on overdraft 8,500 appeared in the Pass Book but not in the Cash Book.
- VI. Overdraft balance as per Cash Book of 500 on 28th February, 2024 was wrongly carried forward as debit balance. The error was noted at the time of preparing the Bank Reconciliation Statement as on 31st March, 2024.

Prepare Bank Reconciliation Statement.

Solution - Bank Reconciliation Statement
As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Overdraft as per the Cash Book		1,72,985
1	Cheques issued but not presented for payment	60,000	
2	Cheques deposited but not collected		75,000
3	Cheque deposited but dishonoured		15,000
4	Bill sent for collection but not entered in the Cash Book	1,50,000	
5	Bank Charges		1,500
	Bank Interest on overdraft		8,500
6	Overdraft balance wrongly taken as debit balance		1,000
	Overdraft as per the Pass Book	63,985	
		2,73,985	2,73,985

Q19. Prepare Bank Reconciliation Statement from the following:

On 31st March, 2024, a merchant's Cash Book showed a credit bank balance of 10,500 but due to the following reasons the Pass Book showed a difference.

- I. A cheque of 540 issued to Mohan has not been presented for payment.
- II. A post-dated cheque for 100 has been debited in the bank column of the Cash Book but under no circumstances was it possible to present it.
- III. Four cheques of 1,200 sent to the bank have not been collected so far. A cheque of 400 deposited in the bank has been dishonoured.
- IV. As per instructions, the bank paid 50 as Fire Insurance Premium but the entry has not been made in the Cash Book.
- V. There was a debit in the Pass Book of 15 in respect of banks charges and a credit of 25 for interest on current Account but no record exists in the Cash Book.
- VI. Cheque of 5,000 dated 15th April, 2024 issued to M & Co. was dishonoured being post dated. It was also not recorded in the books of account yet.

Solution -

Bank Reconciliation Statement

As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Credit bank balance as per the Cash Book		10,500
1	Cheques issued but not presented for payment	540	
2	Post-dated Cheque entered in the Cash Book but not deposited		100
3	Cheques deposited but not Cleared		1,200
4	Cheque dishonoured		400
5	Insurance premium paid by bank not entered in Cash Book		50
	Bank Charges		15
6	Bank allowed Interest	25	
	Overdraft as per the Pass Book	11,700	
		12,265	12,265

Q20. Overdraft balance shown by the bank column in the Cash Book of Vivek is 45,000.
Prepare Bank Reconciliation Statement as on 31st December, 2017:

- I. A Bill Receivable for 5,000 previously discounted with the bank had been dishonoured and debited in the Pass Book.
- II. Interest on Investment collected by the bank and credited in the Pass Book 1,500.
- III. Cheques deposited into bank but not yet collected 7,500
- IV. Interest charged by the bank on overdraft balance 1,850.
- V. Cheques issued but not yet presented for payment 11,350.
- VI. Received a payment directly from a customer into bank account 12,500
- VII. Cheques recorded in the Cash Book but not sent to the bank for collection was 17,500.
- VIII. Bank charges debited as per Pass Book 500.

Solution -

Bank Reconciliation Statement
As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Credit bank balance as per the Cash Book		45,000
1	Bills Receivable with the bank is dishonoured and debited to the pass book		5,000
2	Interest credited in Pass Book	1,500	
3	Cheques deposited but not yet collected		7,500
4	Interest charged by the bank		1,850
5	Cheque issued but not yet presented for payment	11,350	
6	Received directly from the customer	12,500	
7	Cheque recorded in cash book but not sent for collection		17,500

8	Bank charges debited in pass book		500
	Overdraft as per the Pass Book	52,000	
		77,350	77,350

21. From the following particulars, ascertain the Pass Book balance of M/s Deepak & Co. as on 31st March, 2024:

- (i) Bank overdraft as per Cash Book on 31st March, 2024 ₹ 63,400.
- (ii) Interest on overdraft for 6 months ending 31st March, 2024, ₹ 1,600 is entered in the Pass Book.
- (iii) Bank charges of ₹ 300 for the above period are debited in the Pass Book.
- (iv) Cheques issued but not presented for payment before 31st March, 2024 amounted to ₹ 11,680.
- (v) Cheques deposited into bank but not cleared before 31st March, 2024 were for ₹ 21,700.
- (vi) Interest on Investments collected by the bank is credited in the Pass Book ₹ 12,000.

Solution -

Bank Reconciliation Statement

As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Credit bank balance as per the Cash Book		63400
1	Interest on overdraft debited in passbook		1600
	Bank charges debited in passbook		300
2	Cheque issued but not yet presented for payment		
3	Cheque deposited into bank but not not clear	11680	
4	Interest on investment collected by bank		21700
5		12000	
6	Overdraft as per the Pass Book	63320	
7			
8		87000	87000

Debit overdraft (unfavourable) balance as per pass bank

Q22. From the following information, prepare Bank Reconciliation Statement as on 31st March, 2024:

- | | | |
|------|--|--------|
| I. | Bank Overdraft as per Pass Book. | 36,000 |
| II. | Cheques issued but not presented for payment. | 19,700 |
| III. | Cheques deposited with Bank but not collected. | 25,000 |
| IV. | Cheques entered in Cash Book but not banked. | 9,000 |

V. Directly deposited to bank by a customer.

11,000

Solution –

Bank Reconciliation Statement

As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Overdraft as per the Pass Book		36,000
2	Cheques issued but not presented for payment		19,700
3	Cheques deposited with bank but not collected	25,000	
4	Cheques entered in the Cash Book but not deposited in bank	9,000	
5	Amount directly deposited by customer		11,000
	Overdraft as per the Cash Book	32,700	
		66,700	66,700

Q23 On 31st March, 2024, Pass Book of Sapna shows debit balance of 10,000.

From the following particulars, prepare Bank Reconciliation Statement:

- I. Cheques amounting to 8,000 drawn on 25th March of which cheques of 5,000 cashed in April, 2024.
- II. Cheques paid into bank for collection of 5,000 but cheques of 2,200 could only be collected in March, 2024.
- III. Bank charges 25 and dividend of 350 on investment collected by bank could not be shown in the Cash Book.
- IV. A cheque of 600 debited in the Cash Book omitted to be banked.
- V. Bill of 5,000 discounted with Bank but was not recorded in the Cash Book.

Solution –

Bank Reconciliation Statement

As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Overdraft Balance as per the Pass Book		10,000
1	Cheques issued in March but presented for payment in April		5,000
2	Cheques deposited but not cleared in March	2,800	
3	Bank Charges not entered in the Cash Book	25	
	Interest on Investment collected by bank not entered in the Cash Book.		350
4	Cheques entered in the Cash Book but not deposited in bank	600	
5	Bill discounted with bank not recorded in Cash Book.		5,000
	Credit Balance (Overdraft) as per the Cash Book	16,925	
		20,350	20,350

Q-24 Komal needs help in preparing the Bank Reconciliation Statement as on 31st May, 2024, based on the following information reported by his cashier:

- (i) Bank balance as per the Bank Statement received is ₹ 15,640 (Dr.)
- (ii) of the total cheques deposited for ₹ 60,000 and issued for ₹ 40,000, 10% of each were cleared and encashed in the month of June, 2024, respectively.
- (iii) Bank interest ₹350 allowed and ₹840 charged, as reflected in the Pass Book, were both credited in the Cash Book, in the last week of May.
- (iv) A cheque for ₹500 was debited twice in the Cash Book.
- (v) A direct deposit into bank of ₹ 2,000 by client Lalita, was not recorded in the Cash Book.

[Ans.: Overdraft as per Cash Book- 15,840.]

Bank Reconciliation Statement
As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Overdraft Balance as per the Pass Book		15640
1	Cheques deposited but encashed in June	6000	
2	Cheques issued but not presented for payment		4000
3	Bank Charges not entered in the Cash Book		700
4	Cheque debited twice in cash book.	500	
5	Direct deposit into bank		2000
	Credit Balance (Overdraft) as per the Cash Book	15840	
		22340	22340

Q25. Prepare Bank Reconciliation Statement from the following particulars as on 31st March, 2024, when Pass Book Shows a Debit Balance of 2,500:

- I. Cheque issued for 5,000 but up to 31st March, 2024 only 3,000 could be cleared.
- II. Cheques deposited for 5,500 but cheques for 500 were collected on 4th April, 2024.
- III. Cheque for 2000 was dishonoured but was not record on cash book.
- IV. A cheque of 300 debited in Cash Book but omitted to be banked.
- V. Interest allowed by bank 400 but no entry was passed in the Cash Book.

Solution -

Bank Reconciliation Statement

As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Overdraft as per the Pass Book		2,500
1	Cheques issued for 5,000 but cheques of 3,000 cleared till March 31		2,000
3	Cheque deposited but cleared in April	500	
4	Bill Dishonoured	2,000	
5	Cheque debited in cash book but omitted in bank	300	
6	Interest allowed not recorded in the Cash Book		400
	Overdraft as per the Cash Book	2100	
		4,900	4,900

Q26. On checking the Bank Pass Book it was found that it showed an overdraft of 5,220 as on 31st March, 2024, while as per Ledger it was different. The following differences were noted:

- I. Cheques deposited but not yet credited by the bank 6,000
- II. Cheques dishonoured and debited by the bank but not given effect to it in the Ledger 800
- III. Bank charges debited by the bank but Debit Memo not received from the bank 50.
- IV. Interest on overdraft excess credited in the Ledger 200.
- V. Wrongly credited by the bank to account, deposit of some other party 900.
- VI. Cheques issued but not presented for payment 400.

Solution –

Bank Reconciliation Statement
As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
	Overdraft as per the Pass Book		5,220
1	Cheques Deposited but not cleared	6,000	
2	Cheques Dishonoured not entered in the Cash Book	800	
3	Bank Charges	50	
4	Interest on Overdraft excess credited in the Cash Book		200
5	Amount wrongly credited in the Pass Book		900
6	Cheques issued but not presented for payment		400
	Balance as per the Cash Book.		130
		6,850	6,850

Q27. From the following particulars, you are required to ascertain the bank balance as would appear in the Cash Book of Ramesh as on 31st October, 2023:

- I. Bank Pass Book showed an overdraft of 16,500 on 31st October.
- II. Interest of 1,250 on overdraft up to 31st October, 2023 has been debited in the Bank Pass Book but it has not been entered in the Cash Book.
- III. Bank Charges debited in the Bank Pass Book amounted to 35.
- IV. Cheques issued prior to 31st October, 2023 but not presented till that date, amounted to 11,500.
- V. Cheques paid into bank before 31st October, but not collected and credit up to that date, were for 2,500.
- VI. Interest on investment collected by the bankers and credited in the Bank Pass Book amounted to 1,800.

Solution -

Bank Reconciliation Statement
As on 31st October 2023

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Overdraft as per the Pass Book		16,500
2	Interest on Overdraft	1,250	
3	Bank Charges	35	
4	Cheques issued but not presented for payment		11,500
5	Cheques deposited but not cleared	2,500	
6	Interest on investment was not recorded in the Cash Book		1,800
	Overdraft as per the Cash Book	26,015	
		29,800	29,800

Q28. Prepare Bank Reconciliation Statement from the following particulars and show balance as per Cash Book:

- I. Balance as per Pass Book on 31st, March, 2024 overdrawn 10,000
- II. Cheques drawn in the last week of March, 2024 but not cleared till 3rd April, 2024 20,000.
- III. Interest on bank overdraft not entered in the Cash Book 1,500.
- IV. Cheques of 20,000 deposited in the bank in March, 2024 but not collected and credited till 3rd April, 2024.
- V. 100 Insurance Premium paid by the bank under a standing order has not been entered in the Cash Book.
- VI. A draft of 10,000 favouring Atul & Co. was issued by the bank charging commission of 200. However, in the Cash Book entry was passed by 10,000.

Solution – Bank Reconciliation Statement
As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Overdraft as per the Pass Book		10,000
2	Cheques issued but not presented for payment during March		20,000
3	Interest charged by bank on Overdraft	1,500	
4	Cheques deposited into bank but not collected	20,000	
5	Insurance premium paid by bank but not entered in the Cash Book	100	
6	Bank charging commission not entered in the Cash Book	200	
	Overdraft as per the Cash Book	8,200	

		30,000	30,000
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Q29. Prepare Bank Reconciliation Statement as on 31st March, 2024 from the Following particulars:

- I. Raj's overdraft as per Pass Book 12,000 as on 31st March.
- II. On 30th March 2024, cheques had been issued for 70,000 of which cheques amounting to 3,000 only had been encashed up to 31st March 2024.
- III. Cheques amounting to 3,500 had been paid into the bank for collection but of these only 500 had been credited in the Pass Book.
- IV. Bank has charged 500 as interest on overdraft and the intimation of which has been received on 2nd April, 2024.
- V. Bank Pass Book shows credit for 1,000 representing 400 paid by debtor of Raj direct into the bank and 600 collected directly by the bank in respect of interest on Raj investment. Raj had no knowledge of these items.
- VI. A cheque for 200 has been debited in the bank column of Cash Book by R but it was not sent to the bank at all.

Solution – Bank Reconciliation Statement
As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Overdraft as per the Pass Book		12,000
2	Cheques issued but not presented for payment		67,000

3	Cheques deposited but not collected	3,000	
4	Bank charged interest on Overdraft	500	
5	Amount directly paid by a debtor		400
	Interest received on investment		600
6	A cheque entered in the Cash Book but not sent to bank	200	
	Overdraft as per the Cash Book	76,300	
		80,000	80,000

Q30. From the following information supplied by Sanjay, prepare his Bank Reconciliation Statement as on 31st March, 2024:

- I. Bank overdraft as per Pass Book. 16500
- II. Cheques issued but not presented for payment. 8750
- III. Cheques deposited with the Bank but not collected.10500
- IV. Cheques recorded in the Cash Book but not sent to the bank for collection. 2000
- V. Payments received from customers directly by the bank.3500
- VI. Bank charges debited in the Pass Book.200
- VII. Premium on life policy of Sanjay paid by the bank on standing advice.1980
- VIII. Bank had debited 3100 for payment of electricity bill.it was not record in cash book

Solution –

Bank Reconciliation Statement

As on 31st March 2024

S. No	Particulars	Plus Items (Add)	Minus Items (Less)
1	Overdraft as per the Pass Book		16,500
2	Cheques issued but not presented for payment		8,750
3	Cheques deposited but not collected	10,500	
4	Cheques entered in the Cash Book but not sent to bank for collection	2,000	
5	Amount directly deposited into bank by customer		3,500
6	Bank Charges	200	
7	Insurance Premium paid by bank not recorded in the Cash Book	1,980	
8	Electricity bill	3,100	
		10,970	
	Overdraft as per the Cash Book		
		28,750	28,750